

**TA YA ELECTRIC WIRE & CABLE CO., LTD.
AND SUBSIDIARIES**

**Consolidated Financial Statements
with Independent Auditors' Review Report for the
Three Month Ended March 31, 2023 and 2022**

TA YA ELECTRIC WIRE & CABLE CO., LTD. AND SUBSIDIARIES

Index to Financial Statements

	<u>PAGE</u>
Independent Auditors' Report	3-5
Consolidated Balance Sheets	6
Consolidated Statements of Comprehensive Income	7
Consolidated Statements of Changes in Equity	8
Consolidated Statements of Cash Flows	9-10
Notes to Financial Statements	11-66



INDEPENDENT AUDITORS' REVIEW REPORT

English Translation of a Report Originally Issued in Chinese

The Board of Directors and Shareholders

TA YA ELECTRIC WIRE & CABLE CO., LTD.

Introduction

We have reviewed the accompanying consolidated balance sheets of Ta Ya Electric Wire & Cable Co., Ltd and its subsidiaries (the "Group") as of March 31, 2023 and 2022, and the related consolidated statements of comprehensive income, of changes in equity and of cash flows for the three-month periods then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies. Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the "Regulations Governing the Preparation of Financial Reports by Securities Issuers" and International Accounting Standards (IAS) No. 34 "Interim Financial Reporting" as endorsed by the Financial Supervisory Commission (FSC). Our responsibility is to express a conclusion on these interim financial statements based on our reviews.

Scope of Review

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

audit opinion.

Basis for Qualified Conclusion

As disclosed in Note 4 to the consolidated financial statements, the financial statements of some insignificant subsidiaries included in the consolidated financial statements were not reviewed. As of March 31, 2023 and 2022, the combined total assets of these insignificant subsidiaries were respectively NT\$26,722,137 thousand and NT\$20,983,890 thousand, representing 62.83% and 60.43%, of the corresponding consolidated total assets, and the combined total liabilities of these subsidiaries were respectively NT\$15,038,387 thousand and NT\$12,413,537 thousand, representing 53.36% and 54.38% of the corresponding consolidated total liabilities. For the three months ended March 31, 2023 and 2022, the combined comprehensive income and loss of these subsidiaries respectively amounted to NT\$1,444,106 thousand and NT\$180,853 thousand, representing 75.05% and 49.43% of the corresponding consolidated total comprehensive income and loss. As of March 31, 2023 and 2022, the investment accounted for using equity method were NT\$1,218,816 thousand and NT\$1,028,488 thousand, respectively. For the three months ended March 31, 2023 and 2022, the share of other comprehensive income (loss) of associates accounted for using the equity method were respectively NT\$6,806 thousand and NT\$ (1,706) thousand. These amounts as well as the related financial information of the investees as disclosed in Note 13 to the consolidated financial statements were based on the subsidiaries' and associates' unreviewed financial statements for the same reporting periods as those of the Company.

Qualified Conclusion

Based on our reviews, except for the adjustments, if any, as might have been determined to be necessary had the financial statements of the non-significant subsidiaries and investees that are accounted for using the equity method as described in the preceding paragraph been reviewed, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not give a true and fair view of the consolidated financial position of the Company as of March 31, 2023 and 2022, and its consolidated financial performance and its consolidated cash flows for the three months then ended in accordance with 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.

Solomon & Co., CPA,

May 9, 2023

Notice to Readers

For the convenience of readers, the accompanying consolidated financial statements have been translated into English from the original Chinese version prepared and used in the R.O.C. 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 consolidated financial statements shall prevail.

TA YA ELECTRIC WIRE & CABLE CO., LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
(Expressed in Thousands of New Taiwan Dollars)
(The consolidated balance sheets as of March 31, 2023 and 2022 are reviewed, not audited)

