EDOM Technology Co., Ltd. and Subsidiaries

Consolidated Financial Statements for the Nine Months Ended September 30, 2023 and 2022 and Independent Auditors' Review Report

Deloitte.

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INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Shareholders
EDOM Technology Co., Ltd.

Introduction

We have reviewed the accompanying consolidated balance sheets of EDOM Technology Co., Ltd. (the "Company") and its subsidiaries (collectively referred to as the "Group") as of September 30, 2023 and 2022, and the related consolidated statements of comprehensive income for the three months ended September 30, 2023 and 2022 and for the nine months ended September 30, 2023 and 2022, the consolidated statements of changes in equity and cash flows for the nine months then ended, and the related notes to the consolidated financial statements, including material accounting policies information (collectively referred to as the "consolidated financial statements"). 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 following paragraph, we conducted our reviews in accordance with the Standards on Review Engagements of the Republic of China 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

As disclosed in Note 12 to the consolidated financial statements, the financial statements of some non-significant subsidiaries included in the consolidated financial statements referred to in the first paragraph were not reviewed. As of September 30, 2023 and 2022, combined total assets of these non-significant subsidiaries were NT$3,846,023 thousand and NT$4,441,503 thousand, respectively, representing 12.32% and 12.64%, respectively, of the consolidated total assets, and combined total liabilities of these subsidiaries were NT$2,112,887 thousand and NT$2,759,331 thousand, respectively, representing 8.13% and 9.35%, respectively, of the consolidated total liabilities; for the three months ended September 30, 2023 and 2022, the amounts of combined comprehensive income (loss) of these subsidiaries were NT$(35,042) thousand and NT$27,945 thousand, respectively, representing (13.42%) and 5.70%, respectively, of the consolidated total comprehensive income; for the nine months ended September 30, 2023 and 2022, the amounts of combined comprehensive income of these subsidiaries were NT$(48,641) thousand and NT$129,411 thousand, respectively, representing (18.11%) and 9.36%, respectively, of the consolidated total comprehensive income. In addition, as disclosed in Note 13 to the consolidated financial statements, the carrying amounts of the associates accounted for using equity method was NT$73,776 thousand as of September 30, 2023. For the three months and nine months ended September 30, 2023, the amounts of comprehensive income (loss) recognized on investments accounted for using equity method were NT$1,775 thousand and NT$(5,105) thousand, respectively. As disclosed in Note 35 to the consolidated financial statements, the related investment amounts as well as additional disclosures are based on these investees' unreviewed financial statements for the same reporting periods as those of the Group.

Qualified Conclusion

Based on our reviews, except for the adjustments, if any, as might have been determined to be necessary had the financial statements of the non-significant subsidiaries and the associates accounted for using equity method as described in the preceding paragraph been reviewed, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as of September 30, 2023 and 2022, its consolidated financial performance for the three months ended September 30, 2023 and 2022, and its consolidated financial performance and its consolidated cash flows for the nine months ended September 30, 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" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the reviews resulting in this independent auditors' review report are Chin-Tsung Cheng and Meng-Chieh Chiu.

CHIN TSUNG CHENG

Deloitte & Touche
Taipei, Taiwan
Republic of China

Meng-Chieh, Chiu

November 13, 2023

<u>*Notice to Readers*</u>

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

For the convenience of readers, the independent auditors' review report and the accompanying consolidated financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language independent auditors' review report and consolidated financial statements shall prevail.

EDOM TECHNOLOGY CO., LTD. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS
(In Thousands of New Taiwan Dollars)

	September 30, 2023		December 31, 2022		September 30, 2022	
ASSETS	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
CURRENT ASSETS						
Cash and cash equivalents (Note 6)	$ 1,882,063	6	$ 1,714,533	5	$ 1,745,063	5
Financial assets at fair value through profit or loss - current (Note 7)	19,362	-	4,979	-	5,008	-
Financial assets at amortized cost - current (Notes 9 and 31)	337,926	1	277,232	1	361,705	1
Notes receivable (Note 10)	48,277	-	68,087	-	112,619	-
Trade receivables (Note 10)	4,323,962	14	4,633,841	15	4,592,827	13
Other receivables (Notes 10 and 30)	5,865,644	19	4,268,161	14	5,886,388	17
Current tax assets (Notes 4 and 24)	560	-	-	-	4,182	-
Inventories (Note 11)	16,106,440	52	18,189,482	57	19,564,634	56
Other current assets (Note 17)	644,331	2	660,791	2	802,893	2
Total current assets	29,228,565	94	29,817,106	94	33,075,319	94
NON-CURRENT ASSETS						
Financial assets at fair value through profit or loss - non-current (Note 7)	521,133	2	422,244	1	522,147	2
Financial assets at fair value through other comprehensive income - non-current (Note 8)	15,661	-	10,660	-	11,158	-
Financial assets at amortized cost - non-current (Notes 9 and 31)	2,000	-	2,000	-	2,000	-
Investments accounted for using the equity method (Note 13)	73,776	-	53,584	-	45,239	-
Property, plant and equipment (Notes 14 and 31)	706,017	2	697,919	2	691,669	2
Right-of-use assets (Note 15)	94,598	-	126,191	1	142,660	-
Investment properties (Note 16)	27,542	-	28,284	-	28,532	-
Goodwill	199,801	1	199,801	1	199,801	1
Other intangible assets	91,049	-	110,359	-	117,451	-
Deferred tax assets (Notes 4 and 24)	56,904	-	71,560	-	86,443	-
Net defined benefit assets - non-current (Notes 4 and 21)	22,188	-	21,512	-	11,575	-
Other non-current assets (Note 17)	176,595	1	183,280	1	206,095	1
Total non-current assets	1,987,264	6	1,927,394	6	2,064,770	6
TOTAL	$ 31,215,829	100	$ 31,744,500	100	$ 35,140,089	100
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term borrowings (Notes 18 and 31)	$ 5,917,000	19	$ 10,240,535	32	$ 12,477,332	36
Short-term bills payable (Note 18)	938,789	3	858,939	3	749,376	2
Notes and trade payables (Notes 19 and 30)	16,753,790	54	12,483,593	39	13,578,193	39
Other payables (Notes 20 and 30)	842,751	3	1,095,477	4	1,111,945	3
Current tax liabilities (Notes 4 and 24)	49,219	-	80,411	-	95,034	-
Lease liabilities - current (Note 15)	52,280	-	55,579	-	57,644	-
Current portion of long-term borrowings (Notes 18 and 31)	12,998	-	24,124	-	26,633	-
Other current liabilities (Note 20)	308,594	1	302,828	1	285,272	1
Total current liabilities	24,875,421	80	25,141,486	79	28,381,429	81
NON-CURRENT LIABILITIES						
Long-term borrowings, net of current portion (Notes 18 and 31)	859,670	3	869,226	3	873,355	3
Deferred tax liabilities (Notes 4 and 24)	139,562	-	93,425	1	118,536	-
Lease liabilities - non-current (Note 15)	45,658	-	73,571	-	87,428	-
Net defined benefit liabilities - non-current (Notes 4 and 21)	663	-	762	-	5,283	-
Guarantee deposits received	52,230	-	52,406	-	43,699	-
Total non-current liabilities	1,097,783	3	1,089,390	4	1,128,301	3
Total liabilities	25,973,204	83	26,230,876	83	29,509,730	84
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY						
Share capital	2,698,298	9	2,698,298	9	2,698,298	8
Capital surplus	736,939	2	736,939	2	736,939	2
Retained earnings						
Legal reserve	880,085	3	796,739	2	796,739	2
Special reserve	-	-	391,623	1	391,623	1
Unappropriated earnings	592,539	2	849,224	3	771,426	2
Total retained earnings	1,472,624	5	2,037,586	6	1,959,788	5
Other equity	334,764	1	40,801	-	235,334	1
Total equity attributable to owners of the Company	5,242,625	17	5,513,624	17	5,630,359	16
TOTAL	$ 31,215,829	100	$ 31,744,500	100	$ 35,140,089	100

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

(With Deloitte & Touche auditors' review report dated November 13, 2023)

EDOM TECHNOLOGY CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
(In Thousands of New Taiwan Dollars, Except Earnings (Loss) Per Share)

	For the Three Months Ended September 30				For the Nine Months Ended September 30			
	2023		2022		2023		2022	
	Amount	%	Amount	%	Amount	%	Amount	%
OPERATING REVENUE (Note 30)								
Sales	$ 28,151,919	100	$ 31,758,488	100	$ 75,148,036	100	$ 88,268,965	100
Service revenue	100	-	2,649	-	398	-	2,958	-
Total operating revenue	28,152,019	100	31,761,137	100	75,148,434	100	88,271,923	100
OPERATING COSTS (Notes 11, 23 and 30)	27,282,695	97	30,732,628	96	72,731,315	97	85,275,673	97
GROSS PROFIT	869,324	3	1,028,509	4	2,417,119	3	2,996,250	3
OPERATING EXPENSES (Notes 23 and 30)								
Selling and marketing expenses	358,845	1	424,117	1	971,300	1	1,211,417	1
General and administrative expenses	133,762	1	152,479	1	346,923	1	493,619	1
Expected credit loss (gain)	37	-	1,661	-	132	-	(5,628)	-
Total operating expenses	492,644	2	578,257	2	1,318,355	2	1,699,408	2
PROFIT FROM OPERATIONS	376,680	1	450,252	2	1,098,764	1	1,296,842	1
NONOPERATING INCOME AND EXPENSES (Notes 13, 23, 30 and 34)								
Interest income	4,235	-	1,687	-	17,122	-	3,587	-
Other income	23,377	-	16,503	-	56,723	-	45,396	-
Other gains and losses	(10,765)	-	37,780	-	1,659	-	83,983	-
Foreign exchange gain	13,075	-	21,398	-	11,135	-	78,955	-
Finance costs	(369,754)	(1)	(281,016)	(1)	(1,160,420)	(1)	(528,002)	-
Share of profit or loss of associates	1,775	-	(396)	-	(5,105)	-	(5,362)	-
Total nonoperating income and expenses	(338,057)	(1)	(204,044)	(1)	(1,078,886)	(1)	(321,443)	-
PROFIT BEFORE INCOME TAX	38,623	-	246,208	1	19,878	-	975,399	1
INCOME TAX EXPENSE (Notes 4 and 24)	17,654	-	65,519	-	45,181	-	219,419	-
NET PROFIT (LOSS) FOR THE PERIOD	20,969	-	180,689	1	(25,303)	-	755,980	1
OTHER COMPREHENSIVE INCOME (LOSS)								
Items that will not be reclassified subsequently to profit or loss:								
Unrealized (loss) gain on investments in equity instruments at fair value through other comprehensive income (Note 22)	(1,334)	-	729	-	5,001	-	302	-

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EDOM TECHNOLOGY CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
(In Thousands of New Taiwan Dollars, Except Earnings (Loss) Per Share)

	For the Three Months Ended September 30				For the Nine Months Ended September 30			
	2023		2022		2023		2022	
	Amount	%	Amount	%	Amount	%	Amount	%
Items that may be reclassified subsequently to profit or loss:								
Exchange differences on translation of the financial statements of foreign operations (Note 22)	$ 283,480	1	$ 386,366	1	$ 349,876	-	$ 776,008	1
Unrealized gain (loss) on investments in debt instruments at fair value through other comprehensive income (Note 22)	12,611	-	(2,201)	-	5,463	-	938	-
Share of other comprehensive income (loss) of associates accounted for using the equity method (Note 22)	209	-	(556)	-	1,492	-	(878)	-
Income tax relating to items that may be reclassified subsequently to profit or loss (Notes 4 and 24)	(54,836)	-	(74,848)	-	(67,869)	-	(149,455)	-
	241,464	1	308,761	1	288,962	-	626,613	1
Other comprehensive income for the period, net of income tax	240,130	1	309,490	1	293,963	-	626,915	1
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	$ 261,099	1	$ 490,179	2	$ 268,660	-	$ 1,382,895	2
NET PROFIT (LOSS) ATTRIBUTABLE TO:								
Owners of the Company	$ 20,969	-	$ 180,689	1	$ (25,303)	-	$ 755,661	1
Noncontrolling interests	-	-	-	-	-	-	319	-
	$ 20,969	-	$ 180,689	1	$ (25,303)	-	$ 755,980	1
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:								
Owners of the Company	$ 261,099	1	$ 490,179	2	$ 268,660	-	$ 1,382,576	2
Non-controlling interests	-	-	-	-	-	-	319	-
	$ 261,099	1	$ 490,179	2	$ 268,660	-	$ 1,382,895	2
EARNINGS (LOSS) PER SHARE (Note 25)								
Basic	$ 0.08		$ 0.67		$(0.09)		$ 2.87	
Diluted	$ 0.08		$ 0.66		$(0.09)		$ 2.85	

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

(With Deloitte & Touche auditors' review report dated November 13, 2023) (Concluded)

EDOM TECHNOLOGY CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
(In Thousands of New Taiwan Dollars)

	Equity Attributable to Owners of the Company										
	Share Capital (Note 22)			Retained Earnings (Note 22)			Other Equity (Note 22)				
	Shares (In Thousands)	Amount	Capital Surplus (Note 22)	Legal Reserve	Special Reserve	Unappropri-ated Retained Earnings	Exchange Differences on Translation of the Financial Statement of Foreign Operations	Unrealized Gain on Financial Assets at Fair Value Through Other Comprehensive Income	Total	Non-controlling Interests (Note 22)	Total Equity
BALANCE JANUARY 1, 2022	244,830	$ 2,448,298	$ 124,676	$ 681,953	$ 261,001	$ 1,178,594	$ (468,888)	$ 77,265	$ 4,302,899	$ 3,836	$ 4,306,735
Appropriation of 2021 earnings											
Legal reserve	-	-	-	114,786	-	(114,786)	-	-	-	-	-
Special reserve	-	-	-	-	130,622	(130,622)	-	-	-	-	-
Cash dividends - NT$3.4 per share	-	-	-	-	-	(917,421)	-	-	(917,421)	-	(917,421)
Issuance of ordinary shares in cash (Note 22)	25,000	250,000	612,500	-	-	-	-	-	862,500	-	862,500
Net profit for the nine months ended September 30, 2022	-	-	-	-	-	755,661	-	-	755,661	319	755,980
Other comprehensive income for the nine months ended September 30, 2022, net of income tax	-	-	-	-	-	-	625,675	1,240	626,915	-	626,915
Total comprehensive income for the nine months ended September 30, 2022	-	-	-	-	-	755,661	625,675	1,240	1,382,576	319	1,382,895
Actual acquisitions of interests in subsidiaries (Note 26)	-	-	(237)	-	-	-	-	42	(195)	(4,155)	(4,350)
BALANCE AT SEPTEMBER 30, 2022	269,830	$ 2,698,298	$ 736,939	$ 796,739	$ 391,623	$ 771,426	$ 156,787	$ 78,547	$ 5,630,359	$ -	$ 5,630,359
BALANCE AT JANUARY 1, 2023	269,830	$ 2,698,298	$ 736,939	$ 796,739	$ 391,623	$ 849,224	$ (32,042)	$ 72,843	$ 5,513,624	$ -	$ 5,513,624
Appropriation of 2022 earnings											
Legal reserve	-	-	-	83,346	-	(83,346)	-	-	-	-	-
Special reserve	-	-	-	-	(391,623)	391,623	-	-	-	-	-
Cash dividends - NT$2.0 per share	-	-	-	-	-	(539,659)	-	-	(539,659)	-	(539,659)
Net loss for the nine months ended September 30, 2023	-	-	-	-	-	(25,303)	-	-	(25,303)	-	(25,303)
Other comprehensive income (loss) for the nine months ended September 30, 2023, net of income tax	-	-	-	-	-	-	283,499	10,464	293,963	-	293,963
Total comprehensive income (loss) for the nine months ended September 30, 2023	-	-	-	-	-	(25,303)	283,499	10,464	268,660	-	268,660
BALANCE AT SEPTEMBER 30, 2023	269,830	$ 2,698,298	$ 736,939	$ 880,085	$ -	$ 592,539	$ 251,457	$ 83,307	$ 5,242,625	$ -	$ 5,242,625

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

(With Deloitte & Touche auditors' review report dated November 13, 2023)

EDOM TECHNOLOGY CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS
(In Thousands of New Taiwan Dollars)

