Stock Code:4569

SIXXON TECH. CO., LTD.
AND SUBSIDIARIES

Consolidated Financial Statements

With Independent Auditors' Report
For the Six Months Ended June 30, 2024 and 2023

Address: P.O. Box 31119 Grand Pavilion, Hibiscus Way, 802 West Bay Road, Cayman KY1-1205 Cayman Islands.
Telephone: +66-38-570029

Table of contents

安侯建業聯合會計師事務所
KPMG
台北市110615信義路5段7號68樓(台北101大樓)
68F., TAIPEI 101 TOWER, No. 7, Sec. 5,
Xinyi Road, Taipei City 110615, Taiwan (R.O.C.)
電 話 Tel + 886 2 8101 6666
傳 真 Fax + 886 2 8101 6667
網 址 Web kpmg.com/tw

Independent Auditors' Report

To the Board of Directors of Sixxon Tech. Co., Ltd.:

Opinion

We have audited the consolidated financial statements of Sixxon Tech. Co., Ltd. and its subsidiaries ("the Group"), which comprise the consolidated balance sheet as of June 30, 2024 and 2023, and the consolidated statement of comprehensive income for the three months and six months ended June 30, 2024 and 2023, changes in equity and cash flows for the six months ended June 30, 2024 and 2023, and notes to the consolidated financial statements, including a summary of material accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as of June 30, 2024 and 2023, and its consolidated financial performance for the three months and six months ended June 30, 2024 and 2023, and its consolidated cash flows for the six months ended June 30, 2024 and 2023 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standards 34 " Interim Financial Reporting" 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 Financial Statement Audit and Attestation Engagements of Certified Public Accountants and Standards on Auditing of the Republic of China. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the 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. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis of our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audits of the consolidated financial statements of the six months ended June 30,2024. 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. We have determined the matters described below to be the key audit matters to be communicated in our report.

1. Operating Revenue Cut-off of Sales Revenue

   Please refer to note 4(n) "Revenue" of the consolidated financial statements for the year ended December 31,2023, for accounting policy related to cut-off of sales revenue. Please refer to note 6(r) "Revenue from contracts with customers" of the consolidated financial statements for information related to revenue recognition.

Description of key audit matter:

The Group is primarily engaged in the manufacturing and sales of automotive components, wherein the amount and changes in operating revenue may affect the users' understanding of the overall financial statements, resulting in the sales revenue to be the main indicator in gauging whether the Group's financial goals have been achieved. Moreover, sales revenue influences the management's decision, in which the transaction terms involved a certain amount of manual operations and judgments, and each sale requires confirmation whether the control of the goods has been transferred to the customer. As a result, there is a high probability a significant risk on material misstatement may occur due to incorrect judgment of the timing of revenue recognition before and after the balance sheet date. Therefore, we consider sales revenue as our key audit matter.

Audit Procedure:

Our principal audit procedures included: selectively testing the related controls surrounding the sales and collection cycle and performing sales cut-off assessment whether the operating revenue recognition of the Group is being applied in accordance with the related accounting policies are applied appropriately.

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 International Accounting Standard 34 " Interim Financial Reporting" 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 auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Standards on Auditing of the Republic of China will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with the Standards on Auditing of 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 auditor's 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 the 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 six month ended June 30, 2024 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 audit resulting in this independent auditors' report are Wang, I-Wen and Kuo, Kuan-Ying.

KPMG

Taipei, Taiwan (Republic of China)
August 28, 2024

Notes to Readers

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

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

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

SIXXON TECH. CO., LTD. AND SUBSIDIARIES

Consolidated Balance Sheets

June 30, 2024, December 31, 2023, and June 30, 2023

(Expressed in Thousands of New Taiwan Dollars)

		June 30, 2024		December 31, 2023		June 30, 2023	
	Assets	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
	Current assets:						
1100	Cash and cash equivalents (note (6)(a))	$ 1,113,332	37	968,155	34	680,322	28
1110	Current financial assets at fair value through profit or loss (note (6)(b))	775	-	-	-	3,083	-
1136	Current financial assets at amortized cost (note (6)(c))	129,800	4	184,230	7	93,420	4
1170	Accounts receivable, net (including related parties) (notes (6)(d)and (7))	354,508	12	330,130	12	281,390	11
1310	Inventories, net (note (6)(e))	257,121	8	237,449	8	295,058	12
1470	Other current assets (note (6)(i))	57,483	2	30,756	2	32,983	1
		1,913,019	63	1,750,720	63	1,386,256	56
	Non-current assets:						
1600	Property, plant and equipment (notes (6)(f)and (8))	1,064,115	36	1,050,380	37	1,033,711	42
1755	Right-of-use assets (note (6)(g))	979	-	1,346	-	-	-
1780	Intangible assets (note (6)(h))	2,609	-	3,308	-	3,984	-
1900	Other non-current assets (notes (6)(i)and (8))	33,782	1	12,658	-	38,313	2
		1,101,485	37	1,067,692	37	1,076,008	44
	Total assets	**$ 3,014,504**	**100**	**2,818,412**	**100**	**2,462,264**	**100**

		June 30, 2024		December 31, 2023		June 30, 2023	
	Liabilities and Equity	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
	Current liabilities:						
2100	Short-term borrowings (note (6)(j))	$ -	-	-	-	26,448	1
2120	Current financial liabilities at fair value through profit or loss (note (6)(b))	-	-	2,995	-	-	-
2170	Accounts payable	71,503	2	48,283	2	46,740	2
2200	Other payables (note (6)(k))	86,304	3	45,936	1	62,304	2
2216	Dividends payable	139,500	5	-	-	-	-
2230	Current income tax liabilities	-	-	198	-	-	-
2280	Current lease liabilities (note (6)(l))	675	-	662	-	-	-
2300	Other current liabilities	8,850	-	3,404	-	3,224	-
		306,832	10	101,478	3	138,716	5
	Non-Current liabilities:						
2580	Non-current lease liabilities (note (6)(l))	231	-	572	-	-	-
2600	Provisions for employee benefits, non-current	99,330	3	101,007	4	93,830	4
	Total liabilities	406,393	13	203,057	7	232,546	9
	Equity(notes (6)(o)and (p)):						
	Equity attributable to owners of parent :						
3100	Share capital	310,000	10	310,000	11	275,000	11
3200	Capital surplus	1,946,655	65	1,993,155	71	1,690,575	69
3310	Legal reserve	80,029	3	71,053	3	71,053	3
3320	Special reserve	81,087	3	97,483	3	97,483	4
3350	Unappropriated retained earnings	295,629	10	224,751	8	210,809	9
3400	Other equity	(107,082)	(4)	(81,087)	(3)	(115,202)	(5)
	Total equity attributable to owners of parent :	2,606,318	87	2,615,355	93	2,229,718	91
3600	Non-controlling interests	1,793	-	-	-	-	-
	Total equity	2,608,111	87	2,615,355	93	2,229,718	91
	Total liabilities and equity	**$ 3,014,504**	**100**	**2,818,412**	**100**	**2,462,264**	**100**

See accompanying notes to consolidated financial statements.