ASSETS	March 31, 2023		December 31, 2022		March 31, 2022	
	Amount	%	Amount	%	Amount	%
CURRENT ASSETS						
Cash and cash equivalents (notes 6)	\$ 5,478,513	12.9	\$ 4,344,838	11.0	\$ 4,952,607	14.3
Financial assets at fair value through profit or loss (notes 7 and 35)	1,027,481	2.4	1,345,424	3.4	1,077,092	3.1
Financial assets at fair value through other comprehensive income (Notes 9)	28,643	0.1	24,339	0.1	29,879	0.1
Financial assets at amortized cost (notes 10)	312,050	0.7	384,115	1.0	404,087	1.2
Contract assets	399,210	1.0	196,472	0.5	81,835	0.2
Notes receivable, net (notes 11 and 36)	259,231	0.6	262,340	0.7	373,484	1.1
Accounts receivable, net (notes 11 and 36)	3,579,203	8.4	3,706,818	9.4	3,935,535	11.3
Other receivables (note 36)	247,598	0.6	31,650	0.1	55,381	0.2
Income tax receivable	4,798	—	6,606	—	893	—
Inventories, net (notes 12)	5,287,082	12.4	5,585,210	14.2	4,660,026	13.4
Inventories (Construction), net (notes 12)	221,002	0.5	221,002	0.6	85,161	0.2
Prepayments	891,231	2.1	595,075	1.5	290,173	0.8
Other current assets	298,716	0.7	275,806	0.7	59,291	0.2
Total current assets	18,034,758	42.4	16,979,695	43.2	16,005,444	46.1
NONCURRENT ASSETS						
Financial assets at fair value through profit or loss (notes 7 and 35)	4,444,413	10.4	3,696,935	9.4	3,137,578	9.0
Financial assets at fair value through other comprehensive income (notes 9 and 35)	1,190,230	2.8	1,136,207	2.9	1,048,850	3.0
Investments accounted for using equity method (notes 13 and 37)	1,218,816	2.9	1,124,608	2.9	1,028,488	3.0
Property, plant and equipment (notes 14, 36 and 37)	14,014,025	32.9	12,603,867	32.0	10,127,171	29.2
Right-of-use assets (notes 15)	988,143	2.3	996,342	2.5	1,038,402	3.0
Investment Property, net (notes 16)	1,340,626	3.2	1,342,944	3.4	1,349,897	3.9
Intangible assets (notes 17)	1,218	—	1,343	—	723	—
Deferred income tax assets (notes 2 and 26)	127,452	0.3	128,055	0.3	123,799	0.3
Prepayments for equipment	118,812	0.3	146,839	0.4	93,512	0.3
Refundable deposits (note 37)	217,179	0.5	229,411	0.6	119,434	0.3
Net defined benefit asset	73,309	0.2	70,144	0.2	22,307	0.1
Other non-current assets	763,578	1.8	869,258	2.2	627,058	1.8
Total noncurrent assets	24,497,801	57.6	22,345,953	56.8	18,717,219	53.9
TOTAL	\$ 42,532,559	100.0	\$ 39,325,648	100.0	\$ 34,722,663	100.0
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term loans (note 18)	\$ 6,362,377	15.0	\$ 6,506,035	16.5	\$ 5,397,527	15.5
Short-term notes and bills payable (note 19)	1,189,531	2.8	1,289,550	3.3	734,823	2.1
Financial liabilities at fair value through profit or loss (notes 7)	4,468	—	23,957	0.1	26,962	0.1
Financial liabilities for hedging - current (notes 8)	864	—	—	—	—	—
Contract liabilities	420,675	1.0	372,575	0.9	385,768	1.1
Notes payable	91,855	0.2	91,074	0.2	63,897	0.2
Accounts payable (note 36)	916,029	2.1	719,575	1.8	624,949	1.8
Other payables	1,484,429	3.5	807,626	2.1	606,044	1.7
Income tax payable (note 26)	271,307	0.6	136,644	0.3	198,458	0.6
Provisions (note 22)	110,935	0.3	100,000	0.3	106,977	0.3
Lease liabilities (notes 15)	49,526	0.1	34,225	0.1	46,642	0.1
Current portion of long-term loans (notes 20 and 21)	2,724,710	6.4	2,395,248	6.1	1,211,561	3.5
Other current liabilities	77,256	0.2	49,853	0.1	92,679	0.3
Total current liabilities	13,703,962	32.2	12,526,362	31.8	9,496,287	27.3
NONCURRENT LIABILITIES						
Financial liabilities at fair value through profit or loss (notes 4 and 7)	—	—	36,850	0.1	—	—
Financial liabilities for hedging - non-current (notes 8)	114	—	—	—	—	—
Bonds payable (note 20)	1,946,210	4.6	1,942,664	5.0	2,631,896	7.6
Long-term loans (note 21)	11,302,188	26.6	11,130,645	28.3	9,296,364	26.8
Provisions (note 22)	28,792	0.1	28,672	0.1	35,469	0.1
Deferred income tax liabilities (note 26)	306,292	0.7	313,119	0.8	381,639	1.1
Lease liabilities (notes 15)	728,294	1.7	755,570	1.9	736,689	2.1
Net defined benefit liability (note 23)	7,356	—	7,357	—	18,783	0.1
Guarantee deposits	43,895	0.1	43,164	0.1	63,004	0.2
Other noncurrent liabilities	117,669	0.3	117,865	0.3	165,693	0.5
Total noncurrent liabilities	14,480,810	34.1	14,375,906	36.6	13,329,537	38.5
Total liabilities	28,184,772	66.3	26,902,268	68.4	22,825,824	65.8
EQUITY ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT (note 24)						
Share capital	6,846,491	16.1	6,846,491	17.4	6,458,954	18.6
Capital surplus	1,155,518	2.7	1,151,543	2.9	1,144,438	3.3
Retained earnings						
Appropriated as legal capital reserve	354,255	0.8	354,255	0.9	213,846	0.6
Appropriated as special capital reserve	147,555	0.3	147,555	0.4	147,555	0.4
Unappropriated earnings	3,896,644	9.2	2,109,323	5.4	2,231,359	6.4
Total retained earnings	4,398,454	10.3	2,611,133	6.7	2,592,760	7.4
Others	(1,502)	—	(53,778)	(0.1)	(39,231)	(0.1)
Treasury stock (notes 25)	(34,325)	(0.1)	(34,325)	(0.1)	(35,565)	(0.1)
Total equity attributable to owners of the parent	12,364,636	29.0	10,521,064	26.8	10,121,356	29.1
NON-CONTROLLING INTERESTS (notes 24)	1,983,151	4.7	1,902,316	4.8	1,775,483	5.1
Total equity	14,347,787	33.7	12,423,380	31.6	11,896,839	34.2
TOTAL	\$ 42,532,559	100.0	\$ 39,325,648	100.0	\$ 34,722,663	100.0

*The accompanying notes are an integral part of the consolidated financial statements
(With Solomon & Co., reviewed report dated May 9, 2023)*

TA YA ELECTRIC WIRE & CABLE CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
(Expressed in Thousands of New Taiwan Dollars, Except for Earnings Per Share)
(Reviewd, Not Audited)

