Silitech Technology Corporation
2024 Annual General Shareholders' Meeting Minutes
(Translation)

Time: 10:00 a.m., June 4, 2024

Location: No. 73, Kuirou Shan Rd., Tamsui Dist., New Taipei City
Meeting type: physical meeting

Attending shareholders and proxy representing:
50,378,236 shares (among them, 3,322,052 shares voted via electronic transmission), which accounts for 74.08% of total 68,000,000 outstanding shares.

Director attendees: Chin-Hui Chen, Tien-Chun Tsai (Independent Director and Convener of the Audit Committee), and Ben Chi (Independent Director)

Non-shareholding attendees:
Deloitte & Touche, Yen-Chun Chen, CPA

Chairperson: Chin-Hui Chen (Acting)
Recorder: Lillian Chen

I. Chairperson Calls Meeting to Order

The aggregate shareholding of the shareholders present in person or by proxy constituted a quorum. The Chairperson called the meeting to order.

II. Opening Remarks by the Chairperson (omitted)

III. Reported Matters

i. 2023 Business Report (No questions raised by the shareholders. Please refer to Attachment 1)
ii. Audit Committee’s Review Report (No questions raised by the shareholders. Please refer to Attachment 2~4)
iii. Employees and Directors Compensation for 2023 (No questions raised by the shareholders. Please refer to Handbook)
iv. Material Transactions with Related Parties in 2023(No questions raised by the shareholders. Please refer to Attachment 5)
v. Amendment to “Regulation and Procedure for Board of Directors Meetings” (No questions raised by the shareholders. Please refer to Attachment 6)

IV. Acknowledged Matters

i. Proposal: Adoption of 2023 Business Report and Financial Statements (Proposed by the Board of Directors)

Explanation:

1. 2023 financial statements have been audited by Certified Public Accountants Yen-Chun Chen and Meng-Chieh Chiu of Deloitte & Touche and were discussed and resolved in the Board of Directors meeting convened on February 22, 2024.
2. The aforementioned financial statements and business report have been duly reviewed by the Audit Committee.
3. Please refer to Attachment 1 for 2023 Business Report.
4. Please refer to Attachment 2 & Attachment 3 for 2023 Financial Statements.
5. Please proceed to adopt.

Resolution:

No questions raised by the shareholders. The proposal was approved. The total votes were 50,378,236 votes and the voting results were as follows.

Items	Voting results (including voted via electronic transmission)
Approval votes	49,666,186 votes Percentage of total votes 98.58 %
Disapproval votes	10,501 votes
Abstention votes/no votes	701,549 votes
Invalid votes	0 votes

ii. Proposal: Adoption of the Proposal for Appropriation of 2023 Earnings (Proposed by the Board of Directors)

Explanation:

1. The proposal for appropriation of 2023 earnings was resolved in the Board of Directors meeting convened on March 27, 2024.
2. In Fiscal Year 2023, the Company made a net profit of NT$119,327,988. By adding the beginning balance of unappropriated retained earnings of NT$166,778,588 and deducting adjustments on re-measurement on define benefit plans recognized in retained earnings of NT$299,859, setting aside for special reserve appropriated by law of NT$99,267,987, total distributable retained earnings for the year amounted to NT$186,538,730.
3. Pursuant to above mentioned, the 2023 retained earnings distributed to shareholders in cash dividends amounted to NT$81,600,000 (NT$1.2 per share), total unappropriated retained earnings for the year end amounted to NT$104,938,730. The distribution of the cash dividends shall be rounded down to the nearest New Taiwan Dollar. The aggregate of the remaining cash will be credited to other income by the Company. Please refer to Attachment 7 for the Statement of Earnings Distribution.
4. In the event that the number of the Company shares is changed, thereby affecting the outstanding shares and then causing the proposed profit distribution per share to change, it is proposed that Annual Shareholders' Meeting fully authorize Chairman to manage and adjust it.
5. Upon the approval of the Annual Shareholders' Meeting, it is proposed that Chairman be authorized to determine the ex-dividend date, distribution date, and other relevant issues as well as announcement by law.
6. Please proceed to adopt.

Resolution:
No questions raised by the shareholders. The proposal was approved. The total votes were 50,378,236 votes and the voting results were as follows.

Items	Voting results (including voted via electronic transmission)
Approval votes	49,666,447 votes Percentage of total votes 98.58 %
Disapproval votes	10,591 votes
Abstention votes/no votes	701,198 votes
Invalid votes	0 votes

V. Election Matters

Proposal: Election of the Company's Directors of 9th Term. (Proposed by the Board of Directors)

Explanation:

1. The directors of the 8th term of the Company's were elected at the Annual General Shareholders' Meeting on July 9, 2021 and the tenure of three years is about to expire. Please duly elect new directors at the 2024 Shareholders' Meeting.
2. Articles of Incorporation state that the Company's Board of Directors shall have seven to fifteen directors, of which at least three must be independent. The Company will duly elect seven directors (including three independent directors) of the 9th term. The newly elected directors will be appointed immediately after the Shareholders' Meeting. The directors of the 9th term will serve a three-year term starting from June 4, 2024 to June 3, 2027.
3. The election of directors (including independent directors) of the Company adopts the candidate nomination system stipulated in Article 192-1 of the Company Act, and the shareholders shall select and appoint directors from the list of candidates for directors. Please refer to Attachment 8 for the List of Candidates for Directors (Including Independent Directors) and Handbook for "Rules Governing the Election of Directors".

Election Result:
Number of votes received by candidates for directors and list of elected directors

Identity	Name	Number of votes received	Whether elected
Director	Yu-Heng Chiao	83,327,461	Yes
Director	Lite-On Technology Corporation Representative : Tom Soong	69,960,014	Yes
Director	Lite-On Technology Corporation Representative : Anson Chiu	69,854,913	Yes
Director	Walsin Technology Corporation Representative : Chin-Hui Chen	69,677,714	Yes
Independent Director	Tien-Chun Tsai	13,262,363	Yes
Independent Director	Ben Chi	12,189,879	Yes
Independent Director	I-Ming Chen	12,092,113	Yes
Director	David W.H. Lee	14,839,356	No

VI. Other Proposals

Proposal: Discuss to Release of Newly-Elected Directors from Non-Competition Restrictions, please discuss and resolve. (Proposed by the Board of Directors)

Explanation:

1. This is handled in accordance with Article 209 of the Company Act that "A director who does anything for himself or on behalf of another person that is within the scope of the company's business, shall explain to the meeting of shareholders the essential contents of such an act and secure its approval."
2. In view of the diversification needs of the Company and those directors might does anything for himself or on behalf of another person that is within the scope of the Company's business, to cope with the actual needs, it is proposed to the shareholders' meeting to release the non-competition restrictions on directors (including independent directors) and the representatives with the premise that directors do not have conflicts of the Company's interest.
3. Please refer to Attachment 9 for the details of release of directors from non-competition restrictions.
4. Please discuss and resolve.

Resolution:

No questions raised by the shareholders. The proposal was approved. The total votes were 21,670,688 votes and the voting results were as follows.

Items	Voting results (including voted via electronic transmission)
Approval votes	20,831,842 votes Percentage of total votes 96.12 %
Disapproval votes	62,655 votes
Abstention votes/no votes	776,191 votes
Invalid votes	0 votes

Note: After deducting 28,707,548 votes of shareholders who recuse themselves from voting.

VII. Extemporary Motions: None.

VIII. Adjournment

The meeting was adjourned at 10:25 a.m.