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

SIXXON TECH. CO., LTD. AND SUBSIDIARIES

Consolidated Statements of Comprehensive Income

For the six months ended June 30, 2024 and 2023

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

		For the three months ended June 30				For the six months ended June 30			
		2024		2023		2024		2023	
		Amount	%	Amount	%	Amount	%	Amount	%
4000	**Operating revenue, net** (note (6)(r))	$ 332,835	100	277,462	100	683,180	100	577,549	100
5000	**Operating costs (notes (6)(e), (6)(m)and (12))**	251,390	75	218,293	79	523,054	77	460,235	80
	Gross profit from operations	81,445	25	59,169	21	160,126	23	117,314	20
	Operating expenses(notes(6)(m),(6)(p),(6)(s),(7)and(12)):								
6100	Selling expenses	21,914	7	11,332	4	38,158	5	22,081	4
6200	Administrative expenses	18,968	6	15,937	5	38,110	5	31,050	5
6300	Research and development expenses	13,519	4	10,487	4	26,938	4	21,767	4
6450	Expected credit losses (gains) (note (6)(d))	(3,265)	(1)	2,728	1	(3,118)	-	2,783	-
	Total operating expenses	51,136	16	40,484	14	100,088	14	77,681	13
6900	**Operating Income**	30,309	9	18,685	7	60,038	9	39,633	7
	Non-operating income and expenses:								
7100	Interest income	13,660	4	6,357	2	25,548	4	12,377	2
7190	Other income	17	-	86	-	17	-	453	-
7020	Other gains and losses	-	-	2,974	1	19	-	4,421	1
7230	Foreign exchange gains, net (note (6)(t))	19,617	6	17,827	6	64,644	9	18,805	3
7235	Gains on financial assets or liabilities at fair value through profit or loss	996	-	1,970	1	6,208	1	1,167	-
7510	Interest expense (note (6)(l))	(9)	-	(8)	-	(20)	-	(8)	-
7590	Miscellaneous disbursements	(11)	-	(9)	-	(11)	-	(182)	-
		34,270	10	29,197	10	96,405	14	37,033	6
7900	**Income before income tax**	64,579	19	47,882	17	156,443	23	76,666	13
7950	Less: Income tax expenses (note (6)(n))	1	-	-	-	1	-	846	-
	Net income	64,578	19	47,882	17	156,442	23	75,820	13
8300	**Other comprehensive income:**								
8360	**Items that may be reclassified to profit or loss**								
8361	Exchange differences on translation of foreign financial statements	3,729	1	(23,869)	(9)	(25,989)	(4)	(17,719)	(3)
8300	**Other comprehensive income, net**	3,729	1	(23,869)	(9)	(25,989)	(4)	(17,719)	(3)
8500	**Total comprehensive income**	**$ 68,307**	**20**	**24,013**	**8**	**130,453**	**19**	**58,101**	**10**
	Profit, attributable to:								
	Profit, attributable to owners of parent	$ 64,591	19	47,882	17	156,458	23	75,820	13
	Profit, attributable to non-controlling interests	(13)	-	-	-	(16)	-	-	-
	Net income	**$ 64,578**	**19**	**47,882**	**17**	**156,442**	**23**	**75,820**	**13**
	Comprehensive income attributable to:								
	Comprehensive income, attributable to owners of parent	$ 68,314	20	24,013	8	130,463	19	58,101	10
	Comprehensive income, attributable to non-controlling interests	(7)	-	-	-	(10)	-	-	-
		$ 68,307	20	24,013	8	130,453	**19**	58,101	10
	Earnings per share (note (6)(q)):								
9750	**Basic earnings per share (NT dollars)**	**$**	**2.09**		**1.74**		**5.05**		**2.76**
9850	**Diluted earnings per share (NT dollars)**	**$**	**2.08**		**1.74**		**5.04**		**2.75**

See accompanying notes to consolidated financial statements.

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

SIXXON TECH. CO., LTD. AND SUBSIDIARIES

Consolidated Statements of Changes in Equity

For the six months ended June 30, 2024 and 2023

(Expressed in Thousands of New Taiwan Dollars)

			Retained earnings			Other equity			
	Ordinary shares	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Exchange differences on translation of foreign financial statements	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Balance at January 1, 2023	$ 275,000	1,690,575	41,255	-	413,520	(97,483)	2,322,867	-	2,322,867
Appropriation and distribution of retained earnings:									
Legal reserve appropriated	-	-	29,798	-	(29,798)	-	-	-	-
Special reserve appropriated	-	-	-	97,483	(97,483)	-	-	-	-
Cash dividends of ordinary share	-	-	-	-	(151,250)	-	(151,250)	-	(151,250)
Net income for the six months ended June 30,2023	-	-	-	-	75,820	-	75,820	-	75,820
Other comprehensive income for the six months ended June 30,2023	-	-	-	-	-	(17,719)	(17,719)	-	(17,719)
Comprehensive income for the six months ended June 30,2023	-	-	-	-	75,820	(17,719)	58,101	-	58,101
Balance at June 30, 2023	**$ 275,000**	**1,690,575**	**71,053**	**97,483**	**210,809**	**(115,202)**	**2,229,718**	**-**	**2,229,718**
Balance at January 1,2024	$ 310,000	1,993,155	71,053	97,483	224,751	(81,087)	2,615,355	-	2,615,355
Appropriation and distribution of retained earnings:									
Legal reserve appropriated	-	-	8,976	-	(8,976)	-	-	-	-
Reversal of special reserve appropriated	-	-	-	(16,396)	16,396	-	-	-	-
Cash dividends of ordinary share	-	-	-	-	(93,000)	-	(93,000)	-	(93,000)
Cash dividends distributed from additional paid-in capital	-	(46,500)	-	-	-	-	(46,500)	-	(46,500)
Net income for the six months ended June 30,2024	-	-	-	-	156,458	-	156,458	(16)	156,442
Other comprehensive income for the six months ended June 30,2024	-	-	-	-	-	(25,995)	(25,995)	6	(25,989)
Comprehensive income for the six months ended June 30,2024	-	-	-	-	156,458	(25,995)	130,463	(10)	130,453
Changes in non-controlling interests	-	-	-	-	-	-	-	1,803	1,803
Balance at June 30, 2024	**$ 310,000**	**1,946,655**	**80,029**	**81,087**	**295,629**	**(107,082)**	**2,606,318**	**1,793**	**2,608,111**

See accompanying notes to consolidated financial statements.

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

SIXXON TECH. CO., LTD. AND SUBSIDIARIES

Consolidated Statements of Cash Flows

For the six months ended June 30, 2024 and 2023

(Expressed in Thousands of New Taiwan Dollars)

	For the six months ended June 30	
	2024	2023
Cash flows from operating activities:		
Income before income tax	$ 156,443	76,666
Adjustments:		
Depreciation expense	88,974	80,872
Amortization expense	860	1,115
Expected credit (gain) loss	(3,118)	2,783
Net gain on financial assets or liabilities at fair value through profit or loss	(6,208)	(1,167)
Interest expense	20	8
Interest income	(25,548)	(12,377)
Gain on disposal of property, plant and equipment	(19)	(4,421)
Total adjustments to reconcile profit	54,961	66,813
Changes in operating assets and liabilities:		
Decrease (increase) in financial assets or liabilities at fair value through profit or loss	2,438	(9,039)
(Increase) decrease in accounts receivable (including related parties)	(21,208)	9,295
Increase in inventories	(19,672)	(738)
Increase in other current assets	(13,821)	(4,610)
Increase (decrease) in accounts payable	23,220	(20,472)
Increase in accrued expense and other payable	19,008	17,574
Increase (decrease) in other current liabilities	5,446	(2,969)
(Decrease) increase in provisions for employee benefits	(1,677)	1,512
	(6,266)	(9,447)
Total adjustments	48,695	57,366
Cash inflow generated from operations	205,138	134,032
Interest received	27,648	12,877
Interest paid	(20)	-
Income taxes paid	(205)	(1,192)
Net cash flows from operating activities	232,561	145,717
Cash flows from investing activities:		
Disposal of financial assets at amortized cost	65,979	-
Increase in prepayments for investments	(15,000)	-
Acquisition of property, plant and equipment	(98,500)	(67,038)
Proceeds from disposal of property, plant and equipment	61	3,831
Acquisition of intangible assets	(216)	(1,061)
Increase in other non-current assets	(306)	(49)
Increase in prepayments for business facilities	(20,818)	(22,236)
Net cash flows used in investing activities	(68,800)	(86,553)
Cash flows from financing activities:		
Increase in short-term borrowings	-	26,448
Payment of lease liabilities	(328)	-
Cash dividends paid	-	(151,250)
Change in non-controlling interests	1,803	-
Net cash flows from (used in) financing activities	1,475	(124,802)
Effect of exchange rate changes on cash and cash equivalents	(20,059)	(4,402)
Net increase (decrease) in cash and cash equivalents	145,177	(70,040)
Cash and cash equivalents at beginning of period	968,155	750,362
Cash and cash equivalents at end of period	**$ 1,113,332**	**680,322**

See accompanying notes to consolidated financial statements.

(1) Company history

Sixxon Tech. Co., Ltd.(the "Company") was incorporated on January 20, 2020, and registered in British Cayman Islands. The main purpose of the establishment was to restructure the organization for the application of listing on the Taiwan Stock Exchange ("TWSE") in the Republic of China. On March 30, 2020, the Company acquired all issued and outstanding ordinary shares of Global Thaixon Precision Industry CO., LTD. ("GT"), Thaixon Tech CO., LTD. ("TT") and Caltech (Hong Kong) LTD.("Caltech"). The Company became the holding company of GT, TT and Caltech after restructuring the Group. GT, TT and Caltech are mainly engaged in designing, manufacturing, processing and selling of automotive, industrial, 3C and medical related components. The Company's shares have been listed and traded on the Taiwan Stock Exchange since July 31, 2023.