	<i>Three months ended March 31</i>			
	2023		2022	
	<i>Amount</i>	<i>%</i>	<i>Amount</i>	<i>%</i>
NET REVENUE (notes 28)	\$ 6,291,515	100.0	\$ 6,700,063	100.0
COST OF REVENUE (notes 12, 23, 29, and 36)	5,541,196	88.1	6,050,493	90.3
GROSS PROFIT	750,319	11.9	649,570	9.7
UNREALIZED GAIN ON THE TRANSACTIONS WITH ASSOCIATES	2,815	—	1,101	—
REALIZED GAIN ON THE TRANSACTIONS WITH ASSOCIATES	2,353	—	593	—
REALIZED GROSS PROFIT	749,857	11.9	649,062	9.7
OPERATING EXPENSES (notes 22, 23, 29, and 36)				
Sales and marketing	92,693	1.5	72,823	1.1
General and administrative	372,855	5.9	222,911	3.3
Research and development	10,562	0.1	19,909	0.3
Expected credit loss (gains)	—	—	27	—
Total Operating Expenses	476,110	7.5	315,670	4.7
INCOME FROM OPERATIONS	273,747	4.4	333,392	5.0
NON-OPERATING INCOME AND EXPENSES				
Interest income (note 30 and 36)	11,514	0.2	1,333	—
Other income (note 31 and 36)	21,058	0.3	20,982	0.3
Other gains and losses (note 32 and 36)	1,835,763	29.1	82,466	1.2
Finance costs (note 33)	(140,207)	(2.2)	(85,088)	(1.3)
Share of profit (loss) associates (note 13)	6,806	0.1	(1,706)	—
Impairment loss	(5,268)	(0.1)	—	—
Total non-operating Income and expenses	1,729,666	27.4	17,987	0.2
INCOME BEFORE INCOME TAX	2,003,413	31.8	351,379	5.2
INCOME TAX EXPENSE (notes 26)	(132,229)	(2.1)	(69,052)	(1.0)
NET INCOME	1,871,184	29.7	282,327	4.2
OTHER COMPREHENSIVE INCOME				
Items that will not be reclassified subsequently to profit or loss:				
Unrealized gains or losses on investments in equity instruments at fair value through other comprehensive income	58,783	0.9	9,326	0.2
Share of other comprehensive income (loss) of associates	23	—	15	—
Income tax relating to items that will not be reclassified subsequently to profit or loss (notes 26)	328	—	304	—
	59,134	0.9	9,645	0.2
Items that may be reclassified subsequently to profit or loss:				
Exchange differences arising on translation of foreign operations	(8,048)	(0.1)	75,056	1.1
Share of the other comprehensive income of associates accounted for using the equity method	916	—	10,597	0.2
Income tax benefit related to items that will not be reclassified subsequently (notes 26)	958	—	(11,767)	(0.2)
	(6,174)	(0.1)	73,886	1.1
Other comprehensive income (loss) for the year, net of income tax	52,960	0.8	83,531	1.3
TOTAL COMPREHENSIVE INCOME (LOSS) FOR THE YEAR	\$ 1,924,144	30.6	\$ 365,858	5.5
NET PROFIT ATTRIBUTABLE TO:				
Owners of the parent	\$ 1,791,513	28.4	\$ 231,615	3.4
Non-controlling interests	79,671	1.3	50,712	0.8
	\$ 1,871,184	29.7	\$ 282,327	4.2
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:				
Owners of the parent	\$ 1,843,361	29.3	\$ 303,088	4.5
Non-controlling interests	80,783	1.3	62,770	1.0
	\$ 1,924,144	30.6	\$ 365,858	5.5
EARNINGS PER SHARE (NT\$, notes 27)				
Basic	\$ 2.65		\$ 0.34	
Diluted	\$ 2.49		\$ 0.32	

The accompanying notes are an integral part of the consolidated financial statements
(With Solomon & Co., reviewed report dated May 9, 2023)

TA YA ELECTRIC WIRE & CABLE CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

(Expressed in Thousands of New Taiwan Dollars, Except for Share Data)

(Reviewd, Not Audited)

	<i>Capital Stock — Common Stock</i>			<i>Retained Earnings</i>			<i>Others</i>				
	<i>Shares</i>	<i>Amount</i>	<i>Capital Surplus</i>	<i>Legal Reserve</i>	<i>Special Reserve</i>	<i>Unappropriated Earnings (Accumulated Deficit)</i>	<i>Foreign Currency Translation Reserve</i>	<i>Unrealized Gain (Loss) on Assets at Fair Value Through Other Comprehensive Income</i>	<i>Treasury Stock</i>	<i>Non-controlling Interests</i>	<i>Total Equity</i>
BALANCE, JANUARY 1, 2022	645,895,402	\$ 6,458,954	\$ 1,136,808	\$ 213,846	\$ 147,555	\$ 1,999,744	\$ (225,398)	\$ 114,694	\$ (35,565)	\$ 1,712,713	\$ 11,523,351
Adjustments to share of changes in equity of associates	—	—	7,630	—	—	—	—	—	—	—	7,630
Net income for the three months ended March 31	—	—	—	—	—	231,615	—	—	—	50,712	282,327
Other comprehensive income for the three months ended March 31, net of income tax	—	—	—	—	—	—	61,272	10,201	—	12,058	83,531
BALANCE, MARCH 31, 2022	<u>645,895,402</u>	<u>\$ 6,458,954</u>	<u>\$ 1,144,438</u>	<u>\$ 213,846</u>	<u>\$ 147,555</u>	<u>\$ 2,231,359</u>	<u>\$ (164,126)</u>	<u>\$ 124,895</u>	<u>\$ (35,565)</u>	<u>\$ 1,775,483</u>	<u>\$ 11,896,839</u>
BALANCE, JANUARY 1, 2023	684,649,126	\$ 6,846,491	\$ 1,151,543	\$ 354,255	\$ 147,555	\$ 2,109,323	\$ (160,600)	\$ 106,822	\$ (34,325)	\$ 1,902,316	\$ 12,423,380
Adjustments to share of changes in equity of associates	—	—	3,975	—	—	(3,764)	—	—	—	—	211
Net income for the three months ended March 31	—	—	—	—	—	1,791,513	—	—	—	79,671	1,871,184
Other comprehensive income for the three months ended March 31, net of income tax	—	—	—	—	—	—	(3,600)	55,448	—	1,112	52,960
Non controlling interest	—	—	—	—	—	—	—	—	—	52	52
Unrealized gain (losses) on investments in equity instruments measured at fair value through other comprehensive income	—	—	—	—	—	(428)	—	428	—	—	—
BALANCE, MARCH 31, 2023	<u>684,649,126</u>	<u>\$ 6,846,491</u>	<u>\$ 1,155,518</u>	<u>\$ 354,255</u>	<u>\$ 147,555</u>	<u>\$ 3,896,644</u>	<u>\$ (164,200)</u>	<u>\$ 162,698</u>	<u>\$ (34,325)</u>	<u>\$ 1,983,151</u>	<u>\$ 14,347,787</u>

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

(With Solomon & Co., reviewed report dated May 9, 2023)

TA YA ELECTRIC WIRE & CABLE CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
(Expressed in Thousands of New Taiwan Dollars)
(Reviewd, Not Audited)