(The minutes of this shareholders' meeting shall state only the main subject of the meeting; the content of the meeting shall still be subject to the audio and video record of the meeting.)

Attachment

Attachment 1

Silitech Technology Corporation
Business Report

In 2023, Silitech confronted challenges such as geopolitics, high inflation, low growth and rapid changes in customer demand. On the operational side, the Company continued to optimize operating capabilities, further improve our flexibility, expand production capacity and maintain ongoing transformation; on the product side, the Company focused on Automotive Components and Mechanical Integration products, and strived to enhance competitive advantages in automotive, 5G and other fields to expand business momentum.

Operating Result

In 2023, the Company's consolidated revenue was NT$2.084 billion, a 2.9% increase from the previous year (NT$2.025 billion). The Automotive Components accounted for 57.1% share of total revenue, and the main products are automotive interior components; the Mechanical Integration contributed a 42.9% share of the total revenue, and the main products are wearable products, smart lock modules, netcom optical mechanism components, mobile phone keypads and gaming console products. An overview of the operations of each factory in 2023: Silitech Taiwan factory took advantage of MIT, continued to deepen customer relationships and provide value-added products. In the face of high fluctuations in customer demand, operation adaptability of Taiwan factory has further improved; Due to lower economic growth in China and sluggish demand for consumer products, Shenzhen Xurong factory has been transforming to application products of automotive and new energy vehicles; Malaysia factory’s long-term orders were quite stable, and some customers requested additional shipments. Production and manufacturing have also adjusted and cooperated timely, so the operation has grown; In September, Iwatsu Malaysia Sembilan factory was acquired to increase production capacity and diversification of manufacturing processes. In 2023, the gross margin was 15.8%, a decrease of 0.7pp year-over-year; the operating profit was NT$80.62 million, the net profit after tax was NT$119 million and the earning per share was NT$1.75.

Summing investments in R&D, Silitech not only evaluated possibilities for investing in new technologies, but also used new materials and new processes combined with core technologies to continuously enhance our core competitiveness. Following the pulse of automotive industry and the transformation of manufacturing technology, Silitech enhanced the competitiveness in automotive components market; and actively developed components that integrate optical, mechanical and electronic elements, as well as cross-industry applications and early-stage R&D and design of products to satisfy customer demand and align with market trends. In 2023, the Company's R&D expenditures amounted to NT$39.94 million, accounting for 1.9% of total revenue.

Future Outlook

In the latest economic forecast, IMF raised its economic growth forecast for 2024 from 2.9% to 3.1%, which is still lower than the long-term average of 3.8% between 2000 and 2019. It is expected that turmoil in the Middle East and the Red Sea crisis may cause damage to the global supply chain, thereby raising inflation, and may also delay the pace of interest rate cuts by major central banks. The forecast of Chung-Hua Institution for Economic Research estimates that Taiwan's economic growth rate will be 3.10% in 2024, with the growth trend slowing down quarter by quarter due to base period factors.

Looking forward to 2024, in the face of factors such as slow global economic growth and still high geopolitical risks, Silitech will adjust its global layout thinking and expand business momentum. Silitech will continue its dedication to cross-industry application transformation, deepen customer relationships, participate in and provide early-stage R&D and design of automotive HMI products, and use new materials and new processes combined with core technologies, to enhance product competitiveness and facilitate the application development of Automotive Components and Mechanical Integration products; Silitech will make full use of the advantages of each factory. Silitech has been deeply involved in and optimistic about the Southeast Asian market for a long time and acquired Malaysia Sembilan factory recently. Taiwan factory has the advantages of MIT and Shenzhen Xurong factory has local service advantages for needs in China. Therefore, increasing production capacity, diversifying product manufacturing processes and dispersing capacity in different regions to meet customer needs; Silitech will plan “focused” capital expenditures to respond to long-term strategic needs, focus capital expenditures on innovative products, new manufacturing processes and automation equipment, efficiently use capital expenditures and fully utilize its benefits; Silitech will optimize the management of supply chain, use the group's global resources, take advantages of the group's procurement advantages, and provide regional customers with flexible logistics services to further enhance cost advantages of Silitech. The Company will continue its management philosophy focusing on customer experience, product quality, and technological advancement. Within the Company’s corporate culture characterized by “integrity, respect, innovation, expertise, and excellence,” all employee and management team continue using the spirit of organizational learning and teamwork to improve responsiveness and product competitiveness, to focus on intensifying and extending our core technologies and skills based on developing and producing precision components to offer customers design and service that bring high added value. Through synergy brought by integration of production, sales and research, they robustly promote our developmental goals in terms of income and profit growth, thereby creating common prosperity for shareholders, employees, customers, and suppliers.

Chairman: Yu-Heng Chiao　　Manager: Areta Hsu　　Chief Accountant: Ronnie Chen

INDEPENDENT AUDITORS' REPORT

The Board of Directors and Shareholders
Silitech Technology Corporation

Opinion

We have audited the accompanying consolidated financial statements of Silitech Technology Corporation and its subsidiaries (collectively referred to as the "Group"), which comprise the consolidated balance sheets as of December 31, 2023 and 2022, and the consolidated statements of comprehensive income, changes in equity and cash flows for the years then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies (collectively referred to as the "consolidated financial statements").

In our opinion, based on our audits and the report of other auditors (refer to the Other Matter paragraph), the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as of December 31, 2023 and 2022, and its consolidated financial performance and its consolidated cash flows for the years then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

Basis for Opinion

We conducted our audits in accordance with the Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants and auditing standards accepted in the Republic of China. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with The Norm of Professional Ethics for Certified Public Accountant of the Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirements. Based on our audits and the report of other auditors, we believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements for the year ended December 31, 2023. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

The key audit matters identified in the audit of the Group's consolidated financial statements for the year ended December 31, 2023 are described as follows:

Occurrence of revenue from specific customers

The major operating revenue of the Group is mechanical components. In 2023, the operating revenue of Tamsui factory has declined compared with 2022 due to the weak demand for consumer electronics, of which the operating revenue from specific customers is significant and growth rate reaches certain standards, the auditors assessed that the revenue generated by this specific customers is an item of concern to users of financial statements. Therefore, we considered the occurrence of revenue from specific customers as a key audit matter.

The main audit procedures performed in respect of the occurrence of revenue from specific customers included the following:

1. We understood and tested the design and operating effectiveness of the internal controls relevant to revenue recognition.

2. We obtained the occurrence of recorded revenue from specific customers, determined the appropriate sampling method and sample quantity, and checked documents including customer orders, deliver orders and invoices. We assessed the amount is correct and has been eligible for revenue recognition.

3. We checked, on a sampling basis, the collection reversal records and collection vouchers, and assessed whether the amount is correct and the payer is the same as the buyer, to corroborate the authenticity of sale.

4. We calculated and analyzed whether the account receivable turnover days of specific customers are reasonable, and compared the general credit conditions to see if there is any significant abnormality.

For the accounting policy on revenue recognition refer to Note 4 to the financial statements.

Other Matter

We did not audit the subsidiary’s financial statements of Iwatsu (Malaysia) Sdn. Bhd. in the consolidated financial statements of the Group, but such financial statements were audited by other auditors. Our opinion, insofar as it relates to the amounts for Iwatsu (Malaysia) Sdn. Bhd. is based solely on the report of other auditors. The total assets of Iwatsu (Malaysia) Sdn. Bhd. as of December 31, 2023 were NT$159,921 thousand, representing 4.76% of the consolidated total assets, and which the operating revenue from September 1, 2023 (acquisition date) to December 31, 2023 was NT$57,010 thousand, representing 2.74% of the consolidated operating revenue.