(2) Approval date and procedures of the consolidated financial statements:

The consolidated financial statements were authorized for issue by the Board of Directors on August 28, 2024.

(3) New standards, amendments and interpretations adopted:

(a) The impact of the IFRS Accounting Standards endorsed by the Financial Supervisory Commission, R.O.C. which have already been adopted.

The Group has initially adopted the following new amendments, which do not have a significant impact on its consolidated financial statements, from January 1, 2024:

- Amendments to IAS 1 "Classification of Liabilities as Current or Non-current"
- Amendments to IAS 1 "Non-current Liabilities with Covenants"
- Amendments to IAS 7 and IFRS 7 "Supplier Finance Arrangements"
- Amendments to IFRS 16 "Lease Liability in a Sale and Leaseback"

(b) The impact of IFRS issued by the FSC but not yet effective

The Group assesses that the adoption of the following new amendments, effective for annual period beginning on January 1, 2025, would not have a significant impact on its consolidated financial statements:

- Amendments to IAS21 "Lack of Exchangeability"

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

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

Standards or Interpretations	Content of amendment	Effective date per IASB
IFRS 18 "Presentation and Disclosure in Financial Statements"	The new standard introduces three categories of income and expenses, two income statement subtotals and one single note on management performance measures. The three amendments, combined with enhanced guidance on how to disaggregate information, set the stage for better and more consistent information for users, and will affect all the entities. ● A more structured income statement: under current standards, companies use different formats to present their results, making it difficult for investors to compare financial performance across companies. The new standard promotes a more structured income statement, introducing a newly defined ' operating profit' subtotal and a requirement for all income and expenses to be allocated between three new distinct categories based on a company' s main business activities. ● Management performance measures (MPMs): the new standard introduces a definition for management performance measures, and requires companies to explain in a single note to the financial statements why the measure provides useful information, how it is calculated and reconcile it to an amount determined under IFRS Accounting Standards. ● Greater disaggregation of information: the new standard includes enhanced guidance on how companies group information in the financial statements. This includes guidance on whether information is included in the primary financial statements or is further disaggregated in the notes.	January 1, 2027

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

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

- Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets Between an Investor and Its Associate or Joint Venture"
- IFRS 17 " Insurance Contracts" and amendments to IFRS 17 " Insurance Contracts"
- IFRS 19 "Subsidiaries without Public Accountability: Disclosures"
- Amendments to IFRS 9 and IFRS 7 "Amendments to the Classification and Measurement of Financial Instruments"
- Annual Improvements to IFRS Accounting Standards—Volume 11

(4) Summary of material accounting policies:

(a) Statement of compliance

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

Except the following accounting policies mentioned below, the material accounting policies adopted in the consolidated financial statements are the same as those in the consolidated financial statement for the year ended December 31, 2023. For the related information, please refer to note 4 of the consolidated financial statements for the year ended December 31, 2023.

(b) Basis of consolidation

List of the subsidiaries in the consolidated financial statements:

			Percentage of Ownership			
Name of investor	**Name of subsidiary**	**Principal activity**	**June 30, 2024**	**December 31, 2023**	**June 30, 2023**	**Description**
The Company	GT	Design, manufacture, processing and sale of automotive, industrial, 3C and medical related components.	100 %	100 %	100 %	
〃	TT	Design, manufacture, processing and sale of automotive, industrial and 3C related components.	100 %	100 %	100 %	
〃	Caltech	Sale of automotive related components.	100 %	100 %	100 %	
GT	Align Co., Ltd	Sale of medical related equipments and components.	49 %	- %	- %	Note 1

(Continued)

SIXXON TECH. CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Note 1: This subsidiary is a new investment by GT in March 2024. The Group simultaneously controls its operating and financial activities, and assessed that it has substantial control, thus it is included in the consolidated financial statements as a subsidiary.

(c) Employee benefits

The defined benefit pension during the interim period was calculated using the actuarially determined pension cost rate on the prior year's reporting date, based on the year-to-date basis, and was adjusted for material market volatility and material reductions, settlements, or other material one-off events after that reporting date.

(d) Income taxes

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

Income tax expenses for the period are measured by multiplying together the pre-tax income for the interim reporting period the management’s best estimate of effective annual tax rate. This should be recognized fully as tax expense for the current period.

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

(5) Significant accounting assumptions and judgments, and major sources of estimation uncertainty:

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

The preparation of the consolidated interim financial statements, estimates and underlying assumptions are reviewed on an ongoing basis which are in conformity with the consolidated financial statements for the year ended December 31, 2023. For related information, please refer to note (5) of the consolidated financial statements for the year ended December 31, 2023.

(6) Explanation of significant accounts:

Except for the following disclosures, there were no material differences in the disclosures of significant accounts between the interim consolidated financial statements for the current period and the 2023 consolidated financial statements. Please refer to note (6) of the 2023 annual consolidated financial statements.

(Continued)

SIXXON TECH. CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(a) Cash and cash equivalents

	June 30, 2024	December 31, 2023	June 30, 2023
Cash on hand	$ 26	27	26
Checking accounts and demand deposits	275,958	485,223	427,461
Time deposits	837,348	482,905	252,835
	$ 1,113,332	**968,155**	**680,322**

Please refer to note 6(t) for the disclosure of the exchange rate risk and the sensitivity analysis of the financial assets of the Group.

(b) Financial assets and liabilities at fair value through profit or loss

(i) The details as follows:

	June 30, 2024	December 31, 2023	June 30, 2023
Financial assets mandatorily measured at fair value through profit or loss:			
Derivatives instrument not used for hedging			
Forward exchange contracts	**$ 775**	**-**	**3,083**
Financial liabilities mandatorily measured at fair value through profit or loss:			
Derivatives instrument not used for hedging			
Forward exchange contracts	**$ -**	**2,995**	**-**

The Group holds derivative financial instruments to hedge certain foreign exchange rate risk the Group is exposed to arising from its operating activities. The following derivative instruments, without the application of hedge accounting, were classified as mandatorily measured at fair value through profit or loss and held-for-trading financial assets:

	June 30, 2024			
	Contract amount (in thousands)		**Currency**	**Maturity dates**
Financial Assets:				
Forward exchange purchased	USD	**2,500**	USD to THB	2024.9.11

SIXXON TECH. CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	December 31, 2023			
	Contract amount (in thousands)		Currency	Maturity dates
Financial Liabilities:				
Forward exchange purchased	USD	2,500	USD to THB	2024.3.13

	June 30, 2023			
	Contract amount (in thousands)		Currency	Maturity dates
Financial Assets:				
Forward exchange purchased	USD	2,500	USD to THB	2023.9.12

As of June 30, 2024, December 31 and June 30, 2023, the financial assets and liabilities at fair value through profit or loss had not been pledged as collateral.

The Group's information of currency risk and fair value of financial instruments, please refer to note 6(t).

(c) Financial assets measured at amortized cost

	June 30, 2024	December 31, 2023	June 30, 2023
Current			
Time deposits with original maturities of more than three months	$ 129,800	184,230	93,420

(i) For credit risk, please refer to note 6(t).

(ii) As of June 30, 2024 and December 31, and June 30, 2023, the financial assets measured at amortized cost had not been pledged as collateral.