	For the Nine Months Ended September 30	
	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	$ 19,878	$ 975,399
Adjustments for:		
Depreciation expense	76,317	75,049
Amortization expense	29,295	28,010
Expected credit loss recognized (reversed) on trade receivables	132	(5,628)
Net gain on fair value changes of financial assets at fair value through profit or loss	(2,042)	(84,080)
Finance costs	1,160,420	528,002
Interest income	(17,122)	(3,587)
Dividends income	(1,173)	(1,320)
Share of loss of associates	5,105	5,362
Loss (gain) on disposal of property, plant and equipment	82	(1,161)
Write-down of inventories and loss on disposal of scrap inventories	71,116	47,362
Unrealized loss on foreign currency exchange	32,494	157,187
Gain on lease modification	(13)	-
Other items	(775)	(590)
Changes in operating assets and liabilities		
Decrease in notes receivable	40,122	7,894
Decrease in trade receivables	644,192	2,159,806
Increase in other receivables	(1,597,181)	(2,446,940)
Decrease (increase) in inventories	2,688,346	(5,300,332)
Decrease (increase) in other current assets	18,863	(172,620)
Decrease in contract liabilities	(1,022)	(9,699)
Increase in notes and trade payables	4,167,375	757,125
(Decrease) increase in other payables	(229,622)	137,638
(Decrease) increase in other current liabilities	(5,800)	36,186
Cash generated from (used in) operations	7,098,987	(3,110,937)
Interest paid	(1,203,386)	(441,265)
Income tax paid	(84,009)	(309,847)
Net cash generated from (used in) operating activities	5,811,592	(3,862,049)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of financial assets at amortized cost	(60,694)	(36,820)
Purchase of financial assets at fair value through profit or loss	(119,908)	(68,769)
Proceeds from sale of financial assets at fair value through profit or loss	8,678	54,409
Acquisition of associates	(23,805)	-
Increase in prepayments for investment	-	(32,902)
Net cash outflow on acquisition of subsidiaries	-	(786,340)
Payments for property, plant and equipment	(42,916)	(19,041)
Proceeds from disposal of property, plant and equipment	2,148	4,820

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EDOM TECHNOLOGY CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS
(In Thousands of New Taiwan Dollars)

	For the Nine Months Ended September 30	
	2023	**2022**
Decrease (increase) in refundable deposits	$ 18,185	$ (13,339)
Payments for intangible assets	(8,871)	(3,008)
Increase in other non-current assets	(7,268)	(8,285)
Interest received	17,122	3,587
Dividend received	1,173	1,320
Dividend received from associates	-	295
Net cash used in investing activities	(216,156)	(904,073)
CASH FLOWS FROM FINANCING ACTIVITIES		
(Repayments of) proceeds from short-term borrowings	(4,443,689)	5,810,033
Proceeds from short-term bills payable	79,850	-
Repayments of short-term bills payable	-	(70,056)
Repayments of long-term borrowings	(20,682)	(19,946)
Refund of guarantee deposits received	(1,835)	(443)
Repayment of the principal portion of lease liabilities	(42,191)	(41,873)
Dividends paid to owners of Company	(539,659)	(917,421)
Issuance of ordinary shares (Note 22)	-	862,500
Net cash (used in) generated from financing activities	(4,968,206)	5,622,794
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH HELD IN FOREIGN CURRENCIES	(459,700)	(1,227,005)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	167,530	(370,333)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	1,714,533	2,115,396
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	$ 1,882,063	$ 1,745,063

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

(With Deloitte & Touche auditors' review report dated November 13, 2023) (Concluded)

1. GENERAL INFORMATION

EDOM Technology Co., Ltd. (the "Company") was established in 1996 and involved in the distribution of electronic parts and computer software, hardware and equipment. The Company's shares have been listed on the Taiwan Stock Exchange since October 1, 2002.

The consolidated financial statements of the Company and its subsidiaries (collectively referred to as the "Group") are presented in the Company's functional currency, the New Taiwan dollar.

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved by the Company's board of directors and authorized for issue on November 13, 2023.

3. APPLICATION OF NEW, AMENDED AND REVISED STANDARDS AND INTERPRETATIONS

a. Initial application of the amendments to the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) (collectively, the "IFRSs") endorsed and issued into effect by the Financial Supervisory Commission (FSC)

   Except for the following, the initial application of the IFRSs endorsed and issued into effect by the FSC did not have a material impact on the Group's accounting policies:

   1) Amendments to IAS 1 "Disclosure of Accounting Policies"

      When applying the amendments, the Group refers to the definition of material to determine its material accounting policy information to be disclosed. Accounting policy information is material if it can reasonably be expected to influence decisions that the primary users of general purpose financial statements make on the basis of those financial statements. Moreover:

      - Accounting policy information that relates to immaterial transactions, other events or conditions is immaterial and need not be disclosed;

      - The Group may consider the accounting policy information as material because of the nature of the related transactions, other events or conditions, even if the amounts are immaterial; and

      - Not all accounting policy information relating to material transactions, other events or conditions is itself material.

      The accounting policy information is likely to be considered material to the financial statements if that information relates to material transactions, other events or conditions and:

      a) The Group changed its accounting policy during the reporting period and this change resulted in a material change to the information in the financial statements;

b) The Group chose the accounting policy from options permitted by the standards;

c) The accounting policy was developed in accordance with IAS 8 “Accounting Policies, Changes in Accounting Estimates and Errors” in the absence of an IFRS that specifically applies;

d) The accounting policy relates to an area for which the Group is required to make significant judgments or assumptions in applying an accounting policy, and the Group discloses those judgments or assumptions; or

e) The accounting is complex, and users of the financial statements would otherwise not understand those material transactions, other events or conditions.

2) Amendments to IAS 8 “Definition of Accounting Estimates”

The Group has applied the amendments since January 1, 2023. The Group defines accounting estimates as monetary amounts in financial statements that are subject to measurement uncertainty. In applying accounting policies, the Group may be required to measure items at monetary amounts that cannot be observed directly and must instead be estimated. In such a case, the Group uses measurement techniques and inputs to develop accounting estimates to achieve the objective. The effects on an accounting estimate of a change in a measurement technique or a change in an input are changes in accounting estimates unless they result from the correction of prior period errors.

b. The IFRSs endorsed by the FSC for application starting from 2024

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB (Note 1)
Amendments to IFRS 16 “Leases Liability in a Sale and Leaseback”	January 1, 2024 (Note 2)
Amendments to IAS 1 “Classification of Liabilities as Current or Non-current”	January 1, 2024
Amendments to IAS 1 “Non-current Liabilities with Covenants”	January 1, 2024
Amendments to IAS 7 and IFRS 7 “Supplier Finance Arrangements”	January 1, 2024 (Note 3)

Note 1: Unless stated otherwise, the above IFRSs are effective for annual reporting periods beginning on or after their respective effective dates.

Note 2: A seller-lessee shall apply the Amendments to IFRS 16 retrospectively to sale and leaseback transactions entered into after the date of initial application of IFRS 16.

Note 3: The amendments provide some transition relief regarding disclosure requirements.

Amendments to IAS 1 “Classification of Liabilities as Current or Non-current” (referred to as the “2020 amendments”) and “Non-current Liabilities with Covenants” (referred to as the “2022 amendments”)

The 2020 amendments clarify that for a liability to be classified as non-current, the Group shall assess whether it has the right at the end of the reporting period to defer settlement of the liability for at least twelve months after the reporting period. If such rights exist at the end of the reporting period, the liability is classified as non-current regardless of whether the Group will exercise that right.

The 2020 amendments also stipulate that, if the right to defer settlement is subject to compliance with specified conditions, the Group must comply with those conditions at the end of the reporting period even if the lender does not test compliance until a later date. The 2022 amendments further clarify that only covenants with which an entity is required to comply on or before the reporting date should affect the classification of a liability as current or non-current. Although the covenants to be complied with within twelve months after the reporting period do not affect the classification of a liability, the Group shall disclose information that enables users of financial statements to understand the risk of the Group, which may have difficulty complying with the covenants and repaying its liabilities within twelve months after the reporting period.

The 2020 amendments stipulate that, for the purpose of liability classification, the aforementioned settlement refers to a transfer of cash, other economic resources or the Group's own equity instruments to the counterparty that results in the extinguishment of the liability. However, if the terms of a liability that, at the option of the counterparty, result in its settlement by a transfer of the Group's own equity instruments, and if such an option is recognized separately as equity in accordance with IAS 32 "Financial Instruments: Presentation", the aforementioned terms would not affect the classification of the liability.

Except for the above impact, as of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the possible impact of the application of other standards and interpretations on the Group's financial position and financial performance and will disclose the relevant impact when the assessment is completed.

c. The IFRSs in issue but not yet endorsed and issued into effect by the FSC

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB (Note 1)
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between an Investor and its Associate or Joint Venture"	To be determined by IASB
IFRS 17 "Insurance Contracts"	January 1, 2023
Amendments to IFRS 17	January 1, 2023
Amendments to IFRS 17 "Initial Application of IFRS 9 and IFRS 17 - Comparative Information"	January 1, 2023
Amendments to IAS 21 "Lack of Exchangeability"	January 1, 2025 (Note 2)

Note 1: Unless stated otherwise, the above IFRSs are effective for annual reporting periods beginning on or after their respective effective dates.

Note 2: An entity shall apply those amendments for annual reporting periods beginning on or after January 1, 2025. Upon initial application of the amendments, the entity recognizes any effect as an adjustment to the opening balance of retained earnings. When the entity uses a presentation currency other than its functional currency, it shall, at the date of initial application, recognize any effect as an adjustment to the cumulative amount of translation differences in equity.

As of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the possible impact of the application of other standards and interpretations on the Group's financial position and financial performance and will disclose the relevant impact when the assessment is completed.

4. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

a. Statement of compliance

These interim consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 "Interim Financial Reporting" as endorsed and issued into effect by the FSC. Disclosure information included in these interim consolidated financial statements is less than the disclosure information required in a complete set of annual consolidated financial statements.

b. Basis of preparation

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments which are measured at fair value, and net defined benefit liabilities which are measured at the present value of the defined benefit obligation less the fair value of plan assets.

The fair value measurements, which are grouped into Levels 1 to 3 based on the degree to which the fair value measurement inputs are observable and based on the significance of the inputs to the fair value measurement in its entirety, are described as follows:

1) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities;

2) Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for an asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and

3) Level 3 inputs are unobservable inputs for an asset or liability.

c. Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company (i.e., its subsidiaries).

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the Company.

All intra-group transactions, balances, income and expenses are eliminated in full upon consolidation. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

See Note 12, Tables 7 and 8 for detailed information on subsidiaries (including percentages of ownership and main businesses).

d. Other material accounting policies

Except for the following, please refer to the consolidated financial statements for the year ended December 31, 2022.

1) Retirement benefits

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

2) Income tax expense

Income tax expense represents the sum of the tax currently payable and deferred tax. Interim period income taxes are assessed on an annual basis and calculated by applying to an interim period's pre-tax income the tax rate that would be applicable to expected total annual earnings.

5. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The estimates and underlying assumptions are reviewed on an ongoing basis. Refer to the statements of material accounting judgments and key sources of estimation uncertainty to the consolidated financial statements for the year ended December 31, 2022.

6. CASH AND CASH EQUIVALENTS

	September 30, 2023	December 31, 2022	September 30, 2022
Cash on hand	$ 617	$ 684	$ 657
Checking accounts and demand deposits	1,630,833	1,517,008	1,485,638
Cash equivalents (investments with original maturities of less than 3 months)			
Time deposits	102,078	82,905	140,780
Repurchase agreements collateralized by bonds	148,535	113,936	117,988
	$ 1,882,063	$ 1,714,533	$ 1,745,063

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	September 30, 2023	December 31, 2022	September 30, 2022
Financial assets at FVTPL - current			
Financial assets mandatorily classified as at FVTPL			
Non-derivative financial assets			
Mutual funds	$ -	$ 4,979	$ 5,008
Financial products	19,362	-	-
	$ 19,362	$ 4,979	$ 5,008

(Continued)

	September 30, 2023	December 31, 2022	September 30, 2022
Financial assets at FVTPL - non-current			
Financial assets mandatorily classified as at FVTPL			
Non-derivative financial assets			
Domestic unlisted ordinary shares	$ 9,300	$ 10,571	$ 9,661
Foreign listed ordinary shares	-	-	129,632
Foreign unlisted preference shares	56,722	47,337	31,328
Domestic emerging market private ordinary shares	7,816	8,520	10,128
Domestic limited partnership	12,379	9,439	12,262
Foreign Private funds	425,317	346,377	329,136
Others	9,599	-	-
	$ 521,133	$ 422,244	$ 522,147

(Concluded)

The Group entered into a one-year, USD-denominated, principal-protected financial product with the bank. If the financial product is held to maturity, the pre-tax settlement amount at maturity is 100% of the originally denominated principal in the base currency, with the yield fixed at the time of subscription and not subject to further changes. The return amount in the event of early redemption can also represent the unpaid principal and interest. The cash flow of this contract is entirely dedicated to the payment of principal and interest on the outstanding principal amount.

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	September 30, 2023	December 31, 2022	September 30, 2022
Non-current			
Investments in equity instruments at FVTOCI			
Listed shares			
Ordinary shares - Aewin Technologies Co., Ltd.	$ 15,661	$ 10,660	$ 11,158

These investments in equity instruments are held for medium- to long-term strategic purposes. Accordingly, the management elected to designate these investments in equity instruments as at FVTOCI as they believe that recognizing short-term fluctuations in these investments' fair value in profit or loss would not be consistent with the Group's strategy of holding these investments for long-term purposes.

9. FINANCIAL ASSETS AT AMORTIZED COST

	September 30, 2023	December 31, 2022	September 30, 2022
Current			
Domestic investments			
Reverse and restricted deposits	$ 337,926	$ 277,232	$ 361,705
Non-current			
Domestic investments			
Reverse and restricted deposits	$ 2,000	$ 2,000	$ 2,000

Refer to Note 31 for information relating to investments in financial assets at amortized cost pledged as security.

10. NOTES RECEIVABLE, TRADE RECEIVABLES AND OTHER RECEIVABLES

	September 30, 2023	December 31, 2022	September 30, 2022
Notes receivable			
At amortized cost			
Gross carrying amount	$ 48,458	$ 68,433	$ 112,870
Less: Allowance for impairment loss	(181)	(346)	(251)
	$ 48,277	$ 68,087	$ 112,619
Trade receivables			
At amortized cost			
Gross carrying amount	$ 533,048	$ 619,112	$ 1,181,165
Less: Allowance for impairment loss	(20,014)	(23,845)	(26,993)
	513,034	595,267	1,154,172
At FVTOCI	3,810,928	4,038,574	3,438,655
	$ 4,323,962	$ 4,633,841	$ 4,592,827
Other receivables			
Tax refund receivables	$ 14,403	$ 19,781	$ 32,596
Others	14,579	4,135	6,462
	28,982	23,916	39,058
At FVTOCI	5,836,662	4,244,245	5,847,330
	$ 5,865,644	$ 4,268,161	$ 5,886,388

a. Notes receivable and trade receivables

1) At amortized cost

The average credit period of sales of goods is 90 days. The Group adopted a policy of only dealing with entities that have been rated. Credit rating information is obtained from the Group uses other publicly available financial information or its own trading records to rate its major customers. The Group's exposures and the credit ratings of its counterparties are continuously monitored, and the aggregate value of transactions concluded is spread amongst approved counterparties. Credit exposure is controlled by counterparty credit limit that are reviewed and approved by the accounting department periodically.

The Group measures the loss allowance for notes receivable and trade receivables at an amount equal to lifetime expected credit losses. The expected credit losses on notes receivable and trade receivables are estimated using a provision matrix prepared by reference to past default experience of the customer, the customers current financial position, general economic conditions of industry in which the customer operates, as well as GDP forecasts and unemployment rate forecasts. As the Group's historical credit loss experience does not show significantly different loss patterns for different customer segments, the provision for loss allowance based on credit quality is not further distinguished according to the Group's different customer base.

The Group writes off a trade receivable when there is evidence indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery, e.g., when the debtor has been placed under liquidation. For trade receivables that have been written off, the Group continues to engage in enforcement activity to attempt to recover the receivables due. Where recoveries are made, these are recognized in profit or loss.

The following table details the loss allowance of trade receivables and notes receivable based on the Group's provision matrix.