	<i>Three months ended March 31</i>	
	<i>2023</i>	<i>2022</i>
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	\$ 2,003,413	\$ 351,379
Adjustments for :		
Depreciation expense	251,307	158,044
Amortization expense	124	69
Expected credit loss (gains)	—	27
Net gain of financial assets and liabilities at fair value through profit or loss	(775,538)	(119,971)
Finance costs	140,207	85,088
Interest income	(11,514)	(1,333)
Dividend income	(1,367)	(1,056)
Share of loss (profits) of associates	(6,806)	1,706
Gain on disposal of property, plant and equipment	(608)	(533)
Property, plant and equipment transferred to expenses (including prepayments for equipment)	1,883	1,151
Loss (gain) on disposal of investments	(1,244,358)	5,726
Financial asset impairment loss	5,268	—
Unrealized gain on the transactions with associates	2,815	1,101
Realized gain on the transactions with associates	(2,353)	(593)
Income and expense adjustments	(1,640,940)	129,426
Changes in operating assets and liabilities:		
Financial assets and liabilities at fair value through profit or loss	1,532,040	(88,130)
Contract assets	(202,738)	(22,966)
Notes and accounts receivable	130,947	89,914
Other receivables	(199,381)	27,356
Inventories	298,128	(84,884)
Prepayments	(295,906)	74,016
Other current assets	(12,469)	(20,425)
Contract liabilities	48,100	170,701
Notes and accounts payable	197,235	(30,859)
Other payables	74,056	(137,052)
Provisions	10,935	6,977
Other current liabilities	27,403	35,646
Net defined benefit liability	(3,166)	(7,577)
Total changes in operating assets and liabilities	1,605,184	12,717
Total adjustments	(35,756)	142,143
Cash (used in) generated from operations	1,967,657	493,522
Interest received	11,590	1,345
Interest paid	(134,475)	(78,589)
Income tax paid	(1,540)	(9,455)
Net cash (used in) generated from operating activities	1,843,232	406,823

(Continued)

TA YA ELECTRIC WIRE & CABLE CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
(Expressed in Thousands of New Taiwan Dollars)
(Reviewd, Not Audited)

	<i>Three months ended March 31</i>	
	<i>2023</i>	<i>2022</i>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of financial asset at fair value through other comprehensive income	—	(28,206)
The capital reduction on financial asset at fair value through other comprehensive income	—	3,427
Financial assets at amortized cost	72,065	(18,266)
Purchase of associates under the equity method	(38,525)	(19,353)
Acquisition of property, plant and equipment (including prepayments for equipment)	(1,035,198)	(249,004)
Proceeds from disposal of property, plant and equipment	15,336	679
Decrease (increase) in refundable deposits	12,232	(30,684)
Acquisition of intangible assets	—	(667)
Increase in other non-current assets	(51,631)	5,702
Dividend received	1,367	946
Decrease (increase) in mortgage demand deposits	77,788	(56,587)
Net cash used in investing activities	<u>(946,566)</u>	<u>(392,013)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Decrease in short-term loans	(143,658)	(1,326,608)
Decrease in short-term notes and bills payable	(100,019)	(95,008)
Proceeds from long-term bank loans	630,280	2,072,897
Repayment of long-term bank loans	(116,850)	(730,412)
Increase (decrease) in guarantee deposits	731	(16,146)
Repayment of principal of lease liabilities	(21,134)	(20,912)
Net cash (used in) generated by financing activities	<u>249,350</u>	<u>(116,189)</u>
EFFECT OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS	<u>(12,341)</u>	<u>54,725</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	1,133,675	(46,654)
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD	<u>4,344,838</u>	<u>4,999,261</u>
CASH AND CASH EQUIVALENTS, ENDING OF PERIOD	<u>\$ 5,478,513</u>	<u>\$ 4,952,607</u>

(Concluded)

The accompanying notes are an integral part of the consolidated financial statements
(With Solomon & Co., reviewed report dated May 9, 2023)

TA YA ELECTRIC WIRE & CABLE CO., LTD. AND SUBSIDIARIES

Notes to Financial Statements

March 31, 2023 and 2022

(Expressed in Thousands of New Taiwan Dollars unless Otherwise Specified)

1. Organization

TA YA ELECTRIC WIRE & CABLE CO., LTD. (the Company) was incorporated in November, 1962, mainly engages in the manufacturing and sale of electric wire & cable, and constructing, selling and renting of office and house buildings. The authorized capital was NTD 8,000,000 thousand, of which NTD 6,846,491 thousand was issued as of March 31, 2023. In December 1988, its shares were listed on Taiwan Stock Exchange (TSE).

2. The Authorization Of Financial Statements

The consolidated financial statements were approved and authorized for issue by the Board of Directors on May 9, 2023.

3. Application Of New And Revised International Financial Reporting Standards

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

The initial application of the amendments to the IFRSs endorsed and issued into effect by the FSC did not have any material impact on the Group’s accounting policies.

- b. New IFRSs in issue but not yet endorsed and issued into effect by the FSC

New IFRSs	Effective Date Announced by IASB (Note1)
Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between An Investor and Its Associate or Joint Venture”	To be determined by IASB
Amendments to IFRS 16 “Leases Liability in a Sale and Leaseback”	January 1, 2024 (Note2)
IFRS 17 “Insurance Contracts”	January 1, 2023
Amendments to IFRS 17	January 1, 2023
Amendments to IFRS 17 “Initial Application of IFRS 17 and IFRS 9 -Comparative Information”	January 1, 2023
Amendments to IAS 1 “Classification of Liabilities as Current or Non-current”	January 1, 2024
Amendments to IAS 1 “Non-current Liabilities with Covenants”	January 1, 2024

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

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

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

4. Summary Of Significant Accounting Policies

For the convenience of readers, the accompanying parent company only financial statements have been translated into English from the original Chinese version prepared and used in the R.O.C. 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 parent company only financial statements shall prevail.

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

Statement Of Compliance

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

Basis Of Preparation

The accompanying parent company only financial statements have been prepared on the historical cost basis except for financial instruments that are measured at fair values, as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for the assets.

The basis for the consolidated financial statements

The consolidated financial statements incorporate the financial statements of TA YA and entities controlled by TA YA (its subsidiaries). Significant intergroup transactions have been eliminated on consolidation.