We have also audited the parent company only financial statements of Silitech Technology Corporation as of and for the years ended December 31, 2023 and 2022, on which we have issued an unmodified opinion.

Responsibilities of Management and Those Charged with Governance for 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 IFRSs, IAS, IFRIC and SIC endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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

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

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

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

As part of an audit in accordance with the auditing standards accepted in the Republic of China, we exercise professional judgment and professional skepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.

3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

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

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

6. Obtain sufficient and appropriate audit evidence regarding the financial information of entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision, and performance of the group audit. We remain solely responsible for our audit opinion.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements for the year ended December 31, 2023 and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partners on the audits resulting in this independent auditors' report are Yen-Chun Chen and Meng-Chieh Chiu.

Deloitte & Touche
Taipei, Taiwan
Republic of China

February 22, 2024

Notice to Readers

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 audit such consolidated financial statements are those generally applied in the Republic of China.

For the convenience of readers, the independent auditors' 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' report and consolidated financial statements shall prevail.

SILITECH TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS
DECEMBER 31, 2023 AND 2022
(In Thousands of New Taiwan Dollars)

	2023		2022	
ASSETS	**Amount**	**%**	**Amount**	**%**
CURRENT ASSETS				
Cash and cash equivalents (Notes 4 and 6)	$ 628,836	19	$ 1,635,623	50
Financial assets at fair value through profit or loss (FVTPL) - current (Notes 4 and 7)	3,109	-	2,583	-
Financial assets at amortized cost - current (Notes 4 and 9)	118,086	4	-	-
Trade receivables, net (Notes 4 and 10)	479,336	14	418,051	13
Trade receivables from related parties, net (Notes 4, 10 and 29)	491	-	1,349	-
Other receivables (Note 4)	29,550	1	27,251	1
Other receivables from related parties (Notes 4 and 29)	3,531	-	11,354	-
Current tax assets (Note 4)	212	-	4	-
Inventories (Notes 4 and 11)	273,749	8	251,957	8
Other current assets (Notes 15 and 29)	40,527	1	42,610	1
Total current assets	1,577,427	47	2,390,782	73
NON-CURRENT ASSETS				
Financial assets at FVTPL - non-current (Notes 4 and 7)	36,967	1	17,962	1
Financial assets at fair value through other comprehensive income (FVTOCI)-non-current (Notes 4 and 8)	144,060	4	45,064	1
Financial assets at amortized cost - non-current (Notes 4 and 9)	1,076,632	32	328,673	10
Property, plant and equipment (Notes 4 and 13)	401,054	12	344,520	11
Right-of-use assets (Notes 4 and 14)	223	-	23,838	1
Other Intangible assets (Note 4)	4,243	-	7,084	-
Deferred tax assets (Notes 4 and 23)	78,594	3	88,812	3
Refundable deposits (Note 4)	6,918	-	6,449	-
Other non-current assets (Note 15)	32,071	1	5,120	-
Total non-current assets	1,780,762	53	867,522	27
TOTAL	$ 3,358,189	100	$ 3,258,304	100
LIABILITIES AND EQUITY				
CURRENT LIABILITIES				
Sort-term borrowings (Notes 4 and 16)	$ 43,328	1	$ -	-
Financial liabilities at fair value through profit or loss (FVTPL) - current (Notes 4 and 7)	-	-	12	-
Trade payables (Note 4)	305,529	9	210,529	7
Trade payables to related parties (Note 29)	13,469	-	24,856	1
Other payables (Notes 4 and 17)	244,120	7	269,620	8
Other payables to related parties (Notes 4 and 29)	535	-	2,547	-
Current tax liabilities (Notes 4 and 23)	14,048	1	13,026	-
Provisions - current (Notes 4 and 18)	19,237	1	23,550	1
Lease liabilities - current (Notes 4 and 14)	231	-	26,955	1
Other current liabilities	31,072	1	41,559	1
Total current liabilities	671,569	20	612,654	19
NON-CURRENT LIABILITIES				
Net defined benefit liabilities - non-current (Notes 4 and 19)	32,377	1	31,848	1
Guarantee deposits (Note 4)	1,195	-	1,220	-
Deferred tax liabilities (Notes 4 and 23)	36,067	1	36,163	1
Total non-current liabilities	69,639	2	69,231	2
Total liabilities	741,208	22	681,885	21
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Notes 4 and 20)				
Share capital				
Ordinary shares	680,000	20	680,000	21
Capital surplus	630,074	19	630,074	19
Retained earnings				
Legal reserve	1,120,368	33	1,109,766	34
Special reserve	206,863	6	316,814	10
Unappropriated earnings	285,807	9	108,230	3
Total retained earnings	1,613,038	48	1,534,810	47
Other equity	(306,131)	(9)	(268,465)	(8)
Total equity	2,616,981	78	2,576,419	79
TOTAL	$ 3,358,189	100	$ 3,258,304	100

The accompanying notes are an integral part of the consolidated financial statements.
(With Deloitte & Touche auditors' report date February 22, 2024)

SILITECH TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	2023		2022	
	Amount	**%**	**Amount**	**%**
OPERATING REVENUE (Notes 4, 21 and 29)	$ 2,084,426	100	$ 2,025,009	100
COST OF GOODS SOLD (Notes 11, 25 and 29)	(1,755,022)	(84)	(1,690,831)	(83)
GROSS PROFIT	329,404	16	334,178	17
OPERATING EXPENSES (Notes 25 and 29)				
Selling and marketing expenses	(63,915)	(3)	(61,595)	(3)
General and administrative expenses	(144,928)	(7)	(129,027)	(7)
Research and development expenses	(39,935)	(2)	(44,053)	(2)
Expected credit loss	(10)	-	(10)	-
Total operating expenses	(248,788)	(12)	(234,685)	(12)
PROFIT FROM OPERATIONS	80,616	4	99,493	5
NON-OPERATING INCOME AND EXPENSES (Notes 22 and 29)				
Interest income	56,242	3	26,382	1
Other income	32,928	1	20,290	1
Other gains and losses	1,573	-	(9,510)	-
Finance costs	(733)	-	(2,000)	-
Expected credit losses	(761)	-	-	-
Total non-operating income and expenses	89,249	4	35,162	2
PROFIT BEFORE INCOME TAX	169,865	8	134,655	7
INCOME TAX EXPENSE (Notes 4 and 23)	(50,537)	(2)	(34,425)	(2)
NET PROFIT FOR THE YEAR	119,328	6	100,230	5
OTHER COMPREHENSIVE INCOME (LOSS)				
Items that will not be reclassified subsequently to profit or loss:				
Remeasurement of defined benefit plans (Note 19)	(394)	-	7,342	-
Unrealized (loss) gain on investments in equity instruments at fair value through other comprehensive income	(6,004)	-	(716)	-
Income tax relating to items that will not be reclassified subsequently to profit or loss (Note 23)	94	-	(1,553)	-
	(6,304)	-	5,073	-

(Continued)

SILITECH TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	2023		2022	
	Amount	**%**	**Amount**	**%**
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translation of the financial statements of foreign operations	(39,577)	(2)	141,097	7
Income tax relating to items that may be reclassified subsequently to profit or loss (Note 23)	7,915	-	(28,219)	(1)
	(31,662)	(2)	112,878	6
Other comprehensive (loss) income for the year, net of income tax	(37,966)	(2)	117,951	6
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	$ 81,362	4	$ 218,181	11
EARNINGS PER SHARE (IN NTD; Note 24)				
Basic	$ 1.75		$ 1.47	
Diluted	$ 1.75		$ 1.47	