September 30, 2023

	Normal Credit Quality	Abnormal Credit Quality	Total
Expected credit loss rate	0-10%	100%	
Gross carrying amount	$ 572,470	$ 9,036	$ 581,506
Loss allowance (lifetime ECLs)	(11,159)	(9,036)	(20,195)
Amortized cost	$ 561,311	$ -	$ 561,311

December 31, 2022

	Normal Credit Quality	Abnormal Credit Quality	Total
Expected credit loss rate	0-10%	100%	
Gross carrying amount	$ 676,088	$ 11,457	$ 687,545
Loss allowance (lifetime ECLs)	(12,734)	(11,457)	(24,191)
Amortized cost	$ 663,354	$ -	$ 663,354

September 30, 2022

	Normal Credit Quality	Abnormal Credit Quality	Total
Expected credit loss rate	0-10%	100%	
Gross carrying amount	$ 1,290,817	$ 3,218	$ 1,294,035
Loss allowance (lifetime ECLs)	(24,026)	(3,218)	(27,244)
Amortized cost	$ 1,266,791	$ -	$ 1,266,791

The movements of the loss allowance of trade receivables and notes receivable at amortized cost were as follows:

	For the Nine Months Ended September 30	
	2023	2022
Balance at January 1	$ 24,191	$ 22,811
Add: Net remeasurement of loss allowance	-	2,586
Less: Reversal of loss allowance	(1,876)	-
Less: Amounts written off	(2,844)	-
Foreign exchange gains and losses	724	1,847
Balance at September 30	$ 20,195	$ 27,244

The aging of trade receivables and notes receivable were as follows:

	September 30, 2023	December 31, 2022	September 30, 2022
Up to 60 days	$ 373,086	$ 459,877	$ 1,018,765
61-90 days	100,836	115,481	159,586
91-120 days	58,732	79,543	46,989
Over 120 days	48,852	32,644	68,695
	$ 581,506	$ 687,545	$ 1,294,035

The above aging schedule was based on the invoice date.

2) At FVTOCI

For trade receivables that are probably factored, the Group will decide whether to sell these trade receivables to banks without recourse based on their level of working capital. These trade receivables are classified as at FVTOCI because they are held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets.

The following table details the loss allowance of trade receivables at FVTOCI based on the Group's provision matrix.

September 30, 2023

	Normal Credit Quality	Abnormal Credit Quality	Total
Expected credit loss rate	0-10%	100%	
Gross carrying amount	$ 3,810,928	$ -	$ 3,810,928
Loss allowance (lifetime ECLs)	(51,043)	-	(51,043)
FVTOCI	$ 3,759,885	$ -	$ 3,759,885

December 31, 2022

	Normal Credit Quality	Abnormal Credit Quality	Total
Expected credit loss rate	0-10%	100%	
Gross carrying amount	$ 4,038,574	$ -	$ 4,038,574
Loss allowance (lifetime ECLs)	(47,031)	-	(47,031)
FVTOCI	$ 3,991,543	$ -	$ 3,991,543

September 30, 2022

	Normal Credit Quality	Abnormal Credit Quality	Total
Expected credit loss rate	0-10%	100%	
Gross carrying amount	$ 3,438,655	$ -	$ 3,438,655
Loss allowance (lifetime ECLs)	(52,048)	-	(52,048)
FVTOCI	$ 3,386,607	$ -	$ 3,386,607

The movements of the loss allowance of trade receivables at FVTOCI were as follows:

	For the Nine Months Ended September 30	
	2023	2022
Balance at January 1	$ 47,031	$ 54,023
Add: Net remeasurement of loss allowance	1,652	-
Less: Reversal of loss allowance	-	(8,462)
Foreign exchange gains and losses	2,360	6,487
Balance at September 30	$ 51,043	$ 52,048

The aging of trade receivables was as follows:

	September 30, 2023	December 31, 2022	September 30, 2022
Up to 60 days	$ 2,296,181	$ 2,114,323	$ 2,011,482
61-90 days	809,066	978,920	776,794
91-120 days	432,146	646,236	422,974
Over 120 days	273,535	299,095	227,405
	$ 3,810,928	$ 4,038,574	$ 3,438,655

The above aging schedule was based on the invoice date.

b. Other receivables

As of September 30, 2023, December 31, 2022 and September 30, 2022, other receivables of the Group mainly included receivables which were factored but not used and tax refund receivables.

At FVTOCI

These other receivables are classified as at FVTOCI because they are held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets.

The movements of the loss allowance of other receivables at FVTOCI according to the agreement were as follows:

	For the Nine Months Ended September 30	
	2023	2022
Balance at January 1	$ 22,184	$ 19,460
Add: Net remeasurement of loss allowance	356	248
Foreign exchange gains and losses	1,095	2,665
Balance at September 30	$ 23,635	$ 22,373

11. INVENTORIES

	September 30, 2023	December 31, 2022	September 30, 2022
Merchandise	$ 16,106,440	$ 18,189,482	$ 19,564,634

The nature of the cost of goods sold is as follows:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Cost of inventories sold	$ 27,251,707	$ 30,726,955	$ 72,660,199	$ 85,228,311
Inventory write-downs and loss on disposal of scrap inventories	30,988	5,673	71,116	47,362
	$ 27,282,695	$ 30,732,628	$ 72,731,315	$ 85,275,673

12. SUBSIDIARIES

Subsidiaries included in the consolidated financial statements were summarized as follows:

Investor	Investee	Nature of Activities	Proportion of Ownership (%) September 30, 2023	December 31, 2022	September 30, 2022	Remark
The Company	ACCU	General trade and investment in manufacturing and service industries	100.00	100.00	100.00	a
The Company	Sunjet Components Corp.	General trade of electronic components	100.00	100.00	100.00	a
The Company	iPro Technology, Inc.	General trade of electronic components	100.00	100.00	100.00	a
The Company	Goldenflash Electronics Co., Ltd.	General trade of electronic components	100.00	100.00	100.00	a, b
The Company	Promaster Technology Corp.	General trade of electronic components	100.00	100.00	100.00	a
The Company	EDOM Technology Japan	General trade of electronic components	100.00	100.00	100.00	a, c
ACCU Technologies Ltd. (ACCU)	Sunshine Global	General trade and investment in manufacturing and service industries	100.00	100.00	100.00	a
ACCU	Honest Rich	General trade and investment in manufacturing and service industries	100.00	100.00	100.00	a
ACCU	Massive Strong	General trade and investment in manufacturing and service industries	100.00	100.00	100.00	a
Honest Rich	EDOM (Shenzhen)	Trade of computer peripherals	100.00	100.00	100.00	a
Massive Strong	EDOM (Shanghai)	Trade, research and development of computer peripherals	100.00	100.00	100.00	a
Sunjet Components Corp.	Sunjet (HK) Components	General trade and investment in manufacturing and service industries	100.00	100.00	100.00	a
Sunjet (HK) Components	Sunjet Components Corp. (Dongguan)	Trade of electric power equipment and computer peripherals	100.00	100.00	100.00	a
Promaster Technology Corp.	Promaster (Brunei) Technology Corp.	General trade of electronic components	100.00	100.00	100.00	a
Promaster (Brunei) Technology Corp.	Yanyang Technology International Trade (Shanghai) Co., Ltd.	General trade of electronic components	100.00	100.00	100.00	a

Remarks:

a. It is not a major subsidiary; its financial statements have not been reviewed.

b. The Group acquired 300,000 shares of Goldenflash Electronics Co., Ltd. in May 2022. Subsequently, the Group's ownership in Goldenflash Electronics Co., Ltd. had increased from 97.00% to 100.00%.

c. The Group registered EDOM Technology Japan in May 2022.

The Group acquired Promaster Technology Corp. in December 2021 and obtained a valuation report at the end of 2022. In accordance with the report, the comparative figures have been restated as if the initial accounting was completed at the acquisition date.

The impact of retrospective adjustments on related items of the consolidated balance sheets is set out below:

	September 30, 2022 After Adjustment	Before Adjustment
Goodwill	$ 199,801	$ 198,547
Property, plant and equipment	$ 691,669	$ 689,929
Intangible assets	$ 117,451	$ 124,721
Deferred tax liabilities	$ 118,536	$ 128,035
Retained earnings	$ 1,959,788	$ 1,964,548

The impact of retrospective adjustments on related items of consolidated statements of comprehensive income is set out below:

	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2022
Amortization expense	$ (3,430)	$ 8,270
Income tax benefit	$ (1,170)	$ (3,510)

13. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

	September 30, 2023	December 31, 2022	September 30, 2022
Associates that are not individually material	$ 73,776	$ 53,584	$ 45,239

For the nine months ended September 30, 2023 and 2022, investments accounted for using the equity method and the share of profit or loss and other comprehensive income of those investments were calculated based on the financial statements that have not been reviewed. For the nine months ended September 30, 2022 management believes that there is no material impact on the equity method of accounting or the calculation of the share of profit or loss and other comprehensive income from the financial statements of investees that have not been reviewed.

14. PROPERTY, PLANT AND EQUIPMENT

	September 30, 2023	December 31, 2022	September 30, 2022
Assets used by the Group			
Land	$ 374,509	$ 374,509	$ 374,509
Buildings	230,549	228,483	231,897
Transportation equipment	25,384	29,799	28,798
Office equipment	67,368	54,840	49,504
Leasehold improvements	8,207	10,288	6,961
	$ 706,017	$ 697,919	$ 691,669

Except for depreciation recognized, the Group had no significant addition, disposal, or impairment of property, plant and equipment during the nine months ended September 30, 2023 and 2022. Property, plant and equipment are depreciated using the straight-line method over their estimated useful lives as follows:

Buildings	
Main buildings	30-50 years
Engineering system	2-5 years
Transportation equipment	5-7 years
Office equipment	2-10 years
Leasehold improvements	2-5 years

Property, plant and equipment used by the Group and pledged as collateral for bank borrowings are set out in Note 31.

15. LEASE ARRANGEMENTS

a. Right-of-use assets

	September 30, 2023	December 31, 2022	September 30, 2022
Carrying amounts			
Buildings	$ 93,076	$ 121,234	$ 136,667
Transportation equipment	1,522	4,957	5,993
	$ 94,598	$ 126,191	$ 142,660

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Additions to right-of-use assets	$ 10,044	$ 17,338	$ 10,044	$ 99,314
Depreciation charge for right-of-use assets				
Buildings	$ 13,171	$ 14,121	$ 40,143	$ 39,410
Transportation equipment	917	1,036	3,434	3,518
	$ 14,088	$ 15,157	$ 43,577	$ 42,928

Except for the aforementioned addition and recognized depreciation, the Group did not have significant sublease or impairment of right-of-use assets during the nine months ended September 30, 2023 and 2022.

b. Lease liabilities

	September 30, 2023	December 31, 2022	September 30, 2022
Carrying amount			
Current	$ 52,280	$ 55,579	$ 57,644
Non-current	$ 45,658	$ 73,571	$ 87,428

Range of discount rates for lease liabilities was as follows:

	September 30, 2023	December 31, 2022	September 30, 2022
Buildings	0.95%-6.00%	0.95%-6.00%	0.95%-6.00%
Transportation equipment	2.91%	2.91%	2.91%

c. Material leasing activities and terms

The Group leases several buildings and transportation equipment with lease terms of 2 to 5 years. The Group does not have bargain options to acquire the leased buildings and transportation equipment at the end of the lease terms.

d. Other lease information

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Expenses relating to short-term leases	$ 604	$ 430	$ 2,868	$ 3,157
Expenses relating to variable lease payments not included in the measurement of lease liabilities	$ 3,610	$ 6,746	$ 11,290	$ 15,681
Total cash outflow for leases			$ (59,295)	$ (63,039)

16. INVESTMENT PROPERTIES

	September 30, 2023	December 31, 2022	September 30, 2022
Investment properties	$ 27,542	$ 28,284	$ 28,532

Except for depreciation recognized, the Group had no significant addition, disposal, or impairment of investment properties during the nine months ended September 30, 2023 and 2022. Investment properties are depreciated using the straight-line method over their estimated useful lives as follows:

Main buildings	43 years

The fair value of investment properties as of December 31, 2022 and 2021 was NT$135,706 thousand and NT$162,155 thousand, respectively. Management of the Company had assessed and determined that there were no significant changes in the fair value as of September 30, 2023 and 2022, as compared to that of December 31, 2022 and 2021.

The investment properties were leased out for 3 to 5 years. The lessees do not have bargain purchase options to acquire the investment properties at the expiry of the lease periods.

In addition to fixed lease payments, the lease contracts also indicate that the lease payments should be adjusted periodically.

The maturity analysis of lease payments receivable under operating leases of investment properties is as follows:

	September 30, 2023	December 31, 2022	September 30, 2022
Year 1	$ 3,038	$ 3,057	$ 3,061
Year 2	3,151	3,057	3,061
Year 3	3,309	3,210	3,176
Year 4	-	2,442	2,440
Year 5	-	-	-
	$ 9,498	$ 11,766	$ 11,738

17. OTHER ASSETS

	September 30, 2023	December 31, 2022	September 30, 2022
Current			
Excess VAT paid	$ 73,231	$ 190,353	$ 165,256
Prepayments	517,429	412,683	578,674
Prepayments for investments	-	-	32,902
Others	53,671	57,755	26,061
	$ 644,331	$ 660,791	$ 802,893
Non-current			
Refundable deposits	$ 167,106	$ 181,059	$ 186,407
Others	9,489	2,221	19,688
	$ 176,595	$ 183,280	$ 206,095

18. BORROWINGS

a. Short-term borrowings

	September 30, 2023	December 31, 2022	September 30, 2022
Secured borrowings (Note 31)			
Bank loans (1)	$ 1,610,480	$ 2,604,917	$ 3,690,803
Unsecured borrowings			
Line of credit borrowings (2)	4,306,520	7,635,618	8,786,529
	$ 5,917,000	$ 10,240,535	$ 12,477,332

1) The effective weighted average interest rates for bank loans were 2.00%-6.75%, 1.75%-7.20% and 1.38%-5.34% per annum as of September 30, 2023, December 31, 2022 and September 30, 2022, respectively.

2) The effective weighted average interest rates for credit loans were 1.84%-6.47%, 1.41%-6.68% and 1.04%-4.80% per annum as of September 30, 2023, December 31, 2022 and September 30, 2022, respectively.

b. Short-term bills payable

	September 30, 2023	December 31, 2022	September 30, 2022
Commercial paper	$ 940,000	$ 860,000	$ 750,000
Less: Unamortized discount on bills payable	1,211	1,061	624
	$ 938,789	$ 858,939	$ 749,376

Interest rates of the outstanding short-term bills payable were 1.35%-2.07%, 0.85%-1.93% and 0.70%-1.55% per annum as of September 30, 2023, December 31, 2022 and September 30, 2022, respectively.

c. Long-term borrowings

	September 30, 2023	December 31, 2022	September 30, 2022
Secured borrowings (Note 31)			
Loans from bank (1) (3)	$ 72,668	$ 93,350	$ 99,988
Unsecured borrowings			
Line of credit borrowings from bank (2)	800,000	800,000	800,000
	872,668	893,350	899,988
Less: Current portion	12,998	24,124	26,633
Long-term borrowings	$ 859,670	$ 869,226	$ 873,355

To meet its working capital and capital expenditure requirements, the Group signed long-term loan agreements with banks, as follows:

1) On August 11, 2017, the Group acquired new bank borrowing facilities in the amount of NT$107,000 thousand. As of September 30, 2023, December 31, 2022 and September 30, 2022, the weighted average effective interest rates of the bank borrowings secured by the Group's freehold land and buildings (refer to Note 31) were 2.0030%, 1.7510% and 1.63% per annum, respectively, and the principal and interests will be repayable monthly until August 11, 2032.

2) In October 2019, the Group signed a $2,000,000 thousand syndicated loan agreement, and initial appropriation of this loan was on October 14, 2019. The credit period is five years from October 2019. The loan is repayable in five semiannual installments from October 2022. The Group repaid the remaining borrowings in advance on August 8, 2022. In July 2022, the Group signed a NT$2,500,000 thousand syndicated loan agreement, and initial appropriation of this loan was on August 8, 2022. The credit period is five years from August 2022. The loan is repayable in five semiannual installments from August 2025. As of September 30, 2023, December 31, 2022 and September 30, 2022, the interest rate were 2.4769%, 2.1931% and 1.82% per annum, respectively.

3) On December 30, 2021, the Group acquired new bank loan facilities in the amount of $60,000 thousand through business combinations, and 80% of the borrowings were secured by Small & Medium Enterprise Credit Guarantee Fund of Taiwan (Taiwan SMEG). The credit period is three years from the initial appropriation of this loan. As of September 30, 2023, December 31, 2022 and September 30, 2022, the weighted average effective interest rates were 3.00%, 2.61%-2.88% and 2.48%-2.75% per annum, respectively, and the principal and interests will be repayable monthly until August 20, 2024.