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

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

a. Subsidiaries included in consolidated financial statements

Investor	Investee	Main Business	% of Ownership			Additional Descriptions
			2023.3.31	2022.12.31	2022.3.31	
TA YA	TA YA (CHINA) HOLDING LTD.	Investment holding	100.00%	100.00%	100.00%	
TA YA	TA YA VENTURE HOLDINGS LTD.	Investment holding	100.00%	100.00%	100.00%	
TA YA	TA YA (Vietnam) INVESTMENT HOLDING LTD.	Investment holding	100.00%	100.00%	100.00%	
TA YA	TAYA ELECTRIC WIRE & CABLE (H.K.) CO., LTD.	Sales Agent	99.99%	99.99%	99.99%	
TA YA and TA YI	PLASTIC TECHNOLOGY INVESTMENT HOLDING LTD.	Investment holding	59.13%	59.13%	59.13%	
TAYA	TA YA Innovation Investment Co., Ltd.	General investment	100.00%	100.00%	100.00%	
TA YA And CUPRIME MATERIAL	TA YA VENTURE CAPITAL CO., LTD.	General investment	99.99%	99.99%	99.99%	
TA YA	TA YA GENESIS CAPITAL CO., LTD.	General investment	100.00%	100.00%	100.00%	
TA YA	CUPRIME MATERIAL CO., LTD.	Manufacturing and marketing of wire and cable	54.01%	54.01%	54.01%	
TA YA	UNION STORAGE ENERGY SYSTEM LTD.	Other management consulting services	70.00%	70.00%	70.66%	
TA YA	TA YA ENERGY STORAGE TECHNOLOGY CO., LTD.	Energy Technical Services	100.00%	100.00%	—	
TA YA	TA HO ENGINEERING, CO., LTD.	Cables Construction and consulting services	48.00%	48.00%	48.00%	Note 1
TA YA and TA YA VENTURE CAPITAL	UNITED ELECTRIC INDUSTRY CO., LTD.	Manufacturing, processing and marketing of cable wire and electromechanical	42.78%	42.78%	42.78%	Note 1
TA YA and CUPRIME MATERIAL	TA HENG ELECTRIC WIRE & CABLE CO., LTD.	Manufacturing, processing and marketing of electric wire	64.15%	64.15%	64.15%	
TA YA and TA HENG	TA YI PLASTIC CO., LTD.	Manufacturing, processing and marketing of plastic	54.56%	54.56%	54.56%	
CUPRIME MATERIAL	CUPRIME MATERIAL PTE. LTD.	General investment	100.00%	100.00%	100.00%	
CUPRIME MATERIAL	CUPRIME VENTURE HOLDING CO., LTD.	General investment	100.00%	100.00%	100.00%	
CUPRIME MATERIAL	CUPRIME INVESTMENT HOLDING COMPANY LIMITED	Investment holding	100.00%	100.00%	100.00%	

Investor	Investee	Main Business	% of Ownership			Additional Descriptions
			2023.3.31	2022.12.31	2022.3.31	
CUPRIME MATERIAL CUPRIMEMATERIALPTE.LTD.	CUGREEN METAL TECH CO., LTD.	Processing of metal	98.78%	98.78%	98.43%	Note 2
	CUPRIME ELECTRIC WIRE & CABLE (H.K.) CO., LTD.	Marketing of cable, wire and copper	100.00%	100.00%	100.00%	
PLASTIC TECHNOLOGY INVESTMENT HOLDING	TA YI PLASTIC (H.K.) LTD.	Manufacturing and marketing of wire and cable	100.00%	100.00%	100.00%	
TA YI PLASTIC (H.K.)	DONGGUAN HUI CHANG PLASTIC CO., LTD	Manufacturing and marketing of plastic	100.00%	100.00%	100.00%	
TA YI PLASTIC (H.K.)	DONGGUAN HUI JI PLASTIC CO., LTD	Manufacturing and marketing of plastic	100.00%	100.00%	100.00%	
HUI CHANG	TA YI PLASTIC LTD.	Manufacturing and marketing of plastic	99.00%	99.00%	99.99%	
TA YA (CHINA)	HENG YA ELECTRIC LTD.	Manufacturing and processing of cable and wire	100.00%	100.00%	100.00%	
TA YA (CHINA)	TA YA (KUNSHAN) HOLDING LTD.	Investment holding	100.00%	100.00%	100.00%	
TA YA (CHINA)	TA YA (ZHANGZHOU) HOLDING LTD.	Investment holding	100.00%	100.00%	100.00%	
HENG YA	HENG YA ELECTRIC (KUNSHAN) LTD.	Manufacturing and processing of magnet wire	100.00%	100.00%	100.00%	
HENG YA and TA YA (ZHANGZHOU) HOLDING LTD.	TAYA ZHANGZHOU WIRES CABLE CO., LTD.	Manufacturing and marketing of magnet wire and triple Insulated wire	100.00%	100.00%	100.00%	
HENG YA	HENG YA ELECTRIC (DONGGUAN) LTD.	Manufacturing and marketing of magnet wire and triple Insulated wire	100.00%	100.00%	100.00%	
TA YA VENTURE HOLDINGS	LUCKY MAX CAPITAL INVESTMENT LIMITE	Investment holding	100.00%	100.00%	100.00%	
TA YA and TA YA VENTURE CAPITAL	TA YA GREEN ENERGY TECHNOLOGY CO., LTD.	Energy Technical Services	85.00%	85.00%	85.00%	
TA YA GREEN ENERGY	BOSI SOLAR ENERGY CO., LTD.	Energy Technical Services	100.00%	100.00%	100.00%	
TA YA GREEN ENERGY	DAIJU ELECTRIC CO., LTD.	Solar power business	100.00%	100.00%	100.00%	
TA YA GREEN ENERGY	BRAVO SOLAR POWER CO., LTD.	Solar power business	100.00%	100.00%	100.00%	

Investor	Investee	Main Business	% of Ownership			Additional Descriptions
			2023.3.31	2022.12.31	2022.3.31	
TA YA GREEN ENERGY	SIN JHONG SOLAR POWER CO., LTD.	Solar power business	100.00%	100.00%	100.00%	
TA YA GREEN ENERGY	BO YAO POWER CO., LTD.	Energy Technical Services	100.00%	100.00%	100.00%	
TA YA GREEN ENERGY	JHIH-GUANG ENERGY CO., LTD.	Solar power business	100.00%	100.00%	100.00%	
TA YA (Vietnam) INVESTMENT HOLDING and CUPRIME INVESTMENT HOLDING COMPANY LIMITED	TA YA VIETNAM (Cayman) HOLDINGS LTD.	Investment holding	100.00%	100.00%	100.00%	
TA YA VIETNAM (Cayman) HOLDINGS	TA YA (Vietnam) ELECTRIC WIRE & CABLE JOINT STOCK COMPANY	Building wire and cable	80.00%	80.00%	80.00%	

Note 1 : Although the Group is less than 50 percent of the shares, it has control over the finance and business operation. Therefore, it is included in the consolidated financial report.