(d) Accounts receivable (including related parties)

	June 30, 2024	December 31, 2023	June 30, 2023
Accounts receivable (including related parties) –measured as amortized cost	$ 354,623	333,415	284,162
Less: Loss allowance	(115)	(3,285)	(2,772)
	$ 354,508	330,130	281,390

The Group applies the simplified approach to provide for its expected credit losses, i.e. the use of lifetime expected loss provision for all receivables. To measure the expected credit losses, accounts receivable has been grouped based on shared credit risk characteristics and the days past due, as well as incorporated forward looking information, including macroeconomic and relevant industry information. The loss allowances were determined as follows:

(Continued)

SIXXON TECH. CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	June 30, 2024		
	Gross carrying amount	Weighted-average loss rate	Loss allowance
0 to 60 days past due	$ 347,867	-%	-
61 to 90 days past due	6,493	1.00%	65
91 to 120 days past due	61	9.84%	6
121 to 150 days past due	167	14.97%	25
151 to 180 days past due	21	23.81%	5
More than 181 days past due	14	100.00%	14
	$ 354,623		**115**

	December 31, 2023		
	Gross carrying amount	Weighted-average loss rate	Loss allowance
0 to 60 days past due	$ 327,166	-%	-
61 to 90 days past due	2,766	1.05%	29
91 to 120 days past due	166	10.24%	17
121 to 150 days past due	92	15.22%	14
Overdue over 181 days	3,225	100.00%	3,225
	$ 333,415		**3,285**

	June 30, 2023		
	Gross carrying amount	Weighted-average loss rate	Loss allowance
0 to 60 days past due	$ 277,508	-%	-
61 to 90 days past due	3,445	0.99%	34
91 to 120 days past due	25	8.00%	2
121-150 days past due	146	15.07%	22
151-180 days past due	405	20.00%	81
More than 181 days past due	2,633	100.00%	2,633
	$ 284,162		**2,772**

SIXXON TECH. CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

The movements in the allowance for accounts receivable were as follows:

	For the six months ended June 30, 2024	For the six months ended June 30, 2023
Balance at January 1	$ 3,285	12
Impairment losses (reversed) recognized	(3,118)	2,783
Effect of movements in exchange rates	(52)	(23)
Balance at June 30	**$ 115**	**2,772**

As of June 30, 2024, December 31 and June 30, 2023, the accounts receivable had not been pledged as collateral.

(e) Inventories

(i) The details of inventories were as follows:

	June 30, 2024	December 31, 2023	June 30, 2023
Raw materials	$ 105,250	73,683	104,156
Semi-finished goods and work in progress	47,509	47,051	49,651
Finished goods	104,362	116,715	141,251
	$ 257,121	**237,449**	**295,058**

(ii) The details of the cost of sales for the three months ended June 30, 2024 and 2023 and the six months ended June 30, 2024 and 2023 were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2024	2023	2024	2023
Cost of sales and expense	$ 247,162	215,938	519,081	446,712
Provision (reversal) for inventory valuation loss and obsolescence	133	(5,668)	(3,273)	1,819
Idle capacity	4,931	9,835	9,684	15,051
Revenue from sale of scraps	(836)	(1,812)	(2,438)	(3,347)
	$ 251,390	**218,293**	**523,054**	**460,235**

(iii) As of June 30, 2024, December 31 and June 30, 2023, the inventories had not been pledged as collateral.

SIXXON TECH. CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(f) Property, plant and equipment

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

	Land	Buildings and construction	Machinery and equipment	Office equipment and others	Construction in progress and testing equipment	Total
Cost:						
Balance at January 1, 2024	$ 324,605	409,956	2,031,697	161,863	10,917	2,939,038
Additions	-	1,453	32,574	1,487	84,346	119,860
Reclassification	-	-	4,444	-	(4,444)	-
Disposals	-	-	(471)	(355)	-	(826)
Effect of movements in exchange rates	(5,400)	(6,821)	(33,501)	(2,690)	(191)	(48,603)
Balance at June 30, 2024	**$ 319,205**	**404,588**	**2,034,743**	**160,305**	**90,628**	**3,009,469**
Balance at January 1, 2023	$ 321,869	400,300	1,965,728	151,386	1,388	2,840,671
Additions	-	2,126	45,810	13,057	3,162	64,155
Reclassification	-	20	725	320	(1,065)	-
Disposals	-	-	(46,056)	(4,643)	-	(50,699)
Effect of movements in exchange rates	(4,500)	(5,636)	(27,156)	(2,280)	(60)	(39,632)
Balance at June 30, 2023	**$ 317,369**	**396,810**	**1,939,051**	**157,840**	**3,425**	**2,814,495**
Depreciation and impairments loss:						
Balance at January 1, 2024	$ -	261,859	1,518,813	107,986	-	1,888,658
Depreciation	-	9,176	73,650	5,781	-	88,607
Disposals	-	-	(471)	(313)	-	(784)
Effect of movements in exchange rates	-	(4,357)	(24,973)	(1,797)	-	(31,127)
Balance at June 30, 2024	**$ -**	**266,678**	**1,567,019**	**111,657**	**-**	**1,945,354**
Balance at January 1, 2023	$ -	242,068	1,428,434	105,065	-	1,775,567
Depreciation	-	8,643	67,251	4,978	-	80,872
Disposals	-	-	(46,054)	(4,541)	-	(50,595)
Effect of movements in exchange rates	-	(3,548)	(20,036)	(1,476)	-	(25,060)
Balance at June 30, 2023	**$ -**	**247,163**	**1,429,595**	**104,026**	**-**	**1,780,784**
Carrying amounts:						
Balance at January 1, 2024	**$ 324,605**	**148,097**	**512,884**	**53,877**	**10,917**	**1,050,380**
Balance at June 30, 2024	**$ 319,205**	**137,910**	**467,724**	**48,648**	**90,628**	**1,064,115**
Balance at January 1, 2023	**$ 321,869**	**158,232**	**537,294**	**46,321**	**1,388**	**1,065,104**
Balance at June 30, 2023	**$ 317,369**	**149,647**	**509,456**	**53,814**	**3,425**	**1,033,711**

For business development needs, a subsidiary of the Group, GT, signed separate contracts with different third parties for its factory and office expansion, which have yet to be completed as of June 30, 2024.

As of June 30, 2024, December 31 and June 30, 2023, part of the Group's property, plant and equipment had been pledged as collaterals for its credit lines of borrowings, please refer to note (8).

SIXXON TECH. CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(g) Right-of-use assets

The Group leases buildings and construction. The cost and depreciation about leases for which the Group is a lessee was presented as below:

		Buildings
Cost:		
Balance at June 30, 2024 (and Balance at January 1, 2024)	**$**	**1,458**
Balance at June 30, 2023 (and Balance at January 1, 2023)	**$**	**-**
Accumulated depreciation:		
Balance at January 1, 2024	$	112
Depreciation		367
Balance at June 30, 2024	**$**	**479**
Balance at June 30, 2023 (and Balance at January 1, 2023)	**$**	**-**
Carrying Amount：		
Balance at January 1, 2024	**$**	**1,346**
Balance at June 30, 2024	**$**	**979**
Balance at January 1, 2023		**-**
Balance at June 30, 2023	**$**	**-**

(h) Intangible assets

The cost and amortization of intangible assets of the Group were as follows:

		Computer equipment
Costs:		
Balance at January 1, 2024	$	23,724
Additions		216
Effective of movements in exchange rates		(395)
Balance at June 30, 2024	**$**	**23,545**
Balance at January 1, 2023	$	22,281
Additions		1,061
Effective of movements in exchange rates		(332)
Balance at June 30, 2023	**$**	**23,010**

(Continued)

SIXXON TECH. CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	Computer equipment
Accumulated amortization:	
Balance at January 1, 2024	$ 20,416
Amortization	860
Effective of movements in exchange rates	(340)
Balance at June 30, 2024	**$ 20,936**
Balance at January 1, 2023	$ 18,187
Amortization	1,115
Effective of movements in exchange rates	(276)
Balance at June 30, 2023	**$ 19,026**
Carrying amounts:	
Balance at January 1, 2024	**$ 3,308**
Balance at June 30, 2024	**$ 2,609**
Balance at January 1, 2023	**$ 4,094**
Balance at June 30, 2023	**$ 3,984**

(i) Other assets and other non-current assets

The other assets of the Group were as follows:

	June 30, 2024	December 31, 2023	June 30, 2023
Prepayments of equipment	$ 24,614	3,796	29,475
Prepayments for investments	15,000	-	-
Payment in advance	9,753	1,321	3,784
Other receivables	3,188	7,767	4,843
Restricted deposits	8,459	8,144	8,186
Input tax	9,078	2,661	6,094
Tax refund receivables	8,618	7,454	5,041
Supplies inventory	4,413	6,486	4,937
Advance to employees	590	1,949	3,345
Others	7,552	3,836	5,591
	$ 91,265	**43,414**	**71,296**
Other current assets	57,483	30,756	32,983
Other non-current assets	33,782	12,658	38,313
	$ 91,265	**43,414**	**71,296**

As of June 30, 2024, December 31 and June 30, 2023, part of the Group's other assets were provided as collaterals for its loans, please refer to note (8).