19. NOTES AND TRADE PAYABLE

	September 30, 2023	December 31, 2022	September 30, 2022
Notes and trade payable			
Operating	$ 16,753,790	$ 12,483,593	$ 13,578,193

The average credit period for purchases of certain goods is one month. The Group has financial risk management policies in place to ensure that all payables are paid within the pre-agreed credit terms.

20. OTHER LIABILITIES

	September 30, 2023	December 31, 2022	September 30, 2022
Current			
Other payables			
Payables for salaries and bonuses	$ 246,097	$ 486,197	$ 474,379
Payables for commissions	17,433	17,161	42,783
Payables for freights	167,810	137,780	176,648
Payables for annual leave	36,916	38,844	39,807
Payables for interest	100,512	143,478	111,374
Others	273,983	272,017	266,954
	$ 842,751	$ 1,095,477	$ 1,111,945
Other liabilities			
Refund liabilities	$ 277,427	$ 267,187	$ 242,152
Contract liabilities	11,564	12,587	15,444
Others	19,603	23,054	27,676
	$ 308,594	$ 302,828	$ 285,272

21. RETIREMENT BENEFIT PLANS

For the three months ended September 30, 2023 and 2022, the pension (gain) expenses of defined benefit plans were NT$(6) thousand and NT$58 thousand, respectively, and for the nine months ended September 30, 2023 and 2022, the pension (gain) expenses of defined benefit plans were NT$(20) thousand and NT$175 thousand, respectively, and these were calculated based on the pension cost rate determined by the actuarial calculation on December 31, 2022 and 2021, respectively.

22. EQUITY

a. Share capital - ordinary shares

	September 30, 2023	December 31, 2022	September 30, 2022
Number of shares authorized (in thousands)	400,000	400,000	400,000
Amount of shares authorized	$ 4,000,000	$ 4,000,000	$ 4,000,000
Number of shares issued and fully paid (in thousands)	269,830	269,830	269,830
Amount of shares issued	$ 2,698,298	$ 2,698,298	$ 2,698,298

Fully paid ordinary shares, with a par value of NT$10, each of which carries one vote per share and carry a right to receive dividends.

On March 8, 2022, the Company's board of directors resolved to issue 25,000 thousand ordinary shares through private placement with a par value of NT$10 for a total amount of NT$862,500 thousand. The subscription base date was determined to be March 14, 2022 by the board of directors; the change registration of the Company's issued shares has been completed.

The rights and obligations of privately issued ordinary shares are the same as those of issued ordinary shares, except for a restriction on negotiation in accordance with the Securities and Exchange Act and the application for public listing after 3 years from the settlement date.

To enrich working capital, improve financial structure and support funding requirements for long-term development, the Company's shareholders' meeting resolved to increase cash capital by issuing ordinary shares and domestic convertible bonds through private placement on May 26, 2022, and proposed to request the shareholders' approval to issue no more than 50,000 thousand ordinary shares depending on the market needs in accordance with best practices and requirements related to the timing and financing tools of the Company. The issuance of domestic convertible bonds through private placement is based on the conversion price of ordinary shares. On March 15, 2023, the Company's board of directors resolved not to proceed the remaining 50,000 thousand ordinary shares in consideration of approaching expiration date and the current economic situation.

b. Capital surplus

	September 30, 2023	December 31, 2022	September 30, 2022
May be used to offset a deficit, distributed as cash dividends, or transferred to share capital (1)			
Issuance of ordinary shares	$ 723,652	$ 723,652	$ 723,652
Arising from treasury share transactions	10,010	10,010	10,010
The difference between the consideration received or paid and the carrying amount of the subsidiaries' net assets during actual disposal or acquisition	2,081	2,081	2,081

(Continued)

May only be used to offset a deficit	September 30, 2023	December 31, 2022	September 30, 2022
Share of capital surplus of associates (2)	$ 1,152	$ 1,152	$ 1,152
Changes in percentage of ownership interest in subsidiaries (3)	44	44	44
	$ 736,939	$ 736,939	$ 736,939

(Concluded)

1) Such capital surplus may be used to offset a deficit; in addition, when the Company has no deficit, such capital surplus may be distributed as cash dividends or transferred to share capital (limited to a certain percentage of the Company's capital surplus and once a year).

2) Such capital surplus arises from the effect of changes in ownership interests in associates resulting from equity transactions other than actual disposals or acquisitions.

3) Such capital surplus arises from the effect of changes in ownership interests in subsidiaries resulting from equity transactions other than actual disposals or acquisitions.

c. Retained earnings and dividends policy

Under the dividend policy as set forth in the Articles, where the Company made profit in a fiscal year, the profit shall be first utilized for paying taxes, offsetting losses of previous years, setting aside as legal reserve 10% of the remaining profit, setting aside or reversing a special reserve in accordance with the laws and regulations, and then any remaining profit together with any undistributed retained earnings shall be used by the Company's board of directors as the basis for proposing a distribution plan, which should be resolved in the shareholders' meeting for the distribution of dividends and bonuses to shareholders. For the policies on the distribution of compensation of employees and remuneration of directors stipulated in the Articles, refer to "Compensation of employees and remuneration of directors" in Note 23 (h).

An appropriation of earnings to a legal reserve shall be made until the legal reserve equals the Company's paid-in capital. The legal reserve may be used to offset deficits. If the Company has no deficit and the legal reserve has exceeded 25% of the Company's paid-in capital, the excess may be transferred to capital or distributed in cash.

Items referred to under Rule No. 1090150022 issued by the FSC and the directive titled "Questions and Answers for Special Reserves Appropriated Following Adoption of IFRSs" should be appropriated to or reversed from a special reserve by the Company.

The appropriations of earnings for 2022 and 2021 were resolved by the shareholders in their meeting on June 7, 2023 and May 26, 2022, respectively, were as follows:

	Appropriation of Earnings For the Year Ended December 31		Dividends Per Share (NT$) For the Year Ended December 31	
	2022	2021	2022	2021
Legal reserve	$ 83,346	$ 114,786		
Appropriation of special reserve	-	130,622		
Reversal of special reserve	(391,623)	-		
Cash dividends	539,659	917,421	$ 2.0	$ 3.4

d. Other equity items

1) Exchange differences on the translation of the financial statements of foreign operations

	For the Nine Months Ended September 30	
	2023	2022
Balance at January 1	$ (32,042)	$ (468,888)
Recognized for the period		
Exchange differences on the translation of the financial statements of foreign operations	349,876	776,008
Share from associates accounted for using the equity method	1,492	(878)
Income tax related to exchange differences on the translation of the financial statements of foreign operations	(67,570)	(149,630)
Income tax related to share from associates accounted for using the equity method	(299)	175
Other comprehensive income recognized for the period	283,499	625,675
Balance at September 30	$ 251,457	$ 156,787

2) Unrealized valuation gain on financial assets at FVTOCI

	For the Nine Months Ended September 30	
	2023	2022
Balance at January 1	$ 72,843	$ 77,265
Recognized for the period		
Unrealized gain - equity instruments	5,001	302
Net remeasurement of loss allowance	5,463	938
Other comprehensive income recognized for the period	10,464	1,240
Acquisitions of interest in subsidiaries	-	42
Balance at September 30	$ 83,307	$ 78,547

e. Non-controlling interests

	For the Nine Months Ended September 30	
	2023	2022
Balance at January 1	$ -	$ 3,836
Share in profit for the period	-	319
Non-controlling interests arising from acquisition of Goldenflash Electronics Co., Ltd. (Note 26)	-	(4,155)
Net remeasurement of loss allowance	-	-
Balance at September 30	$ -	$ -

23. NET PROFIT (LOSS)

a. Interest income

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Bank deposits	$ 4,235	$ 1,687	$ 17,122	$ 3,587

b. Other income

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Rental income	$ 1,283	$ 2,411	$ 3,954	$ 9,214
Dividend income	284	214	1,173	1,320
Others	21,810	13,878	51,596	34,862
	$ 23,377	$ 16,503	$ 56,723	$ 45,396

c. Other gains and losses

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Fair value changes of financial assets				
Financial assets mandatorily classified as at FVTPL	$ (10,716)	$ 37,994	$ 2,042	$ 84,080
Gain (loss) on disposal of property, plant and equipment	-	161	(82)	1,161
Gain on lease modification	-	-	13	-
Others	(49)	(375)	(314)	(1,258)
	$ (10,765)	$ 37,780	$ 1,659	$ 83,983

d. Finance costs

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Interest on bank loans	$ 368,598	$ 280,136	$ 1,157,474	$ 525,674
Interest on lease liabilities	1,156	880	2,946	2,328
	$ 369,754	$ 281,016	$ 1,160,420	$ 528,002

e. Impairment losses recognized (reversed)

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Notes receivable and trade receivables	$ 37	$ 1,661	$ 132	$ (5,628)
Inventories (included in operating costs)	$ 30,988	$ 5,673	$ 53,999	$ 47,304

f. Depreciation and amortization

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Property, plant and equipment	$ 10,335	$ 10,576	$ 31,998	$ 31,379
Right of use assets	14,088	15,157	43,577	42,928
Investment properties	248	247	742	742
Intangible assets	9,807	11,600	29,295	28,010
	$ 34,478	$ 37,580	$ 105,612	$ 103,059
An analysis of depreciation by function				
Operating expenses	$ 24,423	$ 25,733	$ 75,575	$ 74,307
Non-operating expenses	248	247	742	742
	$ 24,671	$ 25,980	$ 76,317	$ 75,049
An analysis of amortization by function				
Operating expenses	$ 9,807	$ 11,600	$ 29,295	$ 28,010

g. Employee benefits expense

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Post-employment benefits (refer to Note 21)				
Defined contribution plans	$ 16,602	$ 17,106	$ 50,854	$ 48,241
Defined benefit plans	(6)	58	(20)	175
	16,596	17,164	50,834	48,416
Other employee benefits	259,490	327,077	699,983	1,007,007
Total employee benefits expense	$ 276,086	$ 344,241	$ 750,817	$ 1,055,423
An analysis of employee benefits expense by function				
Operating expenses	$ 276,086	$ 344,241	$ 750,817	$ 1,055,423

h. Compensation of employees and remuneration of directors

According to the Company's Articles, the Company accrues compensation of employees and remuneration of directors at the rates of no less than 3% and no higher than 3%, respectively, of net profit before income tax, compensation of employees, and remuneration of directors. The compensation of employees and the remuneration of directors for the three months and the nine months ended September 30, 2023 and 2022 are as follows:

Accrual rate

	For the Nine Months Ended September 30	
	2023	**2022**
Compensation of employees	5.0%	5.0%
Remuneration of directors	2.5%	2.5%

Amount

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	**2022**	**2023**	**2022**
Compensation of employees	$ 500	$ 12,444	$ 500	$ 51,429
Remuneration of directors	$ 250	$ 6,223	$ 250	$ 25,715

If there is a change in the amounts after the annual consolidated financial statements are authorized for issue, the differences are recorded as a change in the accounting estimate.

The appropriations of employees' compensation and remuneration of directors for 2022 and 2021 that were resolved by the Company's board of directors on March 15, 2023 and March 8, 2022, respectively, were as follows:

Amount

	For the Year Ended December 31	
	2022	**2021**
	Cash	**Cash**
Compensation of employees	$ 56,247	$ 75,246
Remuneration of directors	$ 28,124	$ 37,623

There is no difference between the actual amounts of compensation of employees and remuneration of directors paid and the amounts recognized in the consolidated financial statements for the years ended December 31, 2022 and 2021.

Information on the compensation of employees and remuneration of directors resolved by the Company's board of directors is available at the Market Observation Post System website of the Taiwan Stock Exchange.

24. INCOME TAXES

a. Income tax recognized in profit or loss

Major components of income tax expense are as follows:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Current tax				
In respect of the current period	$ 6,659	$ 96,367	$ 27,561	$ 226,903
Income tax on unappropriated earnings	770	-	26,364	-
Adjustments for prior year	-	-	(1,668)	1,001
	7,429	96,367	52,257	227,904
Deferred tax				
In respect of current period	10,225	(30,848)	(7,076)	(8,485)
Income tax expense recognized in profit or loss	$ 17,654	$ 65,519	$ 45,181	$ 219,419

b. Income tax recognized in other comprehensive income

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Deferred tax				
In respect of current period				
Exchange differences arising on translating the financial statements of foreign operations	$ (54,793)	$ (74,959)	$ (67,570)	$ (149,630)
Shares of other comprehensive (loss) income of subsidiaries and associates accounted for using the equity method	(43)	111	(299)	175
Total income tax recognized in other comprehensive loss	$ (54,836)	$ (74,848)	$ (67,869)	$ (149,455)

c. Income tax assessments

The tax returns of the Company, Goldenflash Electronics Co., Ltd. and Promaster Technology Corp. through 2020 have been assessed and cleared by the tax authorities. The tax returns of Sunjet Components Corp. and iPro Technology Inc. through 2021 have been assessed and cleared by the tax authorities.

25. EARNINGS (LOSS) PER SHARE

Unit: NT$ Per Share

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	**2022**	**2023**	**2022**
Basic earnings (loss) per share	$ 0.08	$ 0.67	$ (0.09)	$ 2.87
Diluted earnings (loss) per share	$ 0.08	$ 0.66	$ (0.09)	$ 2.85

The earnings (loss) and weighted average number of ordinary shares outstanding used in the computation of earnings (loss) per share were as follows:

Net Profit (Loss) for the Year

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	**2022**	**2023**	**2022**
Profit (loss) for the period attributable to owners of the Company	$ 20,969	$ 180,689	$ (25,303)	$ 755,661

The weighted average number of ordinary shares outstanding (in thousands of shares) was as follows:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	**2022**	**2023**	**2022**
Weighted average number of ordinary shares used in the computation of basic earnings (loss) per share	269,830	269,830	269,830	263,145
Effect of potentially dilutive ordinary shares				
Compensation of employees	22	1,887	-	2,366
Weighted average number of ordinary shares used in the computation of diluted earnings (loss) per share	269,852	271,717	269,830	265,511

The Group may settle the compensation of employees in cash or shares; therefore, the Group assumes that the entire amount of the compensation will be settled in shares, and the resulting potential shares will be included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, as the effect is dilutive. Such dilutive effect of the potential shares is included in the computation of diluted earnings per share until the number of shares to be distributed to employees is resolved in the following year.

The Group did not consider the potential shares of compensation of employees in the calculation of diluted loss per share for the nine months ended September 30, 2023 due to the anti-dilutive effect.

26. EQUITY TRANSACTIONS WITH NON-CONTROLLING INTERESTS

In May 2022, the Group acquired the remaining interest of Goldenflash Electronics Co., Ltd. thereby increasing its interest from 97.00% to 100.00%.

The above transaction was accounted for as an equity transaction since the Group did not cease to have control over the subsidiary.

	Goldenflash Electronics Co., Ltd.
Cash consideration paid	$ (4,350)
The proportionate share of the carrying amount of the net assets of the subsidiary transferred from non-controlling interests	4,155
Reattribution of other equity from non-controlling interests	
Unrealized loss on financial assets at FVTOCI	(42)
Differences recognized from equity transactions	$ (237)

Line items adjusted for equity transactions

Capital surplus - difference between consideration received or paid and the carrying amount of the subsidiaries' net assets during actual acquisition	$ (237)

27. CASH FLOW INFORMATION

Changes in Liabilities Arising from Financing Activities

For the nine months ended September 30, 2023

	Opening Balance	Cash Flows	Non-cash Changes: New Leases	Non-cash Changes: Exchange Rate Change	Non-cash Changes: Unrealized Exchange Gains and Losses	Non-cash Changes: Others	Closing Balance
Short-term borrowings	$ 10,240,535	$ (4,443,689)	$ -	$ -	$ 120,154	$ -	$ 5,917,000
Short-term bills payable	858,939	79,850	-	-	-	-	938,789
Long-term borrowings	893,350	(20,682)	-	-	-	-	872,668
Guarantee deposits received	52,406	(1,835)	-	-	1,659	-	52,230
Lease liabilities	129,150	(42,191)	10,044	1,106	167	(338)	97,938
	$ 12,174,380	$ (4,428,547)	$ 10,044	$ 1,106	$ 121,980	$ (338)	$ 7,878,625

For the nine months ended September 30, 2022

	Opening Balance	Cash Flows	Non-cash Changes: New Leases	Non-cash Changes: Exchange Rate Change	Non-cash Changes: Unrealized Exchange Gains and Losses	Non-cash Changes: Others	Closing Balance
Short-term borrowings	$ 6,345,667	$ 5,810,033	$ -	$ -	$ 321,632	$ -	$ 12,477,332
Short-term bills payable	819,432	(70,056)	-	-	-	-	749,376
Long-term borrowings	919,934	(19,946)	-	-	-	-	899,988
Guarantee deposits received	39,386	(443)	-	4,756	-	-	43,699
Lease liabilities	84,600	(41,873)	99,314	8,059	(3)	(5,025)	145,072
	$ 8,209,019	$ 5,677,715	$ 99,314	$ 12,815	$ 321,629	$ (5,025)	$ 14,315,467

28. CAPITAL MANAGEMENT

The Group manages its capital to ensure that entities in the Group will be able to continue as going concerns while maximizing the return to stakeholders through the optimization of the debt and equity balance.