Note 2 : In July 2022, CUGREEN METAL TECH CO., LTD. offset accumulated deficits via capital reduction and increased capital by cash. CUPRIME MATERIAL increased the shareholding ratio for the year ended 2022 in CUGREEN METAL TECH CO., LTD. To 98.78% due to non-subscription by some shareholders.

Subsidiaries not included in the consolidated financial statements: None.

Adjustments for subsidiaries with different balance sheet dates: None.

Significant restrictions: None.

Subsidiaries included in the consolidated financial statements do not meet the definition of significant subsidiaries; their financial statements as of March 31, 2023 were not reviewed by independent accountants.

Other Significant Accounting Policies

Except the following, please refer to significant accounting policies to the consolidated financial statements for the years ended December 31, 2022.

Hedge accounting

The Group designates certain hedging instruments, which include derivatives, embedded

derivatives and non-derivatives in respect of foreign currency risk, as either fair value hedges or cash flow hedges.

1) Fair value hedges

Gain or losses on derivatives that are designated and qualify as fair value hedges are recognized in profit or loss immediately, together with any changes in the fair value of the hedged asset or liability that are attributable to the hedged risk. The change in the fair value of the hedging instrument and the change in the hedged item attributable to the hedged risk are recognized in profit or loss in the line item relating to the hedged item.

The Group discontinues hedge accounting only when the hedging relationship ceases to meet the qualifying criteria; for instance, when the hedging instrument expires or is sold, terminated or exercised.

2) Cash flow hedges

The effective portion of gains or losses on derivatives that are designated and qualify as cash flow hedges is recognized in other comprehensive income. The gain or loss relating to the ineffective portion is recognized immediately in profit or loss.

The associated gains or losses that were recognized in other comprehensive income are reclassified from equity to profit or loss as reclassification adjustment in the line item relating to the hedged item in the same period when the hedged item affects profit or loss. If a hedge of a forecast transaction subsequently results in the recognition of a non-financial asset or a non-financial liability, the associated gains and losses that were recognized in other comprehensive income are removed from equity and included in the initial cost of the non-financial asset or non-financial liability.

The Group discontinues hedge accounting only when the hedging relationship ceases to meet the qualifying criteria; for instance, when the hedging instrument expires or is sold, terminated or exercised. The cumulative gain or loss on the hedging instrument that has been previously recognized in other comprehensive income (from the period when the hedge was effective) remains separately in equity until the forecast transaction occurs. When a forecast transaction is no longer expected to occur, the gain or loss accumulated in equity is recognized immediately in profit or loss.

Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax. Interim period income taxes expense is accrued using the tax rate would be applicable to expect total annual earnings, that is, the estimated average annual effective income tax rate applied to the pre-tax income of the interim period.

5. Critical Accounting Judgments And Key Sources Of Estimation And Uncertainly

In the application of the Group's accounting policies, management is required to make judgments, estimations and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

Same to the consolidated financial statements for the year ended December 31, 2022 for the critical accounting judgments and key sources of estimation and uncertainty of these consolidated financial statements.

6. Cash And Cash Equivalents

	March 31, 2023	December 31, 2022	March 31, 2022
Petty cash	\$ 7,174	\$ 8,570	\$ 6,381
Cash in bank			
Checking accounts	976,821	777,263	804,374
Demand deposits	3,549,539	2,373,851	3,214,467
Foreign currency-demand deposits	789,632	1,054,781	717,620
Time deposits	155,347	130,373	209,765
Sub-total	5,471,339	4,336,268	4,946,226
Total	<u>\$ 5,478,513</u>	<u>\$ 4,344,838</u>	<u>\$ 4,952,607</u>

7. Financial Assets And Liabilities At Fair Value Through Profit Or Loss

	March 31, 2023	December 31, 2022	March 31, 2022
Financial assets at FVTPL - current			
Listed stocks and emerging market stocks	\$ 577,386	\$ 879,498	\$ 702,813
Non-listed stocks	8,000	8,000	8,000
Metal commodities futures contract	83,490	63,247	57,041
Foreign exchange forward contract	594	2,257	14,365
	669,470	953,002	782,219
Valuation adjustment	358,001	392,422	294,873
	<u>\$ 1,027,481</u>	<u>\$ 1,345,424</u>	<u>\$ 1,077,092</u>
Financial assets at FVTPL - noncurrent			
Listed stocks and emerging market stocks	\$ 225,336	\$ 257,005	\$ 250,451
Non-listed stocks	1,925,908	1,883,385	1,399,938
Metal commodities futures contract	289,998	279,466	724,039
Interest rate swap contracts	63,450	53,055	60,134
	2,504,692	2,472,911	2,434,562
Valuation adjustment	1,939,721	1,224,024	703,016
	<u>\$ 4,444,413</u>	<u>\$ 3,696,935</u>	<u>\$ 3,137,578</u>
	March 31, 2023	December 31, 2022	March 31, 2022
Financial liabilities at FVTPL - current			
Metal commodities futures contract	\$ —	\$ 10,998	\$ 14,437
Foreign exchange forward contract	28	359	8,685
Redemption options and put options of convertible bonds	4,440	12,600	3,840
	<u>\$ 4,468</u>	<u>\$ 23,957</u>	<u>\$ 26,962</u>
	March 31, 2023	December 31, 2022	March 31, 2022
Financial liabilities at FVTPL - noncurrent			
Interest rate swap contracts	<u>\$ —</u>	<u>\$ 36,850</u>	<u>\$ —</u>