(Continued)

SIXXON TECH. CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(j) Short-term borrowings

The short-term borrowings of the Group were as follow:

	June 30, 2024	December 31, 2023	June 30, 2023
Secured bank loans	$ -	-	26,448
Unused credit lines	$ 221,675	225,425	193,952
Range of interest rates	4.15%~7.5%	4.15%~7.59%	3.90%~7.74%

Please refer to note (8) for the information about the Group providing assets as collaterals for its short-term borrowings and credit lines.

(k) Other payables

	June 30, 2024	December 31, 2023	June 30, 2023
Salaries and bonuses payables	$ 24,907	11,499	38,997
Equipment payables	31,409	10,049	4,249
Utilities payable	5,459	4,242	5,320
Freight payable	7,872	4,441	3,012
Professional service fees payable	3,590	4,642	1,601
Others	13,067	11,063	9,125
	$ 86,304	45,936	62,304

(l) Lease liabilities

The lease liabilities of the Group were as follows:

	June 30, 2024	December 31, 2023	June 30, 2023
Current	$ 675	662	-
Non-current	$ 231	572	-

For the maturity analysis, please refer to note 6 (t).

The amounts recognized in profit or loss were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2024	2023	2024	2023
Interest on lease liabilities	$ 9	-	20	-
Expenses relating to short-term leases	$ 105	-	258	-

SIXXON TECH. CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

The amounts recognized in the statement of cash flows for the Group were as follows:

	For the six months ended June 30,	
	2024	**2023**
Total cash outflow for leases	$ 606	-

As of June 30, 2024, the Group leases buildings and construction for its office space. The leases of office space typically run for a period of 2 years.

(m) Employee benefits

(i) Defined benefit plans

Management believes that there was no material volatility of the market, no material reimbursement and settlement or other material one-time events since prior fiscal year. As a result, the pension cost in the accompanying interim period was measured and disclosed according to the actuarial report as of December 31, 2023 and 2022.

The expenses recognized in profit or loss for the Group were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2024	**2023**	**2024**	**2023**
Operating cost and expenses	$ 1,759	1,425	3,519	2,857

(ii) Defined contribution plans

The Group’s expenses under the pension plan cost of the Tisco Asset Management Co., Ltd. were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2024	**2023**	**2024**	**2023**
Operating cost and expenses	$ 788	749	1,573	1,511

(n) Income taxes

(i) The Company was registered in the Cayman Islands, and was not required to pay the profit-seeking enterprise income tax under local laws and regulations. Among the Group, GT and TT were approved by Thailand Board of Investment to have tax exemption period for main business lines in accordance with the Investment Promotion Act of Thailand. The tax exemption period differs for different products. As of June 30, 2024, the Group has a tax exemption period that expires from October 2026 to September 2029. The income tax rate for the rest of the Company is 20% under the tax regulations of Thailand； Caltech's income for the six months ended June 30, 2024 and 2023 is generated outside of Hong Kong, thus Caltech is not subject to local corporate income tax in Hong Kong under the Hong Kong Corporate Income Tax Law.

SIXXON TECH. CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(ii) Income tax expenses

The details of income tax expense were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2024	2023	2024	2023
Current tax expense				
Current period	$ 1	-	1	-
Adjustment for prior periods	-	-	-	846
	$ 1	**-**	**1**	**846**

(iii) Assessment of tax

The Company is not required to pay income tax in the country which it is incorporated.

In Thailand, where GT and TT operate, the income tax returns of the Group are not required to be approved by the tax authorities, and income taxes paid in prior years have been certified by the tax authorities up to 2023. In Hong Kong, where Caltech operates, the income tax returns have been approved by the tax authorities through 2023.

(o) Capital and other equity

(i) Ordinary shares

On April 28, 2023, the Board of Directors of the Company resolved to increase its cash capital by issuing new common shares amounting to 3,500 thousand shares with a par value of NTD 10 per share before the initial public offering. From the total issuance of 3,500 thousand shares, 2,479 thousand shares were auctioned at the weighted average bid price of NTD 111.68 per share. The remaining 1,021 thousand shares were publicly subscribed and reserved for employees' subscription at the price of NTD 66 per share. The effective date was set on July 27, 2023, with total common shares of 31,000 thousand shares and capital stock of $310,000 subsequent to the increase in cash capital.

(ii) Capital surplus

The balances of capital surplus were as follows:

	June 30, 2024	December 31, 2023	June 30, 2023
Capital premium	$ 1,946,314	1,992,814	1,690,575
Share-based compensation cost	341	341	-
	$ 1,946,655	**1,993,155**	**1,690,575**

Subject to Cayman Islands Company Law and Company’s Articles, the Board of Directors may capitalize any unissued shares by paying up in full unissued shares of the Company from capital reserves, other reserve accounts, profit and loss accounts or other distributable funds, and distributing them to the shareholders in pro rata proportion thereof as stock dividends.

(Continued)

SIXXON TECH. CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Subject to any direction from the Company in general meeting, the directors may on behalf of the Company exercise all the powers and options conferred by the Cayman Islands Company Law regarding to the capital reserve. Subject to compliance with the Cayman Islands Company Law, the directors may on behalf of the Company set off accumulated losses against credits standing in the capital reserve and make distributions out of the capital reserve.

(iii) Retained earnings and earnings distribution

As the Company continues to grow, the need for capital expenditures, business expansion and a sound financial planning for sustainable development, it is the Company's dividends policy that the dividends may be allocated to the Shareholders in the form of cash dividends and/or bonus shares according to the Company's future expenditure budgets, funding needs and in response to changes in the economic climate and the industry. If the Board of Directors resolves on the distribution of profits, it shall draw up a plan and approve the distribution of profits by an ordinary resolution of the shareholders' meeting. The Board of Directors shall prepare such plan of distribution of profits in the following manner: (a) the Company shall provide for the payment of taxes payable in accordance with the law, (b) and the net profit for the year shall first make up the losses of previous years, if any. Secondly, (c) distribute the legal reserve in accordance with the Applicable Public Company Rules, unless the legal reserve has reached the Company's paid-in capital, and (d) distribute a special reserve in accordance with the Applicable Public Company Rules or at the request of the competent authorities. Unless otherwise provided by law and the Applicable Public Company Rules, current year profits, after deducting the amounts listed in (a) to (d) above and adding the cumulative undistributed retained earnings from prior years, are considered distributable earnings, and the Board of Directors may prepare a distribution plan and submit it to the shareholders' meeting for approval. The distribution of retained earnings may be distributed by way of cash dividends or stock dividends (with shares distributed to shareholders in proportion to the amount of retained earnings transferred to capital). If the Board of Directors resolves to distribute profits, the total amount of shareholders' dividends shall be at least 30% of the current year profits after deducting items (a) to (c) above, of which the total amount of cash dividends paid shall not be less than 50% of the total amount of shareholders' dividends.

Subject to Law, the Board of Directors may distribute all or part of the dividends and bonuses, legal reserve in cash and / or capital surplus arising from premium on issuance of capital stock or the fair value of donated assets received after a resolution has been adopted by a majority vote at a meeting of the Board of Directors attended by two-thirds of the total number of directors; and in addition thereto a report of such distribution shall be submitted to the General shareholders’ meeting.

(Continued)

SIXXON TECH. CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

On March 14, 2024, the Company's Board of Directors resolved to appropriate the 2023 earnings and cash from capital reserves; while the amount of cash dividends on the appropriations of earnings for 2022 had been approved during the shareholders' meeting on June 20, 2023. These earnings were appropriated as follows:

	2023		2022	
	Amount per share	Total Amount	Amount per share	Total Amount
Cash dividend distribution	$ 3.00	93,000	5.50	151,250
Cash dividend distribution from capital reserves	1.50	46,500	-	-
	$ 4.50	**139,500**	**5.50**	**151,250**

(p) Share-based payment

Based on resolution approved during the Board meeting held on April 28, 2023, the Company decided to increase cash capital by issuing 3,500 thousand new shares, of which 400 thousand shares shall be reserved for priority subscription by employees of the Company and its subsidiaries who meet certain conditions. For the amount of share that employees abandon or inadequately subscribe, the Chairman of the Board is authorized to negotiate with a specific person to subscribe the full amount of shares at the issuance price.

	Equity-settled
	Cash capital increase reserved for employee subscription
Grant date	2023.07.07
Number of shares granted	400 thousand shares
Contract term	2023.7.7~2023.7.10
Vesting conditions	Immediately vested

The fair value of stock options granted on grant date is measured using the Black-Scholes option pricing model in 2023. Fair value per unit of stock options range from NTD 0.000003 to NTD 0.890367. The Company recognized compensation cost of $341 in 2023, and recorded the amount under operating expenses. Please refer to notes 6(o) for capital surplus recognition.