The capital structure of the Group consists of net debt (borrowings offset by cash and cash equivalents) and equity attributable to the owners of the Group (comprising issued capital, reserves, retained earnings and other equity).

The Group is subject to capital requirements such as current ratio, financial debt ratio, time interest earned etc. imposed by bank loan agreements.

Key management personnel of the Group review the capital structure on a quarterly basis. As part of this review, the key management personnel consider the cost of capital and the risks associated with each class of capital. Based on recommendations of the key management personnel, in order to balance the overall capital structure, the Group may adjust the amount of dividends paid to shareholders, the number of new shares issued or repurchased, and/or the amount of new debt issued or existing debt redeemed.

29. FINANCIAL INSTRUMENTS

a. Fair value of financial instruments that are not measured at fair value

Management believes the carrying amounts of financial assets and financial liabilities recognized in the consolidated financial statements approximate their fair values or their fair values cannot be reliably measured.

b. Fair value of financial instruments measured at fair value on a recurring basis

1) Fair value hierarchy

September 30, 2023

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Investments in equity instruments				
Domestic unlisted shares	$ -	$ -	$ 9,300	$ 9,300
Foreign unlisted shares	-	-	56,722	56,722
Domestic private emerging market shares	-	-	7,816	7,816
Other instruments				
Financial products	-	19,362	-	19,362
Domestic limited partnership	-	-	12,379	12,379
Foreign private funds	-	-	425,317	425,317
Others	-	-	9,599	9,599
	$ -	$ 19,362	$ 521,133	$ 540,495

(Continued)

	Level 1	Level 2	Level 3	Total
Financial assets at FVTOCI				
Investments in equity instruments				
Domestic listed shares	$ 15,661	$ -	$ -	$ 15,661
Investments in debt instruments				
Trade receivables	-	-	3,810,928	3,810,928
Other receivables	-	-	5,836,662	5,836,662
	$ 15,661	$ -	$ 9,647,590	$ 9,663,251

(Concluded)

December 31, 2022

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Investments in equity instruments				
Domestic unlisted shares	$ -	$ -	$ 10,571	$ 10,571
Foreign unlisted shares	-	-	47,337	47,337
Domestic private emerging market shares	-	-	8,520	8,520
Other instruments				
Mutual funds	4,979	-	-	4,979
Domestic limited partnership	-	-	9,439	9,439
Foreign private funds	-	-	346,377	346,377
	$ 4,979	$ -	$ 422,244	$ 427,223
Financial assets at FVTOCI				
Investments in equity instruments				
Domestic listed shares	$ 10,660	$ -	$ -	$ 10,660
Investments in debt instruments				
Trade receivables	-	-	4,038,574	4,038,574
Other receivables	-	-	4,244,245	4,244,245
	$ 10,660	$ -	$ 8,282,819	$ 8,293,479

September 30, 2022

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Investments in equity instruments				
Domestic unlisted shares	$ -	$ -	$ 9,661	$ 9,661
Foreign unlisted shares	-	-	31,328	31,328
Foreign listed shares	129,632	-	-	129,632
Domestic private emerging market shares	-	-	10,128	10,128
Other instruments				
Mutual funds	5,008	-	-	5,008
Domestic limited partnership	-	-	12,262	12,262
Foreign private funds	-	-	329,136	329,136
	$ 134,640	$ -	$ 392,515	$ 527,155
Financial assets at FVTOCI				
Investments in equity instruments				
Domestic listed shares	$ 11,158	$ -	$ -	$ 11,158
Investments in debt instruments				
Trade receivables	-	-	3,438,655	3,438,655
Other receivables	-	-	5,847,330	5,847,330
	$ 11,158	$ -	$ 9,285,985	$ 9,297,143

2) Reconciliation of Level 3 fair value measurements of financial instruments

For the nine months ended September 30, 2023

	Financial Assets at FVTPL		Financial Assets at FVTOCI	
Financial Assets	**Equity Instruments**	**Other Instruments**	**Debt Instruments**	**Total**
Balance at January 1, 2023	$ 66,428	$ 355,816	$ 8,282,819	$ 8,705,063
Recognized in profit or loss (included in other gains and losses)	(25,902)	26,792	-	890
Recognized in profit or loss (included in expected credit losses)	-	-	(2,008)	(2,008)

(Continued)

Financial Assets	Financial Assets at FVTPL		Financial Assets at FVTOCI	
	Equity Instruments	Other Instruments	Debt Instruments	Total
Recognized in other comprehensive income (included in unrealized gain on financial assets at FVTOCI)	$ -	$ -	$ 5,463	$ 5,463
Purchases	33,312	68,374	-	101,686
Sales/settlements	-	(3,687)	-	(3,687)
Net change in trade receivables (included exchange differences on foreign currency)	-	-	1,361,316	1,361,316
Balance at September 30, 2023	$ 73,838	$ 447,295	$ 9,647,590	$ 10,168,723
Unrealized gain (loss) for the current year included in profit or loss relating to assets held at the end of the period	$ (25,902)	$ 26,792		$ 890

(Concluded)

For the nine months ended September 30, 2022

Financial Assets	Financial Assets at FVTPL		Financial Assets at FVTOCI	
	Equity Instruments	Other Instruments	Debt Instruments	Total
Balance at January 1, 2022	$ 146,001	$ 282,714	$ 7,951,995	$ 8,380,710
Recognized in profit or loss (included in other gains and losses)	(13,218)	38,696	-	25,478
Recognized in profit or loss (included in expected credit gain)	-	-	8,214	8,214
Recognized in other comprehensive income (included in unrealized gain on financial assets at FVTOCI)	-	-	938	938
Purchases	33,323	25,446	-	58,769
Transfers out of Level 3	(114,989)	-	-	(114,989)

(Continued)

Financial Assets	Financial Assets at FVTPL Equity Instruments	Financial Assets at FVTPL Other Instruments	Financial Assets at FVTOCI Debt Instruments	Total
Sales/settlements	$ -	$ (5,458)	$ -	$ (5,458)
Net change in trade receivables (included exchange differences on foreign currency)	-	-	1,324,838	1,324,838
Balance at September 30, 2022	$ 51,117	$ 341,398	$ 9,285,985	$ 9,678,500
Unrealized gain (loss) for the current year included in profit or loss relating to assets held at the end of the period	$ (13,218)	$ 38,696		$ 25,478

(Concluded)

3) Valuation techniques and inputs applied for Level 3 fair value measurement

a) The fair value of unlisted shares, limited partnerships and private funds were determined by using the asset-based approach. In this approach, the total value of individual assets and liabilities covered by each evaluation object was adopted to calculate a business entity valuation.

b) The fair value of trade receivables and other receivables of FVTOCI was determined using the discounted cash flow method. Future cash flows are estimated based on the trade receivables and other receivables at the end of the reporting period and discounted at a rate that reflects the trading credit risk.

c. Categories of financial instruments

	September 30, 2023	December 31, 2022	September 30, 2022
Financial assets			
FVTPL			
Mandatorily classified as at FVTPL	$ 540,495	$ 427,223	$ 527,155
Financial assets at amortized cost (1)	2,797,879	2,661,254	3,382,021
Financial assets at FVTOCI			
Equity instruments	15,661	10,660	11,158
Debt instruments	9,647,590	8,282,819	9,285,985
Financial liabilities			
Financial liabilities at amortized cost (2)	25,041,985	25,046,853	28,302,648

1) The balances include financial assets at amortized cost, which comprise cash and cash equivalents, debt investments, notes receivable, trade receivables and other receivables.

2) The balances include financial liabilities at amortized cost, which comprise short-term and long-term loans, short-term bills payable, notes and trade payables and other payables.

d. Financial risk management objectives and policies

The Group's major financial instruments include equity and debt investments, trade receivables, trade payables, borrowings, lease liabilities and short-term bills payable. The Group's corporate treasury function provides services to the business, coordinates access to domestic and international financial markets, monitors and manages the financial risks relating to the operations of the Group through internal risk reports that analyze exposures by degree and magnitude of risks. These risks include market risk (including foreign currency risk, interest rate risk and other price risk), credit risk and liquidity risk.

The corporate treasury function reports quarterly to the Group regarding the risks and policies implemented to mitigate risk exposures.

1) Market risk

The Group's activities exposed it primarily to the financial risks of changes in foreign currency exchange rates (see (a) below) and interest rates (see (b) below).

There had been no change to the Group's exposure to market risks and the manner in which these risks were managed and measured.

a) Foreign currency risk

The carrying amounts of the Group's foreign currency denominated monetary assets and monetary liabilities (including those eliminated on consolidation) at the end of the year are set out in Note 34.

Sensitivity analysis

The Group is mainly exposed to the U.S. dollar (USD).

The following table details the Group's sensitivity to a 5% increase and decrease in New Taiwan dollars (i.e., the functional currency) against the relevant foreign currencies. The 5% sensitivity rate is used when reporting foreign currency risk internally to key management personnel and represents management's assessment of the reasonably possible change in foreign exchange rates. The sensitivity analysis included only outstanding foreign currency denominated monetary items and adjusted their translation at the end of the reporting period for a 5% change in foreign currency rates. A positive number below indicates an increase in pre-tax profit or loss and other equity associated with the 5% weakening of the New Taiwan dollar against the relevant currency. For a 5% strengthening of New Taiwan dollar against the relevant currency, there would be an equal and opposite impact on pre-tax profit or loss and other equity and the balances below would be negative.

	USD Impact	
	For the Nine Months Ended September 30	
	2023	**2022**
Profit or loss	$ 94,182	$ (257,435)

* The above sensitivity analysis was mainly attribution to the exposure on the outstanding receivables, payables and borrowings in USD that were not hedged at the end of the period.

The Group's sensitivity to foreign currency decreased during the current period mainly due to the decrease of borrowings balance in the USD.

In management's opinion, the sensitivity analysis did not reflect the inherent exchange rate risk because the exposure at the end of the reporting period did not reflect the exposure during the period.

b) Interest rate risk

The Group is exposed to interest rate risk because entities in the Group borrow funds at both fixed and floating interest rates.

The carrying amounts of the Group's financial assets and financial liabilities with exposure to interest rates at the end of the year were as follows:

	September 30, 2023	December 31, 2022	September 30, 2022
Fair value interest rate risk			
Financial assets	$ 277,712	$ 254,296	$ 316,743
Financial liabilities	97,938	129,150	145,072
Cash flow interest rate risk			
Financial assets	1,791,699	1,674,836	1,729,702
Financial liabilities*	29,992,410	37,832,237	40,113,397

* The balance included short-term borrowings, short-term bills payable, long-term borrowings (including current portion) and advances on the factored receivables.

The Group is exposed to cash flow interest rate risk in relation to floating-rate bank borrowings. The Group's policy is to keep its borrowings at floating interest rates to minimize the fair value interest rate risk. The Group's cash flow interest rate risk was mainly concentrated in the fluctuations of benchmark interest rate and Taipei Interbank Offered Rate (TAIBOR), TAIFX3 and Secured Overnight Financing Rate (SOFR) arising from the Group's New Taiwan dollar and USD-denominated borrowings.

Sensitivity analysis

The sensitivity analysis below was determined based on the Group's exposure to interest rates for non-derivative instruments at the end of the reporting period. For floating-rate liabilities, the analysis was prepared assuming the amount of each liability outstanding at the end of the period was outstanding for the whole year. A 100 basis point increase or decrease is used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rates.

If interest rates had been 100 basis points higher/lower and all other variables were held constant, the Group's pre-tax profits or loss for the nine months ended September 30, 2023 and 2022 would have decreased/increased by NT$211,505 thousand and NT$287,878 thousand, respectively, which was mainly because of the Group's exposure to interest rates on its floating-rate bank borrowings.

The decrease in the Group's sensitivity to interest rates during the current period was mainly due to the decreasing use of floating-rate debt instruments.

2) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations, resulting in a financial loss to the Group. At the end of the period, the Group's maximum exposure to credit risk, which would cause a financial loss to the Group due to the failure of counterparties to discharge its obligation could be measured the carrying amounts of the recognized financial assets as stated in the balance sheets.

The Group has a policy of only dealing with creditworthy counterparties and obtaining sufficient collaterals, where appropriate, as a means of mitigating the risk of financial loss from defaults. The Group uses other publicly available financial information and its own trading records to rate its major customers. The Group's credit exposures and the credit ratings of its counterparties are continually monitored, and the total amount of transactions concluded is spread amongst approved counterparties. Credit exposure is controlled by counterparty credit limit that are reviewed and approved by finance and accounting department annually.

The Group's transactions are with a large number of customers in different industries and locations. Ongoing credit evaluation is performed on the status of trade receivables and, where appropriate, credit guarantee insurance cover would be purchased.

The Group did not have significant credit risk exposure to any single counterparty or any group of counterparties having similar characteristics, except for customers A and B. The Group defines counterparties as having similar characteristics if they are related entities. From the balance of trade receivables on September 30, 2023, December 31, 2022 and September 30, 2022, the exposure amounts were NT$3,000,782 thousand, NT$3,412,931 thousand and NT$1,976,145 thousand, respectively. During for the nine months ended September 30, 2023 and 2022, the concentration of credit risk did not exceed 23.51% and 14.41% of the total monetary assets of each period, respectively.

3) Liquidity risk

The Group manages liquidity risk by maintaining and monitoring a level of cash and cash equivalents deemed adequate to finance the Group's operations and mitigate the effects of cash flow fluctuations. In addition, management monitors the utilization of bank borrowings and ensures the compliance with loan covenants.

The Group relies on bank borrowings as a significant source of liquidity. As of September 30, 2023, December 31, 2022 and September 30, 2022, the Group's unused short-term bank loan facilities are set out in (b) below.

a) Liquidity and interest risk rate tables for non-derivative financial liabilities

The following table details the Group's remaining contractual maturity for its nonderivative financial liabilities with agreed upon repayment periods. The tables have been drawn up on the basis of the undiscounted cash flows of financial liabilities from the earliest date on which the Group can be required to pay. The tables included both interest and principal cash flows. Specifically, bank loans with a repayment on demand clause were included in the earliest time bonds regardless of the probability of the banks choosing to exercise their rights immediately. The maturity dates for other non-derivative financial liabilities were based on the agreed upon repayment dates.

To the extent that interest rates are floating, the undiscounted amount was derived from the yield curve at the end of the period.

September 30, 2023

	On Demand or Less than 1 Month	**1-3 Months**	**3 Months to 1 Year**	**1-5 Years**	**Over 5 Years**
Non-derivative financial liabilities					
Non-interest bearing	$ 15,515,495	$ 1,820,270	$ 260,776	$ -	$ -
Lease liabilities	5,549	9,013	41,450	48,938	-
Floating interest rate liabilities	2,863,941	2,985,782	1,057,966	868,540	31,948
	$ 18,384,985	$ 4,815,065	$ 1,360,192	$ 917,478	$ 31,948

December 31, 2022

	On Demand or Less than 1 Month	**1-3 Months**	**3 Months to 1 Year**	**1-5 Years**	**Over 5 Years**
Non-derivative financial liabilities					
Non-interest bearing	$ 11,636,600	$ 1,590,275	$ 352,115	$ 80	$ -
Lease liabilities	5,483	9,478	40,478	74,150	-
Floating interest rate liabilities	917,607	2,997,473	7,266,400	883,526	37,622
	$ 12,559,690	$ 4,597,226	$ 7,658,993	$ 957,756	$ 37,622

September 30, 2022

	On Demand or Less than 1 Month	**1-3 Months**	**3 Months to 1 Year**	**1-5 Years**	**Over 5 Years**
Non-derivative financial liabilities					
Non-interest bearing	$ 11,565,046	$ 2,631,664	$ 493,428	$ -	$ -
Lease liabilities	5,588	9,255	43,002	89,704	-
Floating interest rate liabilities	4,006,618	7,137,779	2,142,624	881,457	39,396
	$ 15,577,252	$ 9,778,698	$ 2,679,054	$ 971,161	$ 39,396

Bank loans with a repayment on demand clause were included in the "on demand or less than 1 month" time band in the above maturity analysis. As of September 30, 2023, December 31, 2022 and September 30, 2022, the aggregate undiscounted principal amounts of these bank loans were NT$2,861,124 thousand, NT$915,689 thousand and NT$4,004,170 thousand, respectively. Taking into account the Group's financial position, management does not believe that it is probable that the banks will exercise their discretionary rights to demand immediate repayment. Management believes that such bank loans will be repaid after the reporting date in accordance with the scheduled repayment dates set out in the loan agreements. At that time, the aggregate principal and interest cash outflows will amount to NT$7,808,177 thousand.