- a. At the end of the reporting period, outstanding metal commodities futures contract not under hedge accounting were as follows:

	Metric Tons	Maturity Date	Contract Amount	Fair Value	Gain (Loss) on Evaluate
<u>March 31, 2023</u>					
Buy	4,075	2024.01~2026.10	USD 24,785	USD 36,511	USD 11,726
Sell	7,525	2023.04~2023.07	USD 68,247	USD 67,706	USD 541
<u>December 31, 2022</u>					
Buy	4,775	2023.01~2026.10	USD 28,626	USD 39,743	USD 11,117
Sell	7,500	2023.02~2023.04	USD 62,510	USD 62,823	(USD 313)
<u>March 31, 2022</u>					
Buy	10,625	2022.04~2025.03	USD 79,450	USD 109,064	USD 29,614
Sell	9,050	2022.04~2022.07	USD 91,050	USD 93,876	(USD 2,826)

- b. At the end of the reporting period, outstanding Foreign exchange forward contracts not under hedge accounting were as follows:

	Currency	Maturity Date	Contract Amounts (Thousand)	
<u>March 31, 2023</u>				
Buy	NTD/JPY	2022.12~2023.07	NTD 66,298/JPY	292,320
Buy	CNY/USD	2023.03~2023.09	CNY 6,798/USD	1,000
<u>December 31, 2022</u>				
Buy	NTD/JPY	2022.10~2023.06	NTD 41,598/JPY	180,000
Buy	NTD/USD	2022.09~2023.01	NTD 107,861/USD	3,500
<u>March 31, 2022</u>				
Buy	NTD/JPY	2021.10~2022.11	NTD 120,368/JPY	516,600
Buy	NTD/USD	2022.01~2022.08	NTD 562,004/USD	20,100
Buy	CNY/USD	2021.10~2022.07	CNY 57,970/USD	9,000

- c. At the end of the reporting period, outstanding Interest rate swap contracts not under hedge accounting were as follows:

	Interest rate swap contracts		Maturity Date	Annual interest Rate (Fixed)	Annual interest rate (Floating)
<u>March 31, 2023</u>					
Payer Interest Rate Swap	NTD	4,667,308	2026.11~2027.12	0.78%~1.21%	1.49%
<u>December 31, 2022</u>					
Payer Interest Rate Swap	NTD	1,900,000	2026.11~2027.12	0.78%~1.80%	1.36%
<u>March 31, 2022</u>					
Payer Interest Rate Swap	NTD	3,167,308	2026.11	0.78%~0.89%	0.73%

The Group's strategy for metal commodities futures, interest rate swap contracts and foreign exchange forward contracts were to hedge exposures to fluctuations of metal prices. However, those contracts did not meet the criteria of hedge effectiveness and therefore were not accounted for using hedge accounting.

8.DERIVATIVE FINANCIAL INSTRUMENTS FOR HEDGING

	March 31, 2023	December 31, 2022	March 31, 2022
Financial liabilities at FVTPL - current			
Fair value hedges —			
Metal commodities futures contract	\$ 864	\$ —	\$ —
Financial liabilities at FVTPL - noncurrent			
Fair value hedges —			
Metal commodities futures contract	\$ 114	\$ —	\$ —

- a. At the end of the reporting period, outstanding metal commodities futures contract under hedge accounting were as follows:

	<u>Metric Tons</u>	<u>Maturity Date</u>	<u>Contract Amount</u>	<u>Fair Value</u>	<u>Gain (Loss) on Evaluate</u>
<u>March 31, 2023</u>					
Buy	300	2024.03~2025.09	USD 2,720	USD 2,688	(USD 11,726)

9. Financial Assets At Fair Value Through Other Comprehensive Income

	<u>March 31, 2023</u>	<u>December 31, 2022</u>	<u>March 31, 2022</u>
Financial assets at fair value through other comprehensive income — current			
Listed stocks	\$ 17,313	\$ 17,313	\$ 15,816
Valuation adjustment	11,330	7,026	14,063
	<u>\$ 28,643</u>	<u>\$ 24,339</u>	<u>\$ 29,879</u>
Financial assets at fair value through other comprehensive income — non-current			
Listed stock and emerging market stocks	\$ 262,483	\$ 262,483	\$ 152,382
Non-listed stock and emerging market stocks	749,584	750,403	758,716
Valuation adjustment	178,163	123,321	137,752
	<u>\$ 1,190,230</u>	<u>\$ 1,136,207</u>	<u>\$ 1,048,850</u>

10. Financial Assets at amortized cost

	<u>March 31, 2023</u>	<u>December 31, 2022</u>	<u>March 31, 2022</u>
Time deposits with original maturities of more than 3 months	\$ 312,050	\$ 384,115	\$ 404,087

11. Notes And Accounts Receivable, Net

	<u>March 31, 2023</u>	<u>December 31, 2022</u>	<u>March 31, 2022</u>
Notes and accounts receivable	\$ 3,908,531	\$ 4,039,478	\$ 4,380,797
Allowance for impairment loss	(70,097)	(70,320)	(71,778)
Notes and accounts receivable, net	<u>\$ 3,838,434</u>	<u>\$ 3,969,158</u>	<u>\$ 4,309,019</u>

The average credit period on the sale of goods was approximately 30~90 days, and no interest was charged on trade receivables. The determination of the collectability of account receivables and note receivable requires the Group to make judgments on any change of credit quality from the beginning to the end of the credit term.

Before taking new customers, the Group assesses the customers of credit quality and set their line of

credit by Credit Management Method. The management evaluates and confers the line of credit after the Group executes Credit Rating.