SIXXON TECH. CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(q) Earnings per share

The calculation of basic and diluted earnings per share were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2024	**2023**	**2024**	**2023**
Basic earnings per share:				
Profit attributable to ordinary shareholders of the Company	$ **64,591**	**47,882**	**156,458**	**75,820**
Weighted-average number of outstanding ordinary shares (thousands)	**31,000**	**27,500**	**31,000**	**27,500**
Basic earnings per share (dollars)	$ **2.09**	**1.74**	**5.05**	**2.76**
Diluted earnings per share:				
Profit attributable to ordinary shareholders of the Company	$ **64,591**	**47,882**	**156,458**	**75,820**
Weighted-average number of outstanding ordinary shares (thousands)	31,000	27,500	31,000	27,500
Effect of employee share bonuses (thousands)	33	19	42	53
Weighted-average number of ordinary shares (after adjustment of potential diluted ordinary shares) (thousands)	**31,033**	**27,519**	**31,042**	**27,553**
Diluted earnings per share (dollars)	$ **2.08**	**1.74**	**5.04**	**2.75**

(r) Revenue from contracts with customers

(i) Details of revenue

	For the three months ended June 30		For the six months ended June 30,	
	2024	**2023**	**2024**	**2023**
Primary geographical markets:				
Asia	$ 212,302	156,107	417,185	335,320
Europe	84,441	89,935	188,672	176,266
North America	36,092	31,420	77,323	65,963
	$ **332,835**	**277,462**	**683,180**	**577,549**
Major products:				
Automotive	$ 221,056	164,336	448,666	349,332
Industry	91,165	91,145	189,929	175,335
3 C	17,200	12,435	38,677	34,117
Medical	3,414	9,546	5,908	18,765
	$ **332,835**	**277,462**	**683,180**	**577,549**

(Continued)

SIXXON TECH. CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	June 30, 2024	December 31, 2023	June 30, 2023
Accounts receivable	$ 354,623	333,415	284,162
Less: allowance for impairment	(115)	(3,285)	(2,772)
Total	**$ 354,508**	**330,130**	**281,390**

For details on accounts receivable and allowance for impairment, please refer to note 6(d).

(s) Remuneration to employees and directors

The Company should distribute no less than 2% of its net profit before employees' and directors' remuneration as employees' remuneration and no more than 2% of its net profit before employees' and directors' remuneration as directors' remuneration if the Company is profitable for the year. However, if the Company has accumulated deficits, the profit should be reserved to offset the deficit. The remuneration to employees may be distributed in cash or in stocks, which may be distributed under an incentive program approved pursuant to the Company’ s Articles. The employees may include certain employees of the subsidiaries who meet the conditions prescribed by the Company.

For the three months and six months ended June 30, 2024 and 2023, the Company estimated its employee remuneration amounting at $1,331, $987, $3,223 and $1,562, respectively, and directors’ remuneration amounting at $265, $196, $642 and $311, respectively. The estimated amounts mentioned above are calculated based on the net profit before tax, excluding the remunerations to employees and directors of each period, multiplied by the percentage of remuneration of employees and directors, as specified in Company’ s Articles. These remunerations were expensed under operating expenses. If there are any subsequent adjustments to the actual remuneration amounts, the adjustments will be regarded as changes in accounting estimates and will be reflected in profit or loss in the following year.

For the years ended December 31, 2023 and 2022, the remunerations to employees amounted to $1,972 and $6,043, and to directors amounted to $392 and $1,203 respectively. The aforementioned estimated amounts are identical to those of the actual distributions. The related information is available on the Market Observation Post System website.

(t) Financial instruments

Except for the contention mentioned below, there was no significant change in the fair value of the Group’s financial instruments and degree of exposure to credit risk, liquidity risk and market risk arising from financial instruments. For related information, please refer to note 6(t) of the consolidated financial statements for the year ended December 31, 2023.

SIXXON TECH. CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(i) Types of Financial instruments

Financial assets

	June 30, 2024	December 31, 2023	June 30, 2023
Financial assets at fair value through profit or loss	$ 775	-	3,083
Financial assets measured at amortized cost:			
Cash and cash equivalents	1,113,332	968,155	680,322
Accounts receivable, net	354,508	330,130	281,390
Interest receivable	-	-	-
Other receivable	3,188	7,767	4,843
Time deposits with original maturities of more than three months	129,800	184,230	93,420
Prepayments for investments (recognized as other current assets)	15,000	-	-
Restricted deposits (recognized as other non-current assets)	8,459	8,144	8,186
Refundable deposits (recognized as other non-current assets)	709	718	652
	$ 1,625,771	**1,499,144**	**1,071,896**

Financial liabilities

	June 30, 2024	December 31, 2023	June 30, 2023
Financial liabilities at fair value through profit or loss	$ -	2,995	-
Financial liabilities measured at amortized cost:			
Short-term borrowings	-	-	26,448
Accounts payable	71,503	48,283	46,740
Other payable	86,304	45,936	62,304
Dividends payable	139,500	-	-
Lease liabilities (current and non-current)	906	1,234	-
	$ 298,213	**98,448**	**135,492**

(Continued)

SIXXON TECH. CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(ii) Credit risk

1) Exposure to credit risk

The carrying amount of financial assets represents the maximum amount exposed to credit risk.

2) Concentration of credit risk

The Group caters to wide variety of automotive, industrial, 3C and medical customers instead of concentrating on specific customers; therefore, the Group has not suffered any significant credit loss. In order to reducing the credit risk of accounts receivables, the Group continuously evaluates the financial positions of these clients and regularly reviews the recoverable amount of receivables to ensure the uncollectible amount are recognized appropriately as impairment loss, and the total amount of impairment loss was within management expectations.

(iii) Liquidity risk

The following were the contractual maturities and the amount to be repaid in the future of financial liabilities, including estimated interest payments.

	Carrying Amount	Contractual cash flows	Within a year	1~2 years	Over 2 years
June 30, 2024					
Non-derivative financial liabilities					
Accounts payable	$ 71,503	(71,503)	(71,503)	-	-
Lease liabilities (current and non-current)	906	(928)	(696)	(232)	-
Other payable	86,304	(86,304)	(86,304)	-	-
Dividends payable	139,500	(139,500)	(139,500)	-	-
	$ 298,213	**(298,235)**	**(298,003)**	**(232)**	**-**
December 31, 2023					
Non-derivative financial liabilities					
Accounts payable	$ 48,283	(48,283)	(48,283)	-	-
Lease liabilities (current and non-current)	1,234	(1,276)	(696)	(580)	-
Other payable	45,936	(45,936)	(45,936)	-	-
Derivatives instrument not used for hedging:					
Forward exchange contracts:	2,995				
Outflow	-	(79,710)	(79,710)	-	-
Inflow	-	76,715	76,715	-	-
	$ 98,448	**(98,490)**	**(97,910)**	**(580)**	**-**
June 30, 2023					
Non-derivative financial liabilities					
Short-term bank loans	$ 26,448	(26,462)	(26,462)	-	-
Accounts payable	46,740	(46,740)	(46,740)	-	-
Other payable	62,304	(62,304)	(62,304)	-	-
	$ 135,492	**(135,506)**	**(135,506)**	**-**	**-**

(Continued)

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

(iv) Currency risk

1) Exposure to foreign currency risk

The Group's significant exposures to foreign currency risk were as follows:

(In thousands)

	June 30, 2024			December 31, 2023			June 30, 2023		
	Foreign currency	Exchange rate	TWD	Foreign currency	Exchange rate	TWD	Foreign currency	Exchange rate	TWD
Financial assets									
Monetary items									
USD	3,970	USD/THB =36.5964	128,827	2,911	USD/THB =34.0523	89,382	1,666	USD/THB =35.3221	51,879
EUR	4,840	EUR/THB =39.1451	167,996	4,993	EUR/THB =37.6844	169,662	7,384	EUR/THB =38.3507	249,653
USD	43,935	USD/TWD =32.45	1,425,691	29,417	USD/TWD =30.7050	903,249	20,746	USD/TWD =31.1400	646,030
Financial liabilities									
USD	17,739	USD/THB =36.5964	575,631	5,482	USD/THB =34.0523	168,325	7,264	USD/THB =35.3221	226,201
EUR	14	EUR/THB =39.1451	486	59	EUR/THB =37.6844	2,005	34	EUR/THB =38.3507	1,150
JPY	84,872	JPY/THB =0.2275	17,119	28,061	JPY/THB =0.2409	6,095	42,299	JPY/THB =0.2439	9,094

2) Sensitivity analysis

The Group's exposure to foreign currency risk arises from the translation of the foreign currency exchange gains and losses on cash and cash equivalents, accounts receivables (including related parties), other receivables, financial assets measured at amortized cost, accounts and other payables that are denominated in foreign currency. An appreciation (depreciation) of 5% of each major foreign currency against Group entities' functional currency as of June 30, 2024 and 2023 would have influenced the net profit before tax as follows.