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

(With Deloitte & Touche auditors' report date February 22, 2024)

SILITECH TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022 In Thousands of New Taiwan Dollars
(In Thousands of New Taiwan Dollars)

	Share Capital			Retained Earnings			Other Equity		
	Ordinary Shares (In Thousands)	Amount	Capital Surplus	Legal Reserve	Special Reserve	Unappropriated Earnings	Exchange Differences on Translating Foreign Operations	Unrealized Loss on Financial Assets at FVTOCI	Total Equity
BALANCE AT JANUARY 1, 2022	68,000	$ 680,000	$ 630,074	$ 1,109,766	$ 284,510	$ 66,475	$ (238,542)	$ (142,085)	$ 2,390,198
Appropriation of the 2021 earnings									
Special reserve	-	-	-	-	32,304	(32,304)	-	-	-
Cash dividends	-	-	-	-	-	(31,960)	-	-	(31,960)
Net profit for the year ended December 31, 2022	-	-	-	-	-	100,230	-	-	100,230
Other comprehensive income (loss) for the year ended December 31, 2022, net of income tax	-	-	-	-	-	5,789	112,878	(716)	117,951
Total comprehensive income (loss) for the year ended December 31, 2022	-	-	-	-	-	106,019	112,878	(716)	218,181
BALANCE AT DECEMBER 31, 2022	68,000	680,000	630,074	1,109,766	316,814	108,230	(125,664)	(142,801)	2,576,419
Appropriation of the 2022 earnings									
Legal reserve	-	-	-	10,602	-	(10,602)	-	-	-
Special reserve reversed	-	-	-	-	(109,951)	109,951	-	-	-
Cash dividends	-	-	-	-	-	(40,800)	-	-	(40,800)
Net profit for the year ended December 31, 2023	-	-	-	-	-	119,328	-	-	119,328
Other comprehensive loss for the year ended December 31, 2023, net of income tax	-	-	-	-	-	(300)	(31,662)	(6,004)	(37,966)
Total comprehensive income (loss) for the year ended December 31, 2023	-	-	-	-	-	119,028	(31,662)	(6,004)	81,362
BALANCE AT DECEMBER 31, 2023	68,000	$ 680,000	$ 630,074	$ 1,120,368	$ 206,863	$ 285,807	$ (157,326)	$ (148,805)	$ 2,616,981

The accompanying notes are an integral part of the consolidated financial statements.
(With Deloitte & Touche auditors' report dated February 22, 2024)

SILITECH TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022
(In Thousands of New Taiwan Dollars)

	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before income tax	$ 169,865	$ 134,655
Adjustments for:		
Depreciation expense	75,376	80,943
Amortization expense	4,501	4,120
Expected credit loss on trade receivables	771	10
Net loss on fair value changes of financial assets at FVTPL	12,445	11,141
Finance costs	733	2,000
Interest income	(56,242)	(26,382)
Dividend income	(3,327)	(3,497)
Net gain on disposal of property, plant and equipment	(90)	(52)
Write-downs of inventories	1,228	1,643
Gain recognized in bargain purchase transaction	(2,027)	-
Gain on lease modification	(10)	-
Changes in operating assets and liabilities		
Financial assets at FVTPL	(4,906)	(4,406)
Notes receivable	-	738
Trade receivables	(22,398)	(18,674)
Trade receivables from related parties	858	2,948
Other receivables	8,913	(13,613)
Other receivables from related parties	7,823	(7,766)
Inventories	(1,108)	(18,706)
Other current assets	4,272	(128)
Trade payables	22,549	(39,307)
Trade payables to related parties	(11,387)	16,457
Other payables	(39,724)	34,223
Other payables to related parties	(2,012)	151
Provisions	(4,313)	3,539
Other current liabilities	(10,487)	5,689
Net defined benefit liabilities-non current	135	2,472
Cash generated from operations	151,438	168,198
Interest received	44,437	35,044
Dividends received	3,327	3,497
Interest paid	(733)	(2,000)
Income tax paid	(32,242)	(31,893)
Net cash generated from operating activities	166,227	172,846
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of financial assets at FVTOCI	(105,000)	-
Purchase of financial assets at amortized cost	(876,222)	-
Purchase of financial assets at FVTPL	(280,788)	-
Proceeds of financial assets at FVTPL	253,655	119,270

(Continued)

SILITECH TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022
(In Thousands of New Taiwan Dollars)

	2023	2022
Net cash outflow on acquisition of subsidiaries	$ (56,756)	$ -
Payments for property, plant and equipment	(40,776)	(173,074)
Proceeds from disposal of property, plant and equipment	90	52
Decrease (increase) in refundable deposits	195	(105)
Payments for intangible assets	(1,693)	(3,001)
Increase in other non-current assets	(27,100)	(652)
Net cash used in investing activities	(1,134,395)	(57,510)
CASH FLOWS FROM FINANCING ACTIVITIES		
Increase in short-term loan	43,328	-
Proceeds from guarantee deposits received	3	20
Repayment of principal portion of lease liabilities	(27,086)	(24,784)
Cash dividends paid	(40,800)	(31,960)
Net cash used in financing activities	(24,555)	(56,724)
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS HELD IN FOREIGN CURRENCIES	(14,064)	85,340
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(1,006,787)	143,952
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	1,635,623	1,491,671
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	$ 628,836	$ 1,635,623

The accompanying notes are an integral part of the consolidated financial statements. (Concluded)
(With Deloitte & Touche auditors' report dated February 22, 2024)

Attachment 3

INDEPENDENT AUDITORS' REPORT

The Board of Directors and Shareholders
Silitech Technology Corporation

Opinion

We have audited the accompanying financial statements of Silitech Technology Corporation (the "Company"), which comprise the balance sheets as of December 31, 2023 and 2022, and the statements of comprehensive income, changes in equity and cash flows for the years then ended, and notes to the financial statements, including a summary of significant accounting policies (collectively referred to as the "financial statements").

In our opinion, based on our audits and the report of other auditors (refer to the Other Matter paragraph), the accompanying financial statements present fairly, in all material respects, the financial position of the Company as of December 31, 2023 and 2022, and its financial performance and its cash flows for the years then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers.

Basis for Opinion

We conducted our audits in accordance with the Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants and auditing standards accepted in the Republic of China. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with The Norm of Professional Ethics for Certified Public Accountant of the Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirements. Based on our audits and the report of other auditors, we believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements for the year ended December 31, 2023. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

The key audit matters identified in the audit of the Company's financial statements for the year ended December 31, 2023 are described as follows:

<u>Occurrence of revenue from specific customers</u>

The major operating revenue of the Company is mechanical components. In 2023, the operating revenue has declined compared with 2022 due to the weak demand for consumer electronics, of which the operating revenue from specific customers is significant and growth rate reaches certain standards, the auditors assessed that the revenue generated by this specific customers is an item of concern to users of financial statements. Therefore, we considered the occurrence of revenue from specific customers as a key audit matter.

The main audit procedures performed in respect of the occurrence of revenue from specific customers included the following:

1. We understood and tested the design and operating effectiveness of the internal controls relevant to revenue recognition.