The amounts included above for floating interest rate instruments of both non-derivative financial assets and liabilities are subject to change if the floating interest rates differ from those estimates of interest rates determined at the end of the period.

b) Financing facilities

	September 30, 2023	December 31, 2022	September 30, 2022
Unsecured bank borrowings and trade receivables overdraft facilities and payable on demand, reviewed annually:			
Amount used	$ 27,350,473	$ 34,275,031	$ 35,523,230
Amount unused	30,451,764	24,149,133	23,573,110
	$ 57,802,237	$ 58,424,164	$ 59,096,340
Secured bank overdraft facilities:			
Amount used	$ 1,770,480	$ 2,664,917	$ 3,690,803
Amount unused	3,486,141	2,731,487	1,699,444
	$ 5,256,621	$ 5,396,404	$ 5,390,247
Unsecured bank loan facilities which may be extended by mutual agreement:			
Amount used	$ 800,000	$ 800,000	$ 800,000
Amount unused	-	-	-
	$ 800,000	$ 800,000	$ 800,000
Secured bank loan facilities which may be extended by mutual agreement:			
Amount used	$ 72,668	$ 93,350	$ 99,988
Amount unused	-	-	-
	$ 72,668	$ 93,350	$ 99,988

e. Transfers of financial assets

Factored trade receivables at the end of the period were as follows:

September 30, 2023

Counterparties	Receivables Factoring Proceeds	Amount Reclassified to Other Receivables	Advances Received - Unused	Advances Received - Used	Annual Interest Rates on Advances Received (Used) (%)	Credit Lines
Mega International Commercial Bank	$ 9,373,313	$ 2,590,497	$ 2,121,832	$ 6,782,816	6.66-7.17	$ 9,842,350
Taishin International Bank	382,260	122,709	84,659	259,374	6.59-6.73	795,000
Chang Hwa Bank	2,347,136	404,762	323,699	1,923,650	6.64-6.77	3,227,000
Taipei Fubon Bank	375,171	338,876	330,674	36,282	6.51	1,623,181
CitiBank	282,913	74,372	74,372	208,541	6.96	3,227,000
DBS Bank	7,164,098	269,294	284,949	6,879,149	6.58	12,423,950
KGI Bank	1,542,798	384,816	238,952	1,157,402	6.47-7.07	3,711,050
Bank SinoPac	4,929,716	1,212,022	719,333	3,717,412	6.39-6.72	5,147,065
Mizuho Bank	-	-	-	-	-	855,155
HSBC Bank	1,514,094	330,005	179,587	1,183,098	6.55-6.87	1,968,470
DBS Bank (Hong Kong)	133,739	88,655	88,655	45,084	6.26-6.52	645,400
Cathay United Bank	45,240	6,514	1,990	38,726	6.05-6.24	132,307
Far Eastern International Bank	46,559	14,140	9,484	32,419	6.75-6.85	90,000
	$ 28,137,037	$ 5,836,662	$ 4,458,186	$ 22,263,953		$ 43,687,928

December 31, 2022

Counterparties	Receivables Factoring Proceeds	Amount Reclassified to Other Receivables	Advances Received - Unused	Advances Received - Used	Annual Interest Rates on Advances Received (Used) (%)	Credit Lines
Mega International Commercial Bank	$ 9,381,146	$ 1,813,262	$ 1,337,777	$ 7,567,884	5.30-6.34	$ 9,366,550
Taishin International Bank	487,940	130,805	82,026	357,119	4.47-6.15	1,695,000
Chang Hwa Bank	1,844,463	55,230	15,048	1,773,665	5.26-5.79	3,071,000
Taipei Fubon Bank	380,318	114,090	114,870	265,448	5.34-5.52	1,535,500
CitiBank	394,775	167,191	167,191	227,583	5.85	3,071,000
DBS Bank	8,914,035	271,880	299,596	8,614,439	5.78	11,823,350
KGI Bank	1,143,097	158,157	52,566	984,103	5.58-5.84	4,237,980
Bank SinoPac	4,627,028	1,102,498	639,795	3,524,530	4.41-6.31	4,898,245
Mizuho Bank	182,898	91,697	94,556	88,342	5.50	813,815
HSBC Bank	2,062,208	266,728	66,098	1,789,890	5.49-5.80	2,856,030
DBS Bank (Hong Kong)	614,200	11,241	11,241	602,959	4.41-6.05	614,200
Cathay United Bank	19,079	19,079	17,171	-	-	125,911
Far Eastern International Bank	85,838	42,387	33,803	43,451	5.97	90,000
	$ 30,137,025	$ 4,244,245	$ 2,931,738	$ 25,839,413		$ 44,198,581

September 30, 2022

Counterparties	Receivables Factoring Proceeds	Amount Reclassified to Other Receivables	Advances Received - Unused	Advances Received - Used	Annual Interest Rates on Advances Received (Used) (%)	Credit Lines
Mega International Commercial Bank	$ 9,747,323	$ 1,899,221	$ 1,410,824	$ 7,843,780	3.91-5.43	$ 9,906,000
Taishin International Bank	555,392	220,270	164,856	334,997	2.78-4.59	1,695,000
Chang Hwa Bank	1,070,242	239,292	163,935	829,082	3.77-4.89	3,175,000
Taipei Fubon Bank	326,262	130,108	130,764	195,497	3.50-3.73	1,587,500
CitiBank	453,220	154,120	154,120	299,100	4.26	3,175,000
DBS Bank	9,569,215	795,528	819,988	8,749,227	4.02	12,223,750
KGI Bank	2,386,963	401,454	174,555	1,984,356	4.12-4.55	3,810,000
Bank SinoPac	4,371,267	892,687	455,560	3,478,580	3.53-5.17	4,651,375
Mizuho Bank	282,968	13,126	16,639	266,329	4.39	841,375
HSBC Bank	2,484,092	787,471	546,073	1,689,610	4.09-4.30	3,502,025
DBS Bank (Hong Kong)	552,687	260,187	260,187	292,500	3.76-4.41	635,000
Cathay United Bank	12,129	12,129	10,917	-	-	130,175
Far Eastern International Bank	65,380	41,737	35,199	23,643	3.59	90,000
	$ 31,877,140	$ 5,847,330	$ 4,343,617	$ 25,986,701		$ 45,422,200

The above credit lines may be used on a revolving basis.

The Group signed trade receivables factoring contracts with several banks. That is, the Group sold trade receivables on non-letter of credit transactions to banks without recourse. In these transactions, the credit risk on trade receivables was transferred to the banks, and the Group paid the banks a specific percentage of trade receivables as a handling charge. The Group asked for the advances of 90% to 100% of the trade receivables by paying interest. Because the trade receivables factoring was without recourse, the Group was free from credit risk, and banks assumed the risk of losses on the receivables.

The Group’s exposure to credit risk from defaults amounted to US$700 thousand, US$690 thousand and US$735 thousand on September 30, 2023, December 31, 2022 and September 30, 2022, respectively. Management had set up sufficient allowance to cover possible losses.

30. TRANSACTIONS WITH RELATED PARTIES

Balances and transactions between the Company and its subsidiaries, which are the related parties of the Company, have been eliminated on consolidation and are not disclosed in this note. Besides information disclosed elsewhere in the other notes, details of transactions between the Group and other related parties are disclosed as follows.

a. Related party name and category

Related Party Name	Related Party Category
KingHold Technology	Associate
Prowine Co., Ltd.	Associate
Vxis Technology Corp.	Associate

b. Sales of goods

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
Related Party Category/Name	**2023**	**2022**	**2023**	**2022**
Associates	$ -	$ -	$ 654	$ 686

The market prices and contract terms between the Group and its related parties were not significantly different from those of the Group and non-related parties.

c. Purchase

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
Related Party Category/Name	**2023**	**2022**	**2023**	**2022**
Associates	$ -	$ -	$ -	$ 67

The market prices and contract terms between the Group and its related parties were not significantly different from those of the Group and non-related parties.

d. Receivables from related parties

Line Item	Related Party Category/Name	September 30, 2023	December 31, 2022	September 30, 2022
Other receivables	Associates	$ -	$ 105	$ 45

The outstanding other receivables from related parties are unsecured. For the nine months ended September 30, 2023 and 2022, no impairment losses were recognized for receivables from related parties.

e. Payables to related parties

Line Item	Related Party Category/Name	September 30, 2023	December 31, 2022	September 30, 2022
Trade payables	Associates	$ -	$ 77	$ -
Other payables	Associates	36	292	10
		$ 36	$ 369	$ 10

The outstanding payables to related parties are unsecured and repaid in cash.

f. Others

Line Item	Related Party Category/Name	For the Three Months Ended September 30		For the Nine Months Ended September 30	
		2023	2022	2023	2022
Operating expenses	Associates	$ 77	$ 369	$ 684	$ 2,026
Rent income	Associates	$ -	$ 43	$ 77	$ 143
Other income	Associates	$ -	$ -	$ 6	$ 127

The Group leases out office and plant to its associate under operating lease for one year. In the leasing contract between the Group and its associates, the rents are set according to market trends, and conforms to normal payments terms.

The Group's transactions with related parties were conducted under contract terms.

g. Remuneration of key management personnel

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Short-term employee benefits	$ 11,963	$ 18,899	$ 36,277	$ 64,669
Post-employment benefits	360	361	1,133	1,133
	$ 12,323	$ 19,260	$ 37,410	$ 65,802

The remuneration of directors and key executives was determined by the remuneration committee on basis of individual performances and market trends.

31. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

The Group's assets mortgaged or pledged as collateral for long-term and short-term borrowings, the trade receivables factoring, and the deposits in current accounts:

	September 30, 2023	December 31, 2022	September 30, 2022
Properties, plant and equipment, net	$ 413,726	$ 416,317	$ 417,137
Financial assets at amortized cost	339,926	279,232	363,705
	$ 753,652	$ 695,549	$ 780,842

32. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

The significant commitments of the Group as of September 30, 2023, December 31, 2022 and September 30, 2022 were as follows:

a. Significant commitments

1) Unused letters of credit amounting to approximately NT$649,425 thousand, NT$675,438 thousand and NT$783,190 thousand, respectively.

2) Checks that were issued as guarantees for the Group's loans and purchases amounted to NT$67,092,054 thousand, NT$74,239,269 thousand and NT$69,564,381 thousand, respectively.

3) All the ceiling amounts of guarantees were NT$320,000 thousand. Guarantees amounting to all NT$0 thousand was provided for the loans obtained by Sunjet Components Corp. The Company did not recognize any loss and offer any cash or other assets for the guarantees.

4) All the ceiling amounts of guarantees were NT$64,000 thousand. Guarantees amounting to all NT$0 thousand was provided for the loans obtained by iPro Technology Inc. The Company did not recognize any loss and offer any cash or other assets for the guarantees.

5) All the ceiling amounts of guarantees were NT$2,240,000 thousand. Guarantees amounting to NT$294,445 thousand, NT$169,949 thousand and NT$515,200 thousand, respectively, were provided for the loans obtained by Goldenflash Electronics Co., Ltd. The Company did not recognize any loss and offer any cash or other assets for the guarantees.

6) All the ceiling amounts of guarantees were NT$3,200,000 thousand. Guarantees amounting to NT$1,090,879 thousand, NT$1,188,964 thousand and NT$1,298,020 thousand, respectively, were provided for the loans obtained by Promaster Technology Corp. The Company did not recognize any loss and offer any cash or other assets for the guarantees.

7) The ceiling amounts of guarantees were NT$0 thousand, NT$64,000 thousand and NT$64,000 thousand, respectively. Guarantees amounting to all NT$0 thousand was provided for the loans obtained by Sunject Components Corp. (Hong Kong). Sunjet Components Corp. did not recognize any loss and offer any cash or other assets for the guarantees.

8) The ceiling amounts of guarantees were NT$0 thousand, NT$384,000 thousand and NT$384,000 thousand, respectively. Guarantees amounting to all NT$0 thousand was provided for the loans obtained by Promaster (Brunei) Technology Corp. Promaster Technology Corp. did not recognize any loss and offer any cash or other assets for guarantees.

b. Contingencies

Pegatron Corporation ("Pegatron") filed an arbitration with the Arbitration Association of the Republic of China to determine the responsibility of Pegatron and the Group in connection with an anomaly in a product manufactured by Pegatron that contained components of an electronic product distributed by the Group. The Group has appointed a lawyer to prepare a response plan in the best interests of the Company and its shareholders. As of September 30, 2023, the actual impact cannot be estimated as the respondents have not yet been clarified.

33. OTHER ITEMS

Due to the impact of COVID-19 pandemic, which has evolved globally and currently in Taiwan, some of the Group's customers and suppliers are implementing preventive measures such as isolation and travel restriction. The Group assesses that its overall business and financial aspects have not been significantly affected and there are no doubts about its going concerns, asset impairment and financial risks. There is still much uncertainty about the impact the epidemic and the Group will continue to pay attention to the development of the epidemic.

34. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The Group's significant financial assets and liabilities denominated in foreign currencies aggregated by the foreign currencies other than functional currencies of the entities in the Group and the related exchange rates between foreign currencies and respective functional currencies were as follows:

September 30, 2023

	Foreign Currency (In Thousands)	Exchange Rate	Carrying Amount
Financial assets			
Monetary items			
USD	$ 125,107	32.2700 (USD:NTD)	$ 4,037,196
USD	4,960	7.1798 (USD:RMB)	160,062
USD	9,931	1.3714 (USD:SGD)	320,485
USD	142	149.2599 (USD:JPY)	4,579
Nonmonetary items			
Investments accounted for using the equity method			
KRW	938,859	0.0240 (KRW:NTD)	22,561
Financial liabilities			
Monetary items			
USD	70,688	32.2700 (USD:NTD)	2,281,111
USD	10,983	7.1798 (USD:RMB)	354,422
USD	98	149.2599 (USD:JPY)	3,147

December 31, 2022

	Foreign Currency (In Thousands)	Exchange Rate	Carrying Amount
Financial assets			
Monetary items			
USD	$ 130,480	30.7100 (USD:NTD)	$ 4,007,027
USD	6,199	6.9646 (USD:RMB)	190,371
USD	5,490	1.3422 (USD:SGD)	168,598
USD	75	132.1429 (USD:JPY)	2,303
Nonmonetary items			
Investments accounted for using the equity method			
KRW	916,121	0.0224 (KRW:NTD)	20,521
Financial liabilities			
Monetary items			
USD	201,866	30.7100 (USD:NTD)	6,199,306
USD	8,268	6.9646 (USD:RMB)	253,898
USD	4,226	1.3422 (USD:SGD)	129,783
USD	57	132.1429 (USD:JPY)	1,756

September 30, 2022

	Foreign Currency (In Thousands)	Exchange Rate	Carrying Amount
Financial assets			
Monetary items			
USD	$ 164,392	31.7500 (USD:NTD)	$ 5,219,440
USD	4,095	7.0998 (USD:RMB)	130,028
USD	7,066	1.4295 (USD:SGD)	224,348
Nonmonetary items			
Investments accounted for using the equity method			
KRW	803,483	0.0224 (KRW:NTD)	17,998
Financial liabilities			
Monetary items			
USD	322,868	31.7500 (USD:NTD)	10,251,045
USD	12,091	7.0998 (USD:RMB)	383,903
USD	2,758	1.4295 (USD:SGD)	87,560

The Group is mainly exposed to the fluctuations in currencies other than USD. The following information was aggregated by the functional currencies of the entities in the Group, and the exchange rates between respective functional currencies and the presentation currency were disclosed. The significant realized and unrealized foreign exchange gains (losses) were as follows:

	For the Three Months Ended September 30			
	2023		2022	
Foreign Currency	Exchange Rate	Net Foreign Exchange Gains (Losses)	Exchange Rate	Net Foreign Exchange Gains (Losses)
NTD	1 (NTD:NTD)	$ 14,838	1 (NTD:NTD)	$ 20,764
USD	31.6843 (USD:NTD)	1,439	30.3946 (USD:NTD)	21,357
RMB	4.3673 (RMB:NTD)	3,509	4.4307 (RMB:NTD)	(15,209)
SGD	23.4833 (SGD:NTD)	(6,772)	21.7531 (SGD:NTD)	(5,356)
JPY	0.2194 (JPY:NTD)	61	0.2200 (JPY:NTD)	(158)
		$ 13,075		$ 21,398

	For the Nine Months Ended September 30			
	2023		2022	
Foreign Currency	Exchange Rate	Net Foreign Exchange Gains (Losses)	Exchange Rate	Net Foreign Exchange Gains (Losses)
NTD	1 (NTD:NTD)	$ 38,474	1 (NTD:NTD)	$ 90,096
USD	30.9281 (USD:NTD)	(786)	29.3313 (USD:NTD)	23,345
RMB	4.3941 (RMB:NTD)	(2,496)	4.4285 (RMB:NTD)	(23,865)
SGD	23.0767 (SGD:NTD)	(23,644)	21.3036 (SGD:NTD)	(10,463)
JPY	0.2244 (JPY:NTD)	(413)	0.2289 (JPY:NTD)	(158)
		$ 11,135		$ 78,955

35. SEPARATELY DISCLOSED ITEMS

a. Information on significant transactions:

1) Financing provided to others: Table 1

2) Endorsements/guarantees provided: Table 2

3) Marketable securities held (excluding investments in subsidiaries and associates): Table 3

4) Marketable securities acquired and disposed of at costs or prices at least NT$300 million or 20% of the paid-in capital: None

5) Acquisition of individual real estate at costs of at least NT$300 million or 20% of the paid-in capital: None

6) Disposal of individual real estate at prices of at least NT$300 million or 20% of the paid-in capital: None

7) Total purchases from or sales to related parties amounting to at least NT$100 million or 20% of the paid-in capital: Table 4

8) Receivables from related parties amounting to at least NT$100 million or 20% of the paid-in capital: Table 5

9) Trading in derivative instruments: None

10) Intercompany relationships and significant intercompany transactions: Table 6

b. Information on investees: Table 7

c. Information on investments in mainland China

1) Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income of investees, investment income or loss, carrying amount of the investment at the end of the year, repatriations of investment income, and limit on the amount of investment in the mainland China area: Table 8

2) Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses:

a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the year: Table 4

b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the year: Table 4

c) The amount of property transactions and the amount of the resultant gains or losses: None

d) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the year and the purposes: Table 2

e) The highest balance, the end balance, the interest rate range, and total current period interest with respect to financing of funds: Table 1

f) Other transactions that have a material effect on the profit or loss for the year or on the financial position, such as the rendering or receiving of services: Table 6

d. Information of major shareholders: List all shareholders with ownership of 5% or greater showing the name of the shareholder, the number of shares owned, and percentage of ownership of each shareholder: Table 9

36. SEGMENT INFORMATION

Information reported to the chief operating decision maker for the purposes of resource allocation and assessment of segment performance focuses on financial information of industries, and each of the investees have similar economic attributes and sell the same types of products in a uniform management approach; thus, the Company is a single reportable segment. The measurement basis of the information provided to the chief operating decision maker is the same as the information and amounts shown in the financial statements, so the consolidated statements of comprehensive income for the nine months ended September 30, 2023 and 2022 can be compared with reportable segment revenue and operating outcome for these periods. In addition, the information on operating segment assets was not periodically reported to the chief operating decision maker, so the reportable amount is zero.

TABLE 1

EDOM TECHNOLOGY CO., LTD. AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No. (Note 1)	Lender	Borrower	Financial Statement Account	Related Parties	Highest Balance for the Period	Ending Balance	Actual Borrowing Amount	Interest Rate	Nature of Financing	Business Transaction Amounts	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 1)	Aggregate Financing Limits (Note 2)	Note
													Item	Value			
0	EDOM Technology Co., Ltd.	Sunjet Components Corp.	Other receivables	Yes	$ 64,000	$ 64,000	$ -	-	For business operation	$ -	For business operation	$ -	-	-	$ 524,263	$ 1,048,525	-
		iPro Technology, Inc.	Other receivables	Yes	64,000	64,000	-	-	For business operation	-	For business operation	-	-	-	524,263	1,048,525	-
		Goldenflash Electronics Co., Ltd.	Other receivables	Yes	320,000	320,000	-	-	For business operation	-	For business operation	-	-	-	524,263	1,048,525	-
		Promaster Technology Corp.	Other receivables	Yes	320,000	320,000	-	-	For business operation	-	For business operation	-	-	-	524,263	1,048,525	-
1	Sunjet Components Corp.	Sunjet Components Corp. (Dongguan)	Other receivables	Yes	16,000	16,000	-	-	For business operation	-	For business operation	-	-	-	37,316	74,633	-

Notes: 1. The maximum amount of financing to an individual borrower is 10% of the Company and Sunjet Components Corp.'s net asset value. For borrowers with transactions with the Company, maximum financing is 10% of the net assets of the Company or the total amount of transactions between the Company and borrower.
2. The maximum financing amount is 20% of the Company and Sunjet Components Corp.'s net asset value.

EDOM TECHNOLOGY CO., LTD. AND SUBSIDIARIES

ENDORSEMENTS/GUARANTEES PROVIDED
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No.	Endorser/Guarantor	Endorsee/Guarantee		Limits on Endorsement/ Guarantee Given on Behalf of Each Party (Note 1)	Maximum Amount Endorsed/ Guaranteed During the Period	Outstanding Endorsement/ Guarantee at the End of the Period	Actual Borrowing Amount	Amount Endorsed/ Guaranteed by Collaterals	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit (Note 2)	Endorsement/ Guarantee Given by Parent on Behalf of Subsidiaries	Endorsement/ Guarantee Given by Subsidiaries on Behalf of Parent	Endorsement/ Guarantee Given on Behalf of Companies in Mainland China
		Name	Relationship										
0	EDOM Technology Co., Ltd.	Sunjet Components Corp.	Subsidiary	$ 5,242,625	$ 320,000	$ 320,000	$ -	$ -	6.10	$ 10,485,250	Y	N	N
		iPro Technology, Inc.	Subsidiary	5,242,625	64,000	64,000	-	-	1.22	10,485,250	Y	N	N
		Goldenflash Electronics Co., Ltd.	Subsidiary	5,242,625	2,240,000	2,240,000	294,445	-	42.73	10,485,250	Y	N	N
		Promaster Technology Corp.	Subsidiary	5,242,625	3,200,000	3,200,000	1,090,879	-	61.04	10,485,250	Y	N	N
1	Sunjet Components Corp.	Sunjet (HK) Components Ltd.	Subsidiary	149,267	64,000	-	-	-	-	298,535	N	N	N
2	Promaster Technology Corp.	Promaster (Brunei) Technology Corp.	Subsidiary	491,229	384,000	-	-	-	-	614,037	N	N	N

Notes: 1. 100% of the Company's net asset value. 40% of Sunjet Components Corp.'s net asset value. 80% of Promaster Technology Corp.'s net asset value.

2. 200% of the Company's net asset value. 80% of Sunjet Components Corp.'s net asset value. 100% of Promaster Technology Corp.'s net asset value.

3. The Company at the ceiling amounts of guarantees to Promaster and Promaster's subsidiaries were approved by the Company's board of directors, and cannot surpass the approved total amount.

TABLE 3

EDOM TECHNOLOGY CO., LTD. AND SUBSIDIARIES

MARKETABLE SECURITIES HELD
SEPTEMBER 30, 2023
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Holding Company Name	Type and Issuer of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	September 30, 2023				Note
				Shares	Carrying Value	Percentage of Ownership (%)	Market Value or Net Asset Value	
EDOM Technology Co., Ltd.	Ordinary shares							
	AEWIN Technologies Co., Ltd.	-	Financial assets at fair value through other comprehensive income - noncurrent	355,923	$ 15,661	0.60	$ 15,661	Note 1
	Largan Health AI-Tech Co., Ltd.	-	Financial assets at fair value through profit or loss - noncurrent	120,000	170	4.00	170	Note 2
	Upbeat Technology Co., Ltd.	-	Financial assets at fair value through profit or loss - noncurrent	1,250,000	3,857	2.74	3,857	Note 2
	Metanola Communication Inc.	-	Financial assets at fair value through profit or loss - noncurrent	421,155	5,273	7.69	5,273	Note 2
	Preference shares							
	XMEMS Labs, Inc.	-	Financial assets at fair value through profit or loss - noncurrent	501,505	2,810	0.42	2,810	Note 2
	GOMORE INC.	-	Financial assets at fair value through profit or loss - noncurrent	14,285,714	3,108	1.86	3,108	Note 2
	Empower Semiconductor Inc.	-	Financial assets at fair value through profit or loss - noncurrent	86,757	16,108	-	16,108	Note 2
	AXIADO Corporation.	-	Financial assets at fair value through profit or loss - noncurrent	515,814	31,785	0.62	31,785	Note 2
	Private ordinary shares							
	AcSip Technology Co., Ltd.	-	Financial assets at fair value through profit or loss - noncurrent	1,000,000	7,816	2.72	7,816	Note 3
	Private funds							
	BRV Lotus Growth Fund	-	Financial assets at fair value through profit or loss - noncurrent	-	204,321	1.32	204,321	Note 2
	PHI Fund, L.P.	-	Financial assets at fair value through profit or loss - noncurrent	-	189,571	6.90	189,571	Note 2
	AMED Ventures II Limited Partnership	-	Financial assets at fair value through profit or loss - noncurrent	-	31,425	1.33	31,425	Note 2
	Limited partnership							
	Mesh Cooperative Ventures Fund LP	-	Financial assets at fair value through profit or loss - noncurrent	-	12,379	-	12,379	Note 2
Goldenflash Electronics Co., Ltd.	Financial products							
	1-Year USD Denominated Interest Rate-Linked Portfolio Investment Merchandise	-	Financial assets at fair value through profit or loss - current	-	19,362	-	19,362	Note 4
ACCU Technologies Ltd.	Preference shares							
	Largan Health Technology, Inc.	-	Financial assets at fair value through profit or loss - noncurrent	205,410	2,911	1.67	2,911	Note 2

(Continued)

Note 1: The amounts are based on the closing price at the end of the period.

Note 2: The fair values of financial assets are measured by using asset approach, in accordance with the latest financial statements.

Note 3: The fair values of financial assets are measured by the average price of the transactions in emerging markets.

Note 4: The amounts are assessed by using valuation techniques or the quoted market price of its competitors.

Note 5: Refer to Tables 7 and 8 for information on investments in subsidiaries and associates.

(Concluded)

TABLE 4

EDOM TECHNOLOGY CO., LTD. AND SUBSIDIARIES

TOTAL PURCHASE FROM OR SALE TO RELATED PARTIES AMOUNTING TO AT LEAST NT$100 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Buyer/Seller	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Payable or Receivable		Note
			Purchase/ Sale	Amount	% to Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% to Total	
EDOM Technology Co., Ltd.	iPro Technology, Inc.	Subsidiary	Sale	$ (123,040)	(0.17)	Depending on capital situation	Conducted as per the agreed terms	Depending on capital situation	$ 6,256	0.17	-
iPro Technology, Inc.	EDOM Technology Co., Ltd.	Parent company	Purchase	123,040	68.07	Depending on capital situation	Conducted as per the agreed terms	Depending on capital situation	(6,256)	(47.20)	-
Promaster Technology Corp.	Yanyang Technology International Trade (Shanghai) Co., Ltd.	Investee of indirect subsidiary of the Company	Sale	(242,749)	(7.50)	Depending on capital situation	Conducted as per the agreed terms	Depending on capital situation	211,575	31.36	-
Yanyang Technology International Trade (Shanghai) Co., Ltd.	Promaster Technology Corp.	Parent company	Purchase	242,749	100.00	Depending on capital situation	Conducted as per the agreed terms	Depending on capital situation	(211,575)	(100.00)	-

TABLE 5

EDOM TECHNOLOGY CO., LTD. AND SUBSIDIARIES

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT$100 MILLION OR 20% OF THE PAID-IN CAPITAL
SEPTEMBER 30, 2023
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Company Name	Related Party	Relationship	Ending Balance	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Impairment Loss
					Amount	Actions Taken		
Promaster Technology Corp.	Yanyang Technology International Trade (Shanghai) Co., Ltd.	Investee of indirect subsidiary of the Company	$ 211,575	2.1	$ 38,300	-	$ 22,240	$ -
Promaster (Brunei) Technology Corp.	Promaster Technology Corp.	Parent company	261,719	0.1	240,024	-	-	-

TABLE 6

EDOM TECHNOLOGY CO., LTD. AND SUBSIDIARIES

INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT TRANSACTIONS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023
(In Thousands of New Taiwan Dollars)

No. (Note 1)	Investee Company	Counterparty	Flow of Transactions (Note 2)	Transaction Details			
				Financial Statement Account	Amount	Payment Terms	% to Total Sales or Assets (Note 3)
0	EDOM Technology Co., Ltd.	EDOM Trading (Shenzhen) Ltd.	a	Sale	$ 60,818	Transaction terms are not significantly different from those of third parties	-
		EDOM Trading (Shenzhen) Ltd.	a	Operating expense - service charge	169,213	Transaction terms are not significantly different from those of third parties	-
		EDOM Trading (Shenzhen) Ltd.	a	Trade receivables	55,721	Transaction terms are determined by financial condition	-
		EDOM Trading (Shenzhen) Ltd.	a	Trade payables	18,233	Transaction terms are determined by financial condition	-
		EDOM Electronic Technology (Shanghai) Co., Ltd.	a	Sale	76,825	Transaction terms are not significantly different from those of third parties	-
		EDOM Electronic Technology (Shanghai) Co., Ltd.	a	Operating expense - service charge	132,840	Transaction terms are not significantly different from those of third parties	-
		EDOM Electronic Technology (Shanghai) Co., Ltd.	a	Trade receivables	42,610	Transaction terms are determined by financial condition	-
		EDOM Electronic Technology (Shanghai) Co., Ltd.	a	Trade payables	14,522	Transaction terms are determined by financial condition	-
		EDOM Technology Japan Co., Ltd.	a	Sales	402	Transaction terms are not significantly different from those of third parties	-
		EDOM Technology Japan Co., Ltd.	a	Operating expenses - service charge	6,352	Transaction terms are not significantly different from those of third parties	-
		EDOM Technology Japan Co., Ltd.	a	Trade receivables	166	Transaction terms are determined by financial condition	-
		EDOM Technology Japan Co., Ltd.	a	Trade payables	1,309	Transaction terms are determined by financial condition	-
		Sunjet Components Corp.	a	Sale	14,514	Transaction terms are not significantly different from those of third parties	-
		Sunjet Components Corp.	a	Purchase	43,164	Transaction terms are not significantly different from those of third parties	-
		Sunjet Components Corp.	a	Other income	5,841	Transaction terms are not significantly different from those of third parties	-
		Sunjet Components Corp.	a	Rental income	2,250	Transaction terms are not significantly different from those of third parties	-
		Sunjet Components Corp.	a	Operating expenses - service charge	2,072	Transaction terms are not significantly different from those of third parties	-
		Sunjet Components Corp.	a	Trade receivables	3,176	Transaction terms are determined by financial condition	-
		Sunjet Components Corp.	a	Other receivables	944	Transaction terms are determined by financial condition	-
		Sunjet Components Corp.	a	Trade payables	8,264	Transaction terms are determined by financial condition	-
		Sunjet Components Corp.	a	Other payables	208	Transaction terms are determined by financial condition	-
		iPro Technology, Inc.	a	Sale	123,040	Transaction terms are not significantly different from those of third parties	-
		iPro Technology, Inc.	a	Purchase	62	Transaction terms are not significantly different from those of third parties	-
		iPro Technology, Inc.	a	Other income	5,403	Transaction terms are not significantly different from those of third parties	-
		iPro Technology, Inc.	a	Rental income	707	Transaction terms are not significantly different from those of third parties	-
		iPro Technology, Inc.	a	Rental expenses	397	Transaction terms are not significantly different from those of third parties	-
		iPro Technology, Inc.	a	Operating expense - service charge	3,679	Transaction terms are not significantly different from those of third parties	-
		iPro Technology, Inc.	a	Trade receivables	6,256	Transaction terms are determined by financial condition	-
		iPro Technology, Inc.	a	Other receivables	82	Transaction terms are determined by financial condition	-
		iPro Technology, Inc.	a	Trade payables	54	Transaction terms are determined by financial condition	-
		iPro Technology, Inc.	a	Other payables	409	Transaction terms are determined by financial condition	-
		Goldenflash Electronics Co., Ltd.	a	Purchase	12,633	Transaction terms are not significantly different from those of third parties	-
		Goldenflash Electronics Co., Ltd.	a	Other income	7,498	Transaction terms are not significantly different from those of third parties	-