	June 30, 2024	June 30, 2023
USD (against the THB)		
Appreciation 5%	$ (22,340)	(8,716)
Depreciation 5%	22,340	8,716
USD (against the TWD)		
Appreciation 5%	71,285	32,302
Depreciation 5%	(71,285)	(32,302)
EUR (against the THB)		
Appreciation 5%	8,376	12,425
Depreciation 5%	(8,376)	(12,425)

(Continued)

SIXXON TECH. CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	June 30, 2024	June 30, 2023
JPY (against the THB)		
Appreciation 5%	(856)	(455)
Depreciation 5%	856	455

3) Foreign exchange gain and loss on monetary items

Since the Group has many kinds of functional currency, the information on foreign exchange gain (loss) on monetary items is disclosed by total amount. Foreign exchange gains (including realized and unrealized portions) for the three months and six months ended June 30, 2024 and 2023 were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2024	**2023**	**2024**	**2023**
Net Foreign exchange gains	$ 19,617	17,827	64,644	18,805

(v) Interest rate analysis

The exposure to interest rate risk for financial assets and liabilities refers to the management of liquidity risk in this note.

The following sensitivity analysis is based on the exposure to the interest rate risk of non-derivative financial instruments on the reporting date. Regarding the liabilities with variable interest rates, the analysis is on the basis of the assumption that the amount of liabilities outstanding at the reporting date was outstanding throughout the year. The rate of change is expressed as the interest rate increases or decreases by 0.25% when reporting to management internally, which also represents the Group management's assessment of the reasonably possible interest rate change.

If the interest rate had increased or decreased by 0.25%, the net profit before tax would have increased or decreased by $345 and $534, respectively, for the six months ended June 30, 2024 and 2023, which would mainly resulted from checking accounts and demand deposits with variable interest rates.

(vi) Fair value of financial instruments

1) Financial instruments measured at fair value

Except as described in the following paragraphs, carry amount of cash and cash equivalents, financial assets measured at amortized cost, account receivables and other receivables, restricted assets, refundable deposits, accounts payables, lease liabilities and other financial liabilities are reasonably close to the fair value.

SIXXON TECH. CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	June 30, 2024				
		Fair value			
	Book value	**Level 1**	**Level 2**	**Level 3**	**Total**
Financial assets at fair value through profit and loss:					
Derivative financial assets- forward exchange contracts	$ 775	-	775	-	775

	December 31, 2023				
		Fair value			
	Book value	**Level 1**	**Level 2**	**Level 3**	**Total**
Financial liabilities at fair value though profit and loss:					
Derivative financial liabilities- forward exchange contracts	$ 2,995	-	2,995	-	2,995

	June 30, 2023				
		Fair value			
	Book value	**Level 1**	**Level 2**	**Level 3**	**Total**
Financial assets at fair value through profit and loss:					
Derivative financial assets- forward exchange contracts	$ 3,083	-	3,083	-	3,083

2) Valuation techniques for financial instruments measured at fair value

Measurement of fair value of derivative instruments is based on the valuation techniques that are generally accepted by market participants. Fair value of forward exchange contracts is usually determined by the forward currency exchange rate.

3) Transfer between level 1 and level 2

There were no transfers between fair value level for the six months ended June 30, 2024 and 2023.

(u) Financial risk management

There were no significant changes in the Group' s financial risk management and policies as disclosed in note 6(u) of the consolidated financial statements for the year ended December 31, 2023.

(v) Capital management

Management believes that the objectives, polices and processes of capital management of the Group has been applied consistently with those described in the consolidated financial statements for the year ended December 31, 2023. Also, management believes that there were no significant changes in the Group’ s capital management information as disclosed for the year ended December 31, 2023. Please refer to note 6(v) of the consolidated financial statements for the year ended December 31, 2023 for further details.

(w) Investing and financial activities not affecting the current cash flow

There were no investing and financing activities which did not involve non-cash transactions in the six months ended June 30, 2023. The Group’ s investing and financing activities which did not involve non-cash transactions in the six months ended June 30, 2024 were as follows:

(i) For right-of-use assets under leases, please refer to note 6(g) and 6(l).

(ii) Reconciliation of liabilities arising from financing activities weas as follows: None

(7) Related-party transactions

(a) Parent company and ultimate controlling party

Sixxon Tech. Co., Ltd. is the ultimate parent company.

(b) Names and relationship with related parties

The followings are entities that have had transactions with related party during the periods covered in the consolidated financial statements.

Name of related party	Relationship with the Group
Digital Orthopaedic Solutions Co., Ltd. (Note)	Other related parties

Note: Not a related party of the Group since June 2024.

(c) Significant transactions with related parties

(i) Receivables from Related Parties

The receivables from related parties incurred by previous years sales were as follows:

Account	Relationship	June 30, 2024	December 31, 2023	June 30, 2023
Accounts receivable	Other related parties	$ -	3,135	3,065

Accounts receivable from related parties are uncollateralized and recognized as impairment loss (bad debt expense) after evaluation. All accounts receivables have been fully collected as of June 30, 2024.

(Continued)

SIXXON TECH. CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(d) Key management personnel compensation

Key management personnel compensation comprised:

	For the three months ended June 30		For the six months ended June 30	
	2024	**2023**	**2024**	**2023**
Short-term employee benefits	$ 7,364	7,320	14,670	13,683

(8) Pledged assets:

The carrying values of pledged assets were as follows:

Pledged assets	Object	June 30, 2024	December 31, 2023	June 30, 2023
Property, plant and equipment	Bank borrowings	$ 349,306	358,484	353,725
Restricted deposits (recognized as other non-current assets)	Guarantee	8,459	8,144	8,186
		$ 357,765	366,628	361,911

(9) Commitments and contingencies:

(a) In 2013, the Thai Customs Department requested the Group to pay the back tax evasion for certain imported products, and the Group had estimated the maximum possible payment amounting to$32,399 (THB 35,604) based on the attorney’ s letter, and recorded the amount under other payables. In 2017, the Thai Customs Department issued a letter to the Group said that the Group should pay $21,092 (THB 23,389) for customs duties, and the Group had fully paid the payment in 2017. The Group filed administrative lawsuit against the Customs Department, requesting the Customs Department to refund the fine in December 2019 (1st Lawsuit). The Supreme Court ruled against the Group in this case on January 20, 2024. According to the opinion of the lawyer appointed by the Group, the Group does not need to pay additional duties or related fees.

Besides, the Group filed administrative lawsuit against the Customs Department, requesting the Customs Department to refund the disputed duty with accrued interest in June 2020 (2nd Lawsuit). In January 2022, the Supreme Court ruled in favor of the Group. However, the Customs Department did not appeal to the Supreme Court, so the case was concluded.

(b) The Group's unrecognized commitments at the balance sheet date were as follows:

	June 30, 2024	December 31, 2023	June 30, 2023
Purchase of property, plant and equipment	$ 308,457	33,530	14,988

(Continued)

SIXXON TECH. CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(10) Losses Due to Major Disasters:None

(11) Subsequent Events:None

(12) Other:

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

By function / By item	For the three months ended June 30			For the three months ended June 30 2023		
	Cost of Sale	**Operating Expense**	**Total**	**Cost of Sale**	**Operating Expense**	**Total**
Employee benefits						
Salary	66,370	24,809	91,179	60,170	22,218	82,388
Labor and health insurance	2,227	298	2,525	2,189	290	2,479
Pension	1,456	1,091	2,547	1,221	953	2,174
Others	4,169	390	4,559	4,109	333	4,442
Depreciation	40,295	4,497	44,792	38,511	2,498	41,009
Amortization	407	8	415	526	26	552

By function / By item	For the six months ended June 30 2024			For the six months ended June 30, 2023		
	Cost of Sale	**Operating Expense**	**Total**	**Cost of Sale**	**Operating Expense**	**Total**
Employee benefits						
Salary	129,031	50,061	179,092	114,271	41,098	155,369
Labor and health insurance	4,445	582	5,027	4,434	546	4,980
Pension	2,917	2,175	5,092	2,453	1,915	4,368
Others	9,260	869	10,129	8,739	682	9,421
Depreciation	80,018	8,956	88,974	76,167	4,705	80,872
Amortization	843	17	860	1,064	51	1,115

(b) Seasonality of operations:

The Group’s operations were not affected by seasonality or cyclicality factors.