2. We obtained the occurrence of recorded revenue from specific customers, determined the appropriate sampling method and sample quantity, and checked documents including customer orders, deliver orders and invoices. We assessed the amount is correct and has been eligible for revenue recognition.

3. We checked, on a sampling basis, the collection reversal records and collection vouchers, and assessed whether the amount is correct and the payer is the same as the buyer, to corroborate the authenticity of sale.

4. We calculated and analyzed whether the account receivable turnover days of specific customers are reasonable, and compared the general credit conditions to see if there is any significant abnormality.

For the accounting policy on revenue recognition refer to Note 4 to the financial statements.

Other Matter

As described in Note 12 to the accompanying financial statements, we did not audit the financial statements of some investees accounted for using the equity method. The financial statements of the aforementioned investees accounted for using the equity method were audited by other auditors; our opinion, insofar as it relates to the related amounts included herein, is based solely on the report of other auditors. The amount of total investments in these investees accounted for using the equity method was NT$88,330 thousand, representing 3.05% of the Company’s total assets as of December 31, 2023, and the share of income/(loss) of subsidiaries accounted for using the equity method for the years ended December 31, 2023 was NT$(9,707) thousand, representing (11.93%) of the comprehensive income.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

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

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

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

Auditors’ Responsibilities for the Audit of the Financial Statements

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

As part of an audit in accordance with the auditing standards accepted in the Republic of China, we exercise professional judgment and professional skepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.

3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

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

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

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

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements for the year ended December 31, 2023 and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partners on the audits resulting in this independent auditors' report are Yen-Chun Chen and Meng-Chieh Chiu.

Deloitte & Touche
Taipei, Taiwan
Republic of China

February 22, 2024

Notice to Readers

The accompanying financial statements are intended only to present the 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 audit such financial statements are those generally applied in the Republic of China.

For the convenience of readers, the independent auditors' report and the accompanying financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. 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' report and financial statements shall prevail.

SILITECH TECHNOLOGY CORPORATION

BALANCE SHEETS
DECEMBER 31, 2023 AND 2022
(In Thousands of New Taiwan Dollars)

	2023		2022	
ASSETS	**Amount**	**%**	**Amount**	**%**
CURRENT ASSETS				
Cash and cash equivalents (Notes 4 and 6)	$ 11,466	-	$ 440,163	15
Financial assets at amortized cost - current (Notes 4 and 9)	100,000	4	-	-
Trade receivables, net (Notes 4 and 10)	151,366	5	134,206	5
Trade receivables from related parties, net (Notes 4, 10 and 26)	10,975	-	13,329	1
Other receivables (Note 4)	6,189	-	9,335	-
Other receivables from related parties (Notes 4 and 26)	3,917	-	12,645	-
Current tax assets (Note 4)	212	-	4	-
Inventories (Notes 4 and 11)	129,783	5	87,930	3
Other current assets (Note 26)	13,290	1	20,042	1
Total current assets	427,198	15	717,654	25
NON-CURRENT ASSETS				
Financial assets at FVTPL - non-current (Notes 4 and 7)	24,805	1	-	-
Financial assets at fair value through other comprehensive income (FVTOCI) - non-current (Notes 4 and 8)	144,060	5	45,064	2
Financial assets at amortized cost - non-current (Notes 4 and 9)	18,008	-	-	-
Investments accounted for using the equity method (Notes 4 and 12)	2,164,438	75	1,981,420	69
Property, plant and equipment (Notes 4 and 13)	54,533	2	57,772	2
Other Intangible assets (Note 4)	3,267	-	4,699	-
Deferred tax assets (Notes 4 and 20)	59,145	2	59,877	2
Refundable deposits (Note 4)	175	-	175	-
Other non-current assets	375	-	1,260	-
Total non-current assets	2,468,806	85	2,150,267	75
TOTAL	$ 2,896,004	100	$ 2,867,921	100
LIABILITIES AND EQUITY				
CURRENT LIABILITIES				
Trade payables (Note 4)	$ 106,642	4	$ 84,027	3
Trade payables to related parties (Notes 4 and 26)	20,343	1	47,120	2
Other payables (Notes 4 and 15)	96,890	3	100,909	4
Other payables to related parties (Notes 4 and 26)	1,274	-	2,547	-
Current tax liabilities (Notes 4 and 20)	2,473	-	-	-
Provisions- current (Note 4)	2,970	-	2,757	-
Other current liabilities	4,463	-	9,124	-
Total current liabilities	235,055	8	246,484	9
NON-CURRENT LIABILITIES				
Deferred tax liabilities (Notes 4 and 20)	36,067	1	36,163	1
Net defined benefit liabilities - non-current (Notes 4 and 16)	7,901	1	8,855	-
Total non-current liabilities	43,968	2	45,018	1
Total liabilities	279,023	10	291,502	10
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Notes 4 and 17)				
Share capital				
Ordinary shares	680,000	23	680,000	24
Capital surplus	630,074	22	630,074	22
Retained earnings				
Legal reserve	1,120,368	39	1,109,766	38
Special reserve	206,863	7	316,814	11
Unappropriated earnings	285,807	10	108,230	4
Total retained earnings	1,613,038	56	1,534,810	53
Other equity	(306,131)	(11)	(268,465)	(9)
Total equity	2,616,981	90	2,576,419	90
TOTAL	$ 2,896,004	100	$ 2,867,921	100

The accompanying notes are an integral part of the financial statements.
(With Deloitte & Touche auditors' report date February 22, 2024)

SILITECH TECHNOLOGY CORPORATION

STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	2023		2022	
	Amount	**%**	**Amount**	**%**
OPERATING REVENUE (Notes 4, 18 and 26)	$ 799,428	100	$ 918,065	100
COST OF GOODS SOLD (Notes 11, 22 and 26)	(676,311)	(85)	(764,974)	(83)
GROSS PROFIT	123,117	15	153,091	17
UNREALIZED GAIN ON TRANSACTIONS WITH SUBSIDIARIES AND ASSOCIATES (Note 4)	(248)	-	(397)	-
REALIZED GAIN ON TRANSACTIONS WITH SUBSIDIARIES AND ASSOCIATES (Note 4)	397	-	94	-
REALIZED GROSS PROFIT	123,266	15	152,788	17
OPERATING EXPENSES (Notes 22 and 26)				
Selling and marketing expenses	(23,366)	(3)	(23,638)	(3)
General and administrative expenses	(95,246)	(12)	(91,310)	(10)
Research and development expenses	(16,988)	(2)	(22,825)	(2)
Expected credit loss	(1)	-	-	-
Total operating expenses	(135,601)	(17)	(137,773)	(15)
(LOSS) PROFIT FROM OPERATIONS	(12,335)	(2)	15,015	2
NON-OPERATING INCOME AND EXPENSES (Notes 19 and 26)				
Interest income	5,101	1	2,286	-
Other income	7,340	1	6,560	1
Other gains and losses	5,757	1	9,258	1
Finance costs	(15)	-	-	-
Expected credit losses	(183)	-	-	-
Share of profit or loss of subsidiaries and associates	124,692	15	74,230	8
Total non-operating income and expenses	142,692	18	92,334	10
PROFIT BEFORE INCOME TAX	130,357	16	107,349	12
INCOME TAX EXPENSE (Notes 4 and 20)	(11,029)	(1)	(7,119)	(1)
NET PROFIT FOR THE YEAR	119,328	15	100,230	11

(Continued)