(Continued)

No. (Note 1)	Investee Company	Counterparty	Flow of Transactions (Note 2)	Transaction Details			
				Financial Statement Account	Amount	Payment Terms	% to Total Sales or Assets (Note 3)
		Goldenflash Electronics Co., Ltd.	a	Interest income	$ 1,734	Transaction terms are not significantly different from those of third parties	-
		Goldenflash Electronics Co., Ltd.	a	Other receivables	406	Transaction terms are determined by financial condition	-
		Goldenflash Electronics Co., Ltd.	a	Other advance	890	Transaction terms are determined by financial condition	-
		Goldenflash Electronics Co., Ltd.	a	Trade payables	67	Transaction terms are determined by financial condition	-
		Promaster Technology Corp.	a	Sale	290	Transaction terms are not significantly different from those of third parties	-
		Promaster Technology Corp.	a	Purchase	7,022	Transaction terms are not significantly different from those of third parties	-
		Promaster Technology Corp.	a	Other income	8,681	Transaction terms are not significantly different from those of third parties	-
		Promaster Technology Corp.	a	Trade receivables	484	Transaction terms are determined by financial condition	-
		Promaster Technology Corp.	a	Other receivables	1,991	Transaction terms are determined by financial condition	-
		Promaster Technology Corp.	a	Other advance	1,365	Transaction terms are determined by financial condition	-
		Promaster Technology Corp.	a	Trade payables	13,803	Transaction terms are determined by financial condition	-
		Promaster (Brunei) Technology Corp.	a	Other income	125	Transaction terms are not significantly different from those of third parties	-
		Promaster (Brunei) Technology Corp.	a	Other receivables	65	Transaction terms are determined by financial condition	-
		Promaster (Brunei) Technology Corp.	a	Other advance	42	Transaction terms are determined by financial condition	-
		Sunjet Components Corp. (Dongguan)	a	Trade receivables	32	Transaction terms are determined by financial condition	-
		Yanyang Technology International Trade (Shanghai) Co., Ltd.	a	Sale	1,278	Transaction terms are not significantly different from those of third parties	-
		Yanyang Technology International Trade (Shanghai) Co., Ltd.	a	Trade receivables	1,068	Transaction terms are determined by financial condition	-
1	Sunjet Components Corp.	Sunjet Components Corp. (Dongguan)	b	Sale	6,625	Transaction terms are not significantly different from those of third parties	-
		Sunjet Components Corp. (Dongguan)	b	Purchase	11	Transaction terms are not significantly different from those of third parties	-
		Sunjet Components Corp. (Dongguan)	b	Trade receivables	42,783	Transaction terms are determined by financial condition	-
		Sunjet (HK) Components Ltd.	b	Sale	17,529	Transaction terms are not significantly different from those of third parties	-
		Sunjet (HK) Components Ltd.	b	Trade receivables	9,483	Transaction terms are determined by financial condition	-
		Goldenflash Electronics Co., Ltd.	b	Purchase	349	Transaction terms are not significantly different from those of third parties	-
		Goldenflash Electronics Co., Ltd.	b	Other income	10	Transaction terms are not significantly different from those of third parties	-
		EDOM Technology Japan Co., Ltd.	b	Sale	31,788	Transaction terms are not significantly different from those of third parties	-
		EDOM Technology Japan Co., Ltd.	b	Trade receivables	2,981	Transaction terms are determined by financial condition	-
		Promaster Technology Corp.	b	Purchase	145	Transaction terms are not significantly different from those of third parties	-
		Promaster Technology Corp.	b	Trade payables	151	Transaction terms are determined by financial condition	-
2	EDOM Electronic Technology (Shanghai) Co., Ltd.	EDOM Trading (Shenzhen) Ltd.	b	Sale	1,177	Transaction terms are not significantly different from those of third parties	-
		EDOM Trading (Shenzhen) Ltd.	b	Purchase	3,022	Transaction terms are not significantly different from those of third parties	-
		EDOM Trading (Shenzhen) Ltd.	b	Trade receivables	53	Transaction terms are determined by financial condition	-
		Yanyang Technology International Trade (Shanghai) Co., Ltd.	b	Purchase	82	Transaction terms are not significantly different from those of third parties	-
		Yanyang Technology International Trade (Shanghai) Co., Ltd.	b	Rental income	1,514	Transaction terms are not significantly different from those of third parties	-
		Yanyang Technology International Trade (Shanghai) Co., Ltd.	b	Trade payables	21	Transaction terms are determined by financial condition	-

(Continued)

No. (Note 1)	Investee Company	Counterparty	Flow of Transactions (Note 2)	Transaction Details			
				Financial Statement Account	Amount	Payment Terms	% to Total Sales or Assets (Note 3)
3	EDOM Trading (Shenzhen) Ltd.	Yanyang Technology International Trade (Shanghai) Co., Ltd.	b	Purchase	$ 17	Transaction terms are not significantly different from those of third parties	-
		Yanyang Technology International Trade (Shanghai) Co., Ltd.	b	Rental income	1,179	Transaction terms are not significantly different from those of third parties	-
		Yanyang Technology International Trade (Shanghai) Co., Ltd.	b	Trade payables	20	Transaction terms are determined by financial condition	-
		Yanyang Technology International Trade (Shanghai) Co., Ltd.	b	Guarantee deposits received	287	Transaction terms are determined by financial condition	-
4	Promaster Technology Corp.	iPro Technology, Inc.	b	Sale	3,277	Transaction terms are not significantly different from those of third parties	-
		Promaster (Brunei) Technology Corp.	b	Sale	94,824	Transaction terms are not significantly different from those of third parties	-
		Promaster (Brunei) Technology Corp.	b	Purchase	20,973	Transaction terms are not significantly different from those of third parties	-
		Promaster (Brunei) Technology Corp.	b	Payment on behalf of others	4	Transaction terms are determined by financial condition	-
		Promaster (Brunei) Technology Corp.	b	Trade receivables	64,362	Transaction terms are determined by financial condition	-
		Promaster (Brunei) Technology Corp.	b	Trade payables	261,719	Transaction terms are determined by financial condition	1
		Yanyang Technology International Trade (Shanghai) Co., Ltd.	b	Sale	242,749	Transaction terms are not significantly different from those of third parties	-
		Yanyang Technology International Trade (Shanghai) Co., Ltd.	b	Purchase	110	Transaction terms are not significantly different from those of third parties	-
		Yanyang Technology International Trade (Shanghai) Co., Ltd.	b	Operating expenses - service charge	60,335	Transaction terms are not significantly different from those of third parties	-
		Yanyang Technology International Trade (Shanghai) Co., Ltd.	b	Trade receivables	211,575	Transaction terms are determined by financial condition	1
		Yanyang Technology International Trade (Shanghai) Co., Ltd.	b	Trade payables	14,683	Transaction terms are determined by financial condition	-
5	Promaster (Brunei) Technology Corp.	Yanyang Technology International Trade (Shanghai) Co., Ltd.	b	Purchase	3	Transaction terms are not significantly different from those of third parties	-
		Yanyang Technology International Trade (Shanghai) Co., Ltd.	b	Trade payables	3	Transaction terms are determined by financial condition	-

Note 1: The parent company and its subsidiaries are numbered as follows:

a. “0” for the parent company.
b. Subsidiaries are numbered from “1”.

Note 2: The flow of intercompany transactions is as follows:

a. From the parent company to a subsidiary.
b. Between subsidiaries.

Note 3: Balance sheet items are shown as a percentage to consolidated total assets as of September 30, 2023, while income statement items are shown as a percentage to consolidated total operating revenue for the nine months ended September 30, 2023.

Note 4: The above transaction amounts were eliminated upon consolidation.

(Concluded)

EDOM TECHNOLOGY CO., LTD. AND SUBSIDIARIES

INFORMATION ON INVESTEES
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investor Company	Investee Company	Location	Main Businesses and Products	Investment Amount: September 30, 2023 (Note 1)	Investment Amount: December 31, 2022 (Note 1)	As of September 30, 2023: Shares	As of September 30, 2023: Percentage of Ownership	As of September 30, 2023: Carrying Amount	Net Income (Loss) of the Investee (Note 2)	Share of Profit (Loss)	Note
EDOM Technology Co., Ltd. (the "Company")	ACCU Technologies Ltd.	B.V.I	General trade and investment in manufacturing and service industries	$ 508,188 (US$ 15,748 thousand)	$ 508,188 (US$ 15,748 thousand)	15,748,179	100.00	$ 424,719	$ 16,612	$ 16,612	Subsidiary (Notes 3 and 4)
	ILDO Korea Co., Ltd.	Korea	Trade of computer peripherals	14,856 (₩ 619,012 thousand)	14,856 (₩ 619,012 thousand)	74,083	25.00	22,561 (₩ 938,859 thousand)	2,192 (₩ 90,952 thousand)	548 (₩ 22,738 thousand)	Note 3
	Sunjet Components Corp.	Taipei	General trade of electronic components	299,108	299,018	34,767,559	100.00	386,251	2,850	2,850	Subsidiary (Notes 3 and 4)
	KingHold Technology	New Taipei	General trade of electronic components	43,771	43,771	2,716,000	33.95	2,744	(12,655)	(4,080)	Note 3
	iPro Technology, Inc.	Hsinchu City	General trade of electronic components	159,890	159,890	7,000,000	100.00	171,838	(1,008)	(1,008)	Subsidiary (Notes 3 and 4)
	Goldenflash Electronics Co., Ltd.	Taipei	General trade of electronic components	104,500	104,500	12,394,126	100.00	153,570	7,849	7,849	Subsidiary (Notes 3 and 4)
	Promaster Technology Corp.	Taipei	General trade of electronic components	816,646	816,646	46,401,534	100.00	843,297	(32,486)	(46,526)	Subsidiary (Notes 3 and 4)
	EDOM Technology Japan	Japan	General trade of electronic components	4,324 (¥ 20,000 thousand)	4,324 (¥ 20,000 thousand)	2,000	100.00	5,174 (¥ 23,931 thousand)	557 (¥ 2,469 thousand)	557 (¥ 2,469 thousand)	Subsidiary (Notes 3 and 4)
ACCU Technologies Ltd. (ACCU)	Sunshine Global International Ltd.	Western Samoa	General trade and investment in manufacturing and service industries	63,733 (US$ 1,975 thousand)	63,733 (US$ 1,975 thousand)	1,975,000	100.00	33,510	1,146	1,146	Subsidiary (Notes 3 and 4)
	Honest Rich Trading Ltd.	Western Samoa	General trade and investment in manufacturing and service industries	177,517 (US$ 5,501 thousand)	177,517 (US$ 5,501 thousand)	5,501,000	100.00	119,529	10,736	10,736	Subsidiary (Notes 3 and 4)
	Massive Strong Investment Ltd.	Western Samoa	General trade and investment in manufacturing and service industries	322,700 (US$ 10,000 thousand)	322,700 (US$ 10,000 thousand)	11,000,000	100.00	275,701	5,539	5,539	Subsidiary (Notes 3 and 4)
Sunjet Components Corp.	Sunjet (HK) Components Ltd.	Hong Kong	General trade and investment in manufacturing and service industries	103,545 (HK$ 25,114 thousand)	103,545 (HK$ 25,114 thousand)	25,113,810	100.00	(20,959)	(5,271)	(5,271)	Subsidiary (Notes 3 and 4)
iPro Technology, Inc.	Otowahr Inc.	Western Samoa	Electronic parts and components manufacturing	24,203 (US$ 750 thousand)	-	15,600,000	20.20	23,805	-	-	Note 3
Promaster Technology Corp.	Promaster (Brunei) Technology Corp.	Seychelles	General trade of electronic components	83,305	83,305	2,550,000	100.00	284,418	13,942	13,942	Subsidiary (Notes 3 and 4)
	Vxis Technology Corp.	Hsinchu City	Electronic parts and components manufacturing	16,197	16,197	3,230,000	27.26	4,938	(1,511)	(336)	Note 3
	Prowine Co., Ltd.	Taipei	Wholesale of tobacco products and alcoholic beverages	5,000	5,000	500,000	22.22	19,728	(4,540)	(1,237)	Note 3

Note 1: The amounts are based on the exchange rate at the end of the period.

Note 2: The amounts are based on the average exchange rate for the nine months ended September 30, 2023.

Note 3: The amounts are based on the financial statements which has not been reviewed for the nine months ended September 30, 2023.

Note 4: The above transaction amounts were eliminated upon consolidation.

Note 5: Refer to Table 8 for information on investment in mainland China.

EDOM TECHNOLOGY CO., LTD. AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investment Company	Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2023	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of September 30, 2023	Net Income (Losses) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 2)	Carrying Amount as of September 30, 2023	Accumulated Repatriation of Investment Income as of September 30, 2023
						Outward	Inward						
EDOM Technology Co., Ltd.	EDOM Trading (Shenzhen) Ltd.	Trade of computer peripherals	$ 177,485 (US$ 5,500 thousand)	b (Note 3)	$ 177,485 (US$ 5,500 thousand)	$ -	$ -	$ 177,485 (US$ 5,500 thousand)	$ 10,736	100	$ 10,736	$ 119,497	$ -
	EDOM Electronic Technology (Shanghai) Co., Ltd.	Trade, research and development of computer peripherals	322,700 (US$ 10,000 thousand)	b (Note 4)	322,700 (US$ 10,000 thousand)	-	-	322,700 (US$ 10,000 thousand)	5,539	100	5,539	275,701	-
Sunjet Components Corp.	Sunjet Components Corp. (Dongguan)	Trade of electric power equipment and computer peripherals	101,554 (US$ 3,147 thousand)	b (Note 5)	101,554 (US$ 3,147 thousand)	-	-	101,554 (US$ 3,147 thousand)	(3,566)	100	(3,566)	(25,994)	-
Promaster Technology Corp.	Yanyang Technology International Trade (Shanghai) Co., Ltd.	Trade of electric power equipment and computer peripherals	199,429 (US$ 6,180 thousand)	b (Note 6)	71,241	-	-	71,241	12,644	100	12,644	54,179	-

Investment Company	Accumulated Outward Remittance for Investment in Mainland China as of September 30, 2023	Investment Amounts Authorized by Investment Commission, MOEA	Limit on the Amount of Investment Stipulated by Investment Commission, MOEA
EDOM Technology Co., Ltd.	$ 500,185 (US$ 15,500 thousand)	$ 532,455 (US$ 16,500 thousand)	$5,242,625 × 60% = $3,145,575
Sunjet Components Corp.	101,554 (US$ 3,147 thousand)	115,527 (US$ 3,580 thousand)	$373,169 × 60% = $223,901
Promaster Technology Corp.	71,241	193,228	$614,037 × 60% = $368,422

Note 1: a. Direct investment in mainland China.
b. Investment in mainland China through investment in an overseas company.
c. Others.

Note 2: The amounts are based on the financial statements which has not been reviewed for the nine months ended September 30, 2023.

Note 3: Investment from Honest Rich Trading Ltd. (Western Samoa).

Note 4: Investment from Massive Strong Investment Ltd. (Western Samoa).

Note 5: Investment from Sunjet (HK) Components Ltd. (Hong Kong).

Note 6: Investment from Promaster (Brunei) Technology Corp. (Seychelles). Items referred to under to Rule No. 091028908, Rule No. 0900275290, Rule No. 10000138510 and Rule No. 10500139960 by the Investment Commission, MOEA.

TABLE 9

EDOM TECHNOLOGY CO., LTD. AND SUBSIDIARIES

INFORMATION OF MAJOR SHAREHOLDERS
SEPTEMBER 30, 2023

Name of Major Shareholder	Shares	
	Number of Shares	Percentage of Ownership (%)
YU-I TSENG	27,766,059	10.29
WPG Holdings Limited	25,000,000	9.26
Sayes Co., Ltd.	13,733,880	5.08

Note: The information of major shareholders presented in this table is provided by the Taiwan Depository & Clearing Corporation based on the number of ordinary shares and preferred shares held by shareholders with ownership of 5% or greater, that have been issued without physical registration (including treasury shares) by the Company as of the last business day for the current quarter. The share capital in the consolidated financial statements may differ from the actual number of shares that have been issued without physical registration because of different preparation basis.