SIXXON TECH. CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(13) Other disclosures:

(a) Information on significant transactions:

The following is the information on significant transactions required by the "Regulations Governing the Preparation of Financial Reports by Securities Issuers" for the Group for the six months ended June 30, 2024:

(i) Loans to other parties:

(In Thousands of New Taiwan Dollars)

Number	Name of lender	Name of borrower	Account name	Related party	Highest balance of financing to other parties during the period	Ending balance (Note 2)	Actual usage amount during the period	Range of interest rates during the period	Purposes of fund financing for the borrower	Transaction amount for business between two parties	Reasons for short-term financing	Allowance for bad debt	Collateral		Individual funding loan limits	Maximum limit of fund financing	Note
													Item	Value			
0	The Company	GT	Other receivables	Yes	518,400 (USD16,000)	454,300 (USD14,000)	356,950 (USD11,000)	0%	Short-term financing	-	Operating demand	-	-	-	1,042,527	1,042,527	Note 3
0	〃	TT	Other receivables	Yes	259,600 (USD8000)	259,600 (USD8,000)	194,700 (USD6,000)	0%	〃	-	〃	-	-	-	1,042,527	1,042,527	〃

Note 1: Companies which have business transactions with the Company, the loan amount should be the same as the latest year transaction amount, and subject to the limitation of 40% of the Company's net worth; for companies which have a need for short-term financing, lending cannot exceed 40% of each entity's net worth. For subsidiaries or companies whose 100% of the voting shares are directly or indirectly owned by the Company, the total amount of lending cannot exceed 100% of the Company's net worth, the individual amount cannot exceed 100% of the Company's amount.
Note 2: The accordance of the exchange rate is based on the end of the reporting date.
Note 3: The aforementioned transactions had been written-off upon the preparation of the consolidated financial statements.

(ii) Guarantees and endorsements for other parties: None

(iii) Securities held as of June 30, 2024 (excluding investment in subsidiaries, associates and joint ventures): None

(iv) Individual securities acquired or disposed of with accumulated amount exceeding the lower of NTD 300 million or 20% of the capital stock: None

(v) Acquisition of individual real estate with amount exceeding the lower of NTD 300 million or 20% of the capital stock:

(In Thousands of New Taiwan Dollars)

Name of company	Name of property (Note 2)	Occurrence date (Note 1)	Transaction amount	Status of payment	Transaction Object	Relationship with the Company	If the counter-party is a related party, disclose the previous transfer information				References for determining price	Purpose of acquisition and current condition	Others
							Owner	Relationship with the Company	Date of transfer	Amount			
GT	Plant	2024.5.1	THB171,000	Based on the terms in the contracts	CHANNAKORN ENGINEERING CO., LTD	not related parties	N/A	N/A	N/A	N/A	Market price	Engaging others to build the Groups' own land to meet production and operating needs.	N/A

Note 1: The transaction amount is the cumulative transaction amount of acquisitions and disposals of the same type of underlying asset with the same transaction counterparty within the preceding year.

Note 2: Date of occurrence refers to the date of contract signing, date of payment, date of consignment trade, date of transfer, dates of boards of directors resolutions, or other date that can confirm the counterpart and monetary amount of the transaction, whichever date is earlier

SIXXON TECH. CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(vi) Disposal of individual real estate with amount exceeding the lower of NTD 300 million or 20% of the capital stock: None

(vii) Related-party transactions for purchases and sales with amounts exceeding the lower of NTD 100 million or 20% of the capital stock: None

(viii) Receivables from related parties with amounts exceeding the lower of NTD 100 million or 20% of the capital stock:

(In Thousands of New Taiwan Dollars)

Name of company	Counter-party	Nature of relationship	Ending balance (Note 3)	Turnover rate	Overdue		Amounts received in subsequent period (Note 3)	Allowance for bad debts	Note
					Amount	Action taken			
The Company	TT	Subsidiary	194,700 (USD6,000)	Note 1	-	-	64,900	-	Note 2
〃	GT	〃	356,950 (USD11,000)	〃	-	-	-	-	〃

Note 1: Other receivables arising on loans are not applicable.
Note 2: The aforementioned transactions had been written-off upon the preparation of the consolidated financial statements.
Note 3: The accordance of the exchange rate is based on the end of the reporting date.

(ix) Trading in derivative instruments: Please refer to notes 6(b).

(x) Business relationships and significant intercompany transactions:

(In Thousands of New Taiwan Dollars)

No. (Note 1)	Company name	Counter party	Nature of Relationship (Note 2)	Intercompany transactions			
				Account name (Note 4)	Amount (Note 5)	Terms	Percentage of the consolidated revenue or total assets (Note3)
0	The Company	TT	1	Other Receivables-Related Party (Note 6)	194,700	Interest rate 0%	6.46%
0	〃	GT	1	〃	356,950	〃	11.84%
1	GT	Caltech	3	Operating Revenue	45,369	The credit period is net 150 days.	6.64%
1	〃	〃	3	Accounts Receivable	38,324	〃	1.27%

Note 1: Companies are numbered as follows:
Parent company－0
Subsidiary－starting from 1
Note 2: The relationships between transaction parties are numbered as follows:
Parent company and subsidiary－1
Subsidiary and parent company－2
Subsidiary and subsidiary－3
Note 3: Regarding the ratio of the transaction amount to the consolidated total operating income or total assets, it is calculated by the ending balance to the consolidated if it is recognized as liabilities; if as profit or loss, then by the ending cumulative amount to the consolidated total operating income.
Note 4: The section only disclosed the information of sales and trade receivables of inter-company transactions, as well as the purchases and trade payables.
Note 5: Assets and liabilities items are translated into New Taiwan dollars at the exchange rates at the ending date of the reporting period; income and expense items are translated at the average exchange rates for the period.
Note 6: Arising on loans.

SIXXON TECH. CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(b) Information on investees:

The following is the information on investees for the six months ended June 30, 2024 (excluding information on investees in Mainland China):

(In Thousands of New Taiwan Dollars)

Name of investor	Name of investee	Location	Main businesses and products	Original investment amount		Balance as of June 30, 2024			Net income (losses) of investee (Note 2)	Shares of profits/ losses of investee (Note 2)	Note
				June 30, 2024	December 31, 2023	Shares	Percentage of ownership	Carrying value			
The Company	GT	Thailand	Design, manufacture, processing and sale of automotive, industrial, 3C and medical related components	NTD 1,226,020	NTD 1,226,020	39,000,000	100 %	1,066,952	126,188	125,803	Note 1
The Company	TT	Thailand	Design, manufacture, processing and sale of automotive, industrial and 3C related components	NTD 358,802	NTD 358,802	12,730,000	100 %	141,691	(43,051)	(43,051)	〃
The Company	Caltech	Hong Kong	Sale of automotive related components	NTD 90,227	NTD 90,227	25	100 %	22,120	862	862	〃
GT	Align	Thailand	Sale of medical related equipment and components.	NTD 1,733	NTD -	196,000	49 %	1,723	(30)	(16)	〃

Note 1: The aforementioned transactions had been written-off upon the preparation of the consolidated financial statements.
Note 2: The amounts in foreign currencies were translated into New Taiwan dollars at the average exchange rates for the reporting period.

(c) Information on investment in mainland China: None

(d) Major shareholders:

Shareholding / Shareholder's Name	Shares	Percentage
Sixxon Precision Machinery Co., Ltd. (BVI)	11,130,841	35.90 %

(14) Segment information:

(a) The Group has one reportable segment, mainly engaged in the design, production and sale of automotive, industrial, 3C and medical related components. Please refer to the balance sheet and statement of comprehensive income for details of departmental profit and loss, departmental assets, and departmental liability in line with the financial statements.