SILITECH TECHNOLOGY CORPORATION

STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	2023		2022	
	Amount	**%**	**Amount**	**%**
OTHER COMPREHENSIVE INCOME (LOSS)				
Items that will not be reclassified subsequently to profit or loss:				
Remeasurement of defined benefit plans (Note 16)	$ (22)	-	$ 5,213	1
Unrealized (loss) gain on investments in equity instruments at fair value through other comprehensive income	(6,004)	(1)	(716)	-
Share of the other comprehensive income of subsidiaries and associates accounted for using the equity method	(283)	-	1,619	-
Income tax relating to items that will not be reclassified subsequently to profit or loss (Note 20)	5	-	(1,043)	-
	(6,304)	(1)	5,073	1
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translation of the financial statements of foreign operations	(39,577)	(5)	141,097	15
Income tax relating to items that may be reclassified subsequently to profit or loss (Note 20)	7,915	1	(28,219)	(3)
	(31,662)	(4)	112,878	12
Other comprehensive (loss) income for the year, net of income tax	(37,966)	(5)	117,951	13
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	$ 81,362	10	$ 218,181	24
EARNINGS PER SHARE (IN NTD; Note 21)				
Basic	$ 1.75		$ 1.47	
Diluted	$ 1.75		$ 1.47	

The accompanying notes are an integral part of the financial statements. (Concluded)
(With Deloitte & Touche auditors' report date February 22, 2024)

SILITECH TECHNOLOGY CORPORATION

STATEMENTS OF CHANGES IN EQUITY
FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022
(In Thousands of New Taiwan Dollars)

	Share Capital			Retained Earnings			Other Equity		
	Ordinary Shares (In Thousands)	Amount	Capital Surplus	Legal Reserve	Special Reserve	Unappropriated Earnings	Exchange Differences on Translating Foreign Operations	Unrealized Loss on Financial Assets at FVTOCI	Total Equity
BALANCE AT JANUARY 1, 2022	68,000	$ 680,000	$ 630,074	$ 1,109,766	$ 284,510	$ 66,475	$ (238,542)	$ (142,085)	$ 2,390,198
Appropriation of the 2021 earnings									
Special reserve	-	-	-	-	32,304	(32,304)	-	-	-
Cash dividends	-	-	-	-	-	(31,960)	-	-	(31,960)
Net profit for the year ended December 31, 2022	-	-	-	-	-	100,230	-	-	100,230
Other comprehensive income (loss) for the year ended December 31, 2022, net of income tax	-	-	-	-	-	5,789	112,878	(716)	117,951
Total comprehensive income (loss) for the year ended December 31, 2022	-	-	-	-	-	106,019	112,878	(716)	218,181
BALANCE AT DECEMBER 31, 2022	68,000	680,000	630,074	1,109,766	316,814	108,230	(125,664)	(142,801)	2,576,419
Appropriation of the 2022 earnings									
Legal reserve	-	-	-	10,602	-	(10,602)	-	-	-
Special reserve reversed	-	-	-	-	(109,951)	109,951	-	-	-
Cash dividends	-	-	-	-	-	(40,800)	-	-	(40,800)
Net profit for the year ended December 31, 2023	-	-	-	-	-	119,328	-	-	119,328
Other comprehensive loss for the year ended December 31, 2023, net of income tax	-	-	-	-	-	(300)	(31,662)	(6,004)	(37,966)
Total comprehensive income (loss) for the year ended December 31, 2023	-	-	-	-	-	119,028	(31,662)	(6,004)	81,362
BALANCE AT DECEMBER 31, 2023	68,000	$ 680,000	$ 630,074	$ 1,120,368	$ 206,863	$ 285,807	$ (157,326)	$ (148,805)	$ 2,616,981

The accompanying notes are an integral part of the financial statements.
(With Deloitte & Touche auditors' report dated February 22, 2024)

SILITECH TECHNOLOGY CORPORATION

STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022
(In Thousands of New Taiwan Dollars)

	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before income tax	$ 130,357	$ 107,349
Adjustments for:		
Depreciation expense	15,435	16,783
Amortization expense	3,124	2,824
Expected credit loss on trade receivables	184	-
Net loss on fair value change of financial assets at FVTPL	290	-
Finance costs	15	-
Interest income	(5,101)	(2,286)
Dividend income	(1,152)	(211)
Share of profit of subsidiaries and associates	(124,692)	(74,230)
Net gain on disposal of property, plant and equipment	-	(52)
Write-downs of inventories	959	550
Unrealized (loss) gain on the transactions with subsidiaries	(149)	303
Gain recognized in bargain purchase transaction	(2,027)	-
Changes in operating assets and liabilities		
Financial assets as at FVTPL	(95)	-
Notes receivable	-	738
Trade receivables	(17,161)	5,535
Trade receivables from related parties	2,354	2,807
Other receivables	4,297	(5,286)
Other receivables from related parties	8,728	(7,407)
Inventories	(42,812)	4,675
Other current assets	6,752	(1,456)
Trade payables	22,615	(20,022)
Trade payables to related parties	(26,777)	16,756
Other payables	(7,028)	20,603
Other payables to related parties	(1,273)	151
Provisions	213	1,547
Other current liabilities	(4,661)	3,498
Net defined benefit liabilities-non current	(976)	44
Cash (used in) generated from operations	(38,581)	73,213
Interest received	3,727	2,259
Dividends received	1,152	211
Interest paid	(15)	-
Net cash (used in) generated from operating activities	(33,717)	75,683
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of financial assets at FVTOCI	(105,000)	-
Purchase of financial assets at amortized cost	(118,176)	-
Purchase of financial assets at FVTPL	(25,000)	-
Net cash outflow on acquisition of subsidiaries	(790,269)	-

(Continued)

SILITECH TECHNOLOGY CORPORATION

STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022
(In Thousands of New Taiwan Dollars)

	2023	2022
Proceeds from capital reduction of investees accounted for using equity method	$ 694,259	$ -
Payments for property, plant and equipment	(9,187)	(7,478)
Proceeds from disposal of property, plant and equipment	-	52
Payments for intangible assets	(1,692)	(2,374)
Decrease in other non-current assets	885	4
Net cash used in investing activities	(354,180)	(9,796)
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash dividends paid	(40,800)	(31,960)
Net cash used in financing activities	(40,800)	(31,960)
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(428,697)	33,927
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	440,163	406,236
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	$ 11,466	$ 440,163

The accompanying notes are an integral part of the financial statements. (Concluded)
(With Deloitte & Touche auditors' report dated February 22, 2024)

Attachment 4

Audit Committee's Review Report

To: The 2024 Annual General Shareholders' Meeting of Silitech Technology Corporation

The Board of Directors has prepared and submitted to the undersigned, Audit Committee of Silitech Technology Corporation the 2023 business report, financial statements and the proposal for appropriation of earnings. The financial statements have been duly audited by Certified Public Accountants Yen-Chun Chen and Meng-Chieh Chiu of Deloitte & Touche. The above business report, financial statements and the proposal for appropriation of earnings have been examined and determined to be correct by the undersigned. This report is duly submitted in accordance with Article 14-4 of Securities and Exchange Act and Article 219 of the Company Act.

Convener of the Audit Committee:

Mr. Tien-Chun Tsai

March 27, 2024

Attachment 5

Silitech Technology Corporation
Material Transactions with Related Parties in 2023

Name and nature of the underlying assets	Acquisition of 100% shares of Silitech Technology Corporation Sdn. Bhd. from Silitech (Bermuda) Holding Ltd.
Date and price of the original acquisition by the related party, the counterparty, and its relationship with the Company and the related party	Date of the board of directors resolution: 2022.11.01 Total amount of the transaction: US$23,153,536 Counterparty: Silitech (Bermuda) Holding Ltd. Relationship with the Company: The subsidiary of Silitech Technology Corporation
Actual transaction amount	US$23,153,536 (Completion date: 2023.02.08)
Purpose, necessity and expected benefits of the acquisition or disposal of the assets	To adjust the investment structure of overseas subsidiaries
The reason for choosing the related party as trading counterparty	To adjust the investment structure of overseas subsidiaries
Valuation Report/CPA's Opinion	HungYu, Hsieh, C&S Certified Public Accountant Firm, has issued an opinion on reasonableness of the transaction price

Attachment 6

Silitech Technology Corporation

Comparison Table of Amendments to "Regulation and Procedure for Board of Directors Meetings"

After Amendment	Before Amendment	Note
Article 8 When a board meeting is held, the designated unit responsible for the board meetings shall furnish the attending directors with relevant materials for ready reference. When holding a meeting of the board of directors, a company may, as necessary for the agenda items of the meeting, notify personnel of relevant departments or subsidiaries to attend the meeting as nonvoting participants. When necessary, the Company may also invite certificated public accounts, attorneys, or other professionals to attend as nonvoting participants and to make explanatory statements, provided that they shall leave the meeting when deliberation or voting takes place. The chair shall call the board meeting to order at the appointed meeting time and when more than one-half of all the directors are in attendance. When the meeting time is due and one-half all board directors are not present, the meeting chair may announce that the meeting time will be postponed <u>on the same day</u>, provided that no more than two postponements are made. If the quorum is still not met after two postponements, the chair may re-convene the meeting following the procedures provided in Article 3, paragraph 2. The term "all board directors" as used in the preceding paragraph and in	Article 8 When a board meeting is held, the designated unit responsible for the board meetings shall furnish the attending directors with relevant materials for ready reference. When holding a meeting of the board of directors, a company may, as necessary for the agenda items of the meeting, notify personnel of relevant departments or subsidiaries to attend the meeting as nonvoting participants. When necessary, the Company may also invite certificated public accounts, attorneys, or other professionals to attend as nonvoting participants and to make explanatory statements, provided that they shall leave the meeting when deliberation or voting takes place. The chair shall call the board meeting to order at the appointed meeting time and when more than one-half of all the directors are in attendance. When the meeting time is due and one-half all board directors are not present, the meeting chair may announce that the meeting time will be postponed, provided that no more than two postponements are made. If the quorum is still not met after two postponements, the chair may re-convene the meeting following the procedures provided in Article 3, paragraph 2. The term "all board directors" as used in the preceding paragraph and in	In compliance with the amendment of the Regulations Governing Procedure for Board of Directors Meetings of Public Companies.

After Amendment	Before Amendment	Note
Article 16, paragraph 2, subparagraph 2 shall be calculated as the number of directors then in office.	Article 16, paragraph 2, subparagraph 2 shall be calculated as the number of directors then in office.	
Article 11 A board of directors meeting shall be conducted in accordance with the order of business on the agenda as specified in the meeting notice. However, the order may be changed with the approval of a majority of directors present at the meeting. The meeting chair may not declare the meeting closed without the approval of a majority of directors present at the meeting. If at any time during the proceedings of a board of directors meeting the directors sitting at the meeting are not more than half of the directors present at the meeting, then upon motion by the directors sitting at the meeting, the chair shall declare a suspension of the meeting, in which case Article 8, paragraph 3 shall apply mutatis mutandis. <u>During the proceedings of a board meeting, if the chair is unable to chair the meeting or fails to declare the meeting closed as provided in paragraph 2, the provisions of Article 7, paragraph 6 shall apply mutatis mutandis to the selection of the deputy to act in place thereof.</u>	Article 11 A board of directors meeting shall be conducted in accordance with the order of business on the agenda as specified in the meeting notice. However, the order may be changed with the approval of a majority of directors present at the meeting. The meeting chair may not declare the meeting closed without the approval of a majority of directors present at the meeting. If at any time during the proceedings of a board of directors meeting the directors sitting at the meeting are not more than half of the directors present at the meeting, then upon motion by the directors sitting at the meeting, the chair shall declare a suspension of the meeting, in which case Article 8, paragraph 3 shall apply mutatis mutandis.	In compliance with the amendment of the Regulations Governing Procedure for Board of Directors Meetings of Public Companies. .
Article 22 These Rules were established on December 20, 2006. The 1st amendment was made on April 25, 2008. The 2nd amendment was made on April 27, 2010. The 3rd amendment was made on April 26, 2012 and implemented by	Article 22 These Rules were established on December 20, 2006. The 1st amendment was made on April 25, 2008. The 2nd amendment was made on April 27, 2010. The 3rd amendment was made on April 26, 2012 and implemented by	Added the date of amendment.

After Amendment	Before Amendment	Note
the 5th board of directors on June 22, 2012. The 4th amendment was made on October 25, 2012. The 5th amendment was made on March 24, 2015. The 6th amendment was made on October 26, 2017. The 7th amendment was made on April 25, 2019. The 8th amendment was made on April 24, 2020. The 9th amendment was made on January 17, 2023. The 10th amendment was made on February 22, 2024.	the 5th board of directors on June 22, 2012. The 4th amendment was made on October 25, 2012. The 5th amendment was made on March 24, 2015. The 6th amendment was made on October 26, 2017. The 7th amendment was made on April 25, 2019. The 8th amendment was made on April 24, 2020. The 9th amendment was made on January 17, 2023.	

Attachment 7

Silitech Technology Corporation
Statement of Earnings Distribution
Year 2023

Unit: NTD

Description	Amount
Unappropriated retained earnings, beginning of year	$ 166,778,588
Net profit after income tax	119,327,988
Adjustments on re-measurement on define benefit plans recognized in retained earnings	(299,859)
Legal reserve	0
Special reserve appropriated by law	(99,267,987)
Distributable retained earnings	186,538,730
Less : Distribution	
Cash dividends (NT$1.20/per share)	(81,600,000)
Unappropriated retained earnings, end of year	$ 104,938,730

Chairman: Yu-Heng Chiao   Manager: Areta Hsu   Chief Accountant: Ronnie Chen

Attachment 8

Silitech Technology Corporation
List of Candidates for Directors (Including Independent Directors)

No	Identity	Name	No. of Shares Held	Major Education Background and Work Experience
1	Director	Yu-Heng Chiao	10,000	Current Position: • Chairman of Walsin Technology Corporation • Chairman of Prosperity Dielectrics Co., Ltd. • Director, representative of Inpaq Technology Co., Ltd. • Chairman of Silitech Technology Corporation • Chairman and CEO of HannStar Board Corporation • Vice Chairman and CSO of Career Technology (MFG.) Co., Ltd. • Chairman and CEO of Global Brands Manufacture Ltd. • Chairman and CEO of Walton Advanced Engineering, Inc. • Chairman of Info-Tek Corporation • Director of Walsin Lihwa Corporation • Director of Nitsuko Electronics Corporation • Director of Kamaya Electric Co., Ltd. Education: • MBA, Golden Gate University, USA Experience: • Vice Chairman, Walsin Lihwa Corporation
2	Director	Walsin Technology Corporation Representative : Chin-Hui Chen	17,000,000	Current Position: • AVP of Walsin Technology Corporation • Chairman of VVG Inc. • Director, representative of Silitech Technology Corporation • Chairman of Walsin Charity Group • Director of PSA VVG Foundation for Culture and Arts Education: • MBA, University of East Anglia, UK Experience: • Manager, Director, Walsin Technology Corporation
3	Director	Lite-On	11,707,548	Current Position:

No	Identity	Name	No. of Shares Held	Major Education Background and Work Experience
		Technology Corporation Representative : Tom Soong		• Chairman and Chief Sustainability Officer (CSO) of the Corporate Sustainability Dept. of Lite-On Technology Corp. • Director of Co-tech Development Corp. • Director, representative of Silitech Technology Corp. Education: • International Business Program Attendance, NTU-FUDAN EMBA • Electrical Engineering, University of South California, USA Experience: • Special Assistant to Chairman & Vice Chairman, Lite-On Technology Corp. • CEO, LITEON Smart Life and Applications Business Group • General Manager, LITEON Shanghai Operational Center • CEO, LITEON New Mechanical Competence Business Group • General Manager, LITEON Mechanical Competence Business Group • General Manager, LITEON Networking Access Business Unit • General Manager, China Bridge Express Trading Co., Ltd
4	Director	Lite-On Technology Corporation Representative : Anson Chiu	11,707,548	Current Position: • General Manager of Lite-On Technology Corp. • Director, representative of Dragonjet Corp. • Director, representative of Silitech Technology Corp. Education: • Industrial Management, Lunghwa University of Science and Technology Experience: • CEO, LITEON Technology Power Conversion Business Group • General Manager, LITEON Technology Power Conversion Business Group • Director, NB Business Unit, LITEON Technology Power Conversion Business Group
5	Director	David W.H. Lee	2,114,000	Current Position: • Chairma of Jockey Ben Metal Enterprise Co., Ltd.

No	Identity	Name	No. of Shares Held	Major Education Background and Work Experience
				• Chairman of Great Peak Hardware Enterprise Co., Ltd. • Chairman of Jockey Bill Metal Industry Co., Ltd. • Director of Jin Shing Stainless Industrial Co., Ltd. • Director of CZY Hardware Co., Ltd. • Director of QuonYing (Chongqing) Hardware Screw Co., Ltd. • Director of Suzhou JinQuanying Hardware Screw Co., Ltd. • Chairman of Taiwan Asia-Pacific Economic and Trade Exchange Association Education: • DBA Student, Institute of Business Management, National Sun Yat-Sen University • MBA, National Sun Yat-Sen University • MBA, Tongji University, Shanghai Experience: • Chairman, Jin Shing Stainless Industrial Co., Ltd. • Director, Xiamen HengTai Hardware Ltd. • Director, Guangdong United Chemical Fibre Dyeing & Weaving Co., Ltd.
6	Independent Director	Tien-Chun Tsai	0	Current Position: • Chairman of Hi-Trust CPA Firm • Independent Director of Silitech Technology Corp. Education: • EMBA, Peking University Guanghua • Master of Accounting, National Taiwan University Experience: • Independent Director, Wellstech optical Co., Ltd • CFO, Nature Beauty Group • Financial Dept. Manager, Yulon Motor Co., Ltd. • AVP, Ta-Yung Shin Yeh Co., Ltd. • Head of 13^{th} Auditing Department, Deloitte and Touche CPA Firm
7	Independent Director	Ben Chi	0	Current Position: • Independent Director of Silitech Technology Corp Education:

No	Identity	Name	No. of Shares Held	Major Education Background and Work Experience
				• Electrical Engineering, National Taipei University of Technology Experience: • Supervisor, representative of HannsTouch Solution Incorporated • General Manager, Cable BG, Walsin Lihwa Corporation • Chairman and General Manager, Hannspree (Shanghai) Inc. • Deputy General Manager, InfoVision Optoelectronics (Kunshan) Co., Ltd • COO, Hannspree Inc. • Deputy General Manager, Hannstar Display Corp. • General Manager, Walsin Development Ltd. • General Manager, Joint Venture Wuhan Walsin Wire & Cable Co., Ltd. • Deputy General Manager, PT. INTAI INDUSTRIES
8	Independent Director	I-Ming Chen	0	Current Position: • Remuneration Committee member of HannStar Board Corporation • Remuneration Committee member of Global Brands Manufacture Ltd. • Remuneration Committee member of Walton Advanced Engineering, Inc. Education: • Applied Mathematics, National Chung Hsing University Experience: • Manager, Hewlett-Packard Taiwan • Deputy General Manager, Ho-Sing Clothing Co. Ltd. • AVP, Walsin Lihwa Corporation

Attachment 9

Silitech Technology Corporation

Details of Release of Directors from Non-Competition Restrictions

Identity	Candidates	Company Name	Position
Director	Yu-Heng Chiao	Walsin Technology Corporation	Chairman
		Prosperity Dielectrics Co., Ltd.	Chairman
		Inpaq Technology Co., Ltd.	Director, representative
		HannStar Board Corporation	Chairman and CEO
		Career Technology (MFG.) Co., Ltd.	Vice Chairman and CSO
		Global Brands Manufacture Ltd.	Chairman and CEO
		Walton Advanced Engineering, Inc.	Chairman and CEO
		Info-Tek Corporation	Chairman
		Walsin Lihwa Corporation	Director
		Nitsuko Electronics Corporation	Director
		Kamaya Electric Co., Ltd.	Director
	Walsin Technology Corporation	HannStar Board Corporation	Director
		Prosperity Dielectrics Co., Ltd.	Director
		Inpaq Technology Co., Ltd.	Director
		Falcon Automation Equipment Corporation	Director
		Walton Advanced Engineering, Inc.	Director
		Walsin New Energy Corporation	Director
	Representative Chin-Hui Chen	Walsin Technology Corporation	AVP
		VVG Inc.	Chairman
Director	Lite-On Technology Corporation	Dragonjet Corporation	Director
		Skyla Corporation	Director
		Philips & Lite-On Digital Solutions Corporation	Director
		Insynerger Technology Co., Ltd.	Director
		Leotek Corporation	Director
		PlayNitride Inc.	Director
	Representative Tom Soong	Lite-On Technology Corporation	Chairman & CSO
		Co-Tech Development Corp.	Director
		Skyla Corporation	Director, representative
	Representative Anson Chiu	Lite-On Technology Corporation	General Manager
		Dragonjet Corporation	Director, representative
		Philips & Lite-On Digital Solutions Corporation	Director, representative
		Leotek Corporation	Chairman
		Changzhou Binhu Thin Film Solar Greenhouse Co.,Ltd.	Director

Identity	Candidates	Company Name	Position
		G&W Technology (BVI) Limited	Director
		G&W Technology Limited	Director
Director	David W.H. Lee	Jockey Ben Metal Enterprise Co., Ltd.	Chairman
		Great Peak Hardware Enterprise Co., Ltd.	Chairman
		Jockey Bill Metal Industry Co., Ltd.	Chairman
		Jin Shing Stainless Industrial Co., Ltd.	Director
		CZY Hardware Co., Ltd.	Director
		QuonYing (Chongqing) Hardware Screw Co., Ltd.	Director
		Suzhou JinQuanying Hardware Screw Co., Ltd.	Director
Independent Director	Tien-Chun Tsai	Hi-Trust CPA Firm	Chairman
Independent Director	Ben Chi	-	-
Independent Director	I-Ming Chen	HannStar Board Corporation	Remuneration Committee member
		Global Brands Manufacture Ltd.	Remuneration Committee member
		Walton Advanced Engineering, Inc.	Remuneration Committee member