The Group applies the simplified approach to estimate expected credit losses prescribed by IFRS9, which permits the use of a lifetime expected losses allowance for all trade receivables. To set the expected credit losses rate, the Group are estimated by reference to past default experience of the debtor, the current financial position of the debtor, and the forecast direction of the future economic conditions

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

a. The aging of receivables that were past due but not impaired was as follows:

March 31, 2023	Non Past Due	1-30 Days	31-60 Days	61~365 Days	Over 365 Days	Total
Expected credit rate	0%~2%	0%~10%	0%~35%	0%~100%	100%	
Gross carrying amount	\$ 3,698,340	\$ 140,088	\$ 23,593	\$ 37,728	\$ 8,782	\$ 3,908,531
Loss allowance						
(Lifetime ECL)	(42,207)	(8,038)	(6,745)	(4,325)	(8,782)	(70,097)
Amortized cost	<u>\$ 3,656,133</u>	<u>\$ 132,050</u>	<u>\$ 16,848</u>	<u>\$ 33,403</u>	<u>\$ —</u>	<u>\$ 3,838,434</u>
December 31, 2022	Non Past Due	1-30 Days	31-60 Days	61~365 Days	Over 365 Days	Total
Expected credit rate	0%~2%	0%~10%	0%~35%	0%~100%	100%	
Gross carrying amount	\$ 3,772,045	\$ 189,389	\$ 40,245	\$ 30,854	\$ 6,945	\$ 4,039,478
Loss allowance						
(Lifetime ECL)	(39,947)	(8,018)	(8,021)	(7,389)	(6,945)	(70,320)
Amortized cost	<u>\$ 3,732,098</u>	<u>\$ 181,371</u>	<u>\$ 32,224</u>	<u>\$ 23,465</u>	<u>\$ —</u>	<u>\$ 3,969,158</u>
March 31, 2022	Non Past Due	1-30 Days	31-60 Days	61~365 Days	Over 365 Days	Total
Expected credit rate	0%~2%	2%~10%	10%~35%	30%~100%	100%	
Gross carrying amount	\$ 4,134,705	\$ 140,460	\$ 69,601	\$ 29,437	\$ 6,594	\$ 4,380,797
Loss allowance						
(Lifetime ECL)	(41,908)	(4,507)	(4,460)	(14,309)	(6,594)	(71,778)
Amortized cost	<u>\$ 4,092,797</u>	<u>\$ 135,953</u>	<u>\$ 65,141</u>	<u>\$ 15,128</u>	<u>\$ —</u>	<u>\$ 4,309,019</u>

b. The movement of the loss allowance of trade receivables was as follows:

	For The Three Months Ended March 31	
	2023	2022
Balance at January 1	\$ 70,320	\$ 71,103
Amounts written off	—	(306)
Net reversal (measurement of loss allowance) for the period	—	27
Effect of exchange rate changes	(223)	954
Balance at March 31	<u>\$ 70,097</u>	<u>\$ 71,778</u>

12. Inventories, Net

a. Manufacturing

	March 31, 2023	December 31, 2022	March 31, 2022
Raw materials	\$ 992,912	\$ 1,588,940	\$ 989,128
Supplies	55,728	30,613	33,480
Work-in-process	1,372,395	1,308,179	1,070,225
Semi-finished goods	48,396	9,888	20,909
Finished goods	2,659,683	2,595,071	2,406,212
Merchandise	210,252	114,988	164,413
Inventory in transit	3,586	7,467	11,335
Total	<u>5,342,952</u>	<u>5,655,146</u>	<u>4,695,702</u>
Less: Allowance for inventory valuation losses	<u>(55,870)</u>	<u>(69,936)</u>	<u>(35,676)</u>
	<u>\$ 5,287,082</u>	<u>\$ 5,585,210</u>	<u>\$ 4,660,026</u>

b. Construction

	March 31, 2023	December 31, 2022	March 31, 2022
Land held for sale	\$ —	\$ —	\$ —
Buildings held for sale	—	—	—
	—	—	—
Building and land in progress	217,413	217,413	83,862
Construction in progress	3,589	3,589	1,299
	<u>221,002</u>	<u>221,002</u>	<u>85,161</u>
	221,002	221,002	85,161
Less: Allowance for loss on decline in market value and obsolescence	—	—	—
	<u>\$ 221,002</u>	<u>\$ 221,002</u>	<u>\$ 85,161</u>

c. Expense and losses incurred on inventories recognized for the period :

	For The Three Months Ended March 31	
	2023	2022
Cost of goods sold	\$ 5,555,262	\$ 6,058,162
(Reversal gain of) Write-down of inventories	(14,066)	(7,669)
	<u>\$ 5,541,196</u>	<u>\$ 6,050,493</u>

13. Investments Accounted For Using Equity Method

a. Investments in associates

Associates consisted of the following :

Name of Associates	Carrying Amount			% of ownership and Voting Rights Held by the Group		
	March 31, 2023	December 31, 2022	March 31, 2022	March 31, 2023	December 31, 2022	March 31, 2022
Ad Engineering Corporation	\$ 118,318	\$ 115,792	\$ 111,580	27.00	27.00	27.00
Jung Shing Wire Co., Ltd.	601,817	587,929	534,177	25.27	25.03	23.73
Teco(Vietnam) Electric & Machinery Co., Ltd.	41,725	40,259	41,058	20.00	20.00	20.00
Otto2 Holdings Corporation	—	—	10,052	21.11	21.11	21.11
Huizhou Boluo Huaxing Flame-Retardant Materials Co., Ltd.	35,736	35,039	42,786	25.00	25.00	33.00
Huizhou Huaxing Intelligent Equipment Co., Ltd.	64,982	—	—	42.00	—	—
AMIT system service Ltd	5,056	6,122	2,198	29.96	29.96	22.74
Hengs Technology Co., Ltd.	326,818	314,933	268,653	25.00	24.94	24.44
Tenart Biotech Limited	24,364	24,534	17,984	24.53	25.41	25.41
	<u>\$1,218,816</u>	<u>\$1,124,608</u>	<u>\$1,028,488</u>			

The summarized financial information in respect of the Group's associates is set out below. The summarized financial information below represents amounts shown in the associates' financial statements prepared in accordance with the Accounting Standards Used in Preparation of the consolidated Financial Statements, which is also adjusted by the Group using the equity method of accounting.

	March 31, 2023	December 31, 2022	March 31, 2022
Total assets	\$ 9,159,332	\$ 9,593,646	\$ 8,317,891
Total liabilities	(4,662,667)	(5,347,946)	(4,402,883)
Net assets	<u>\$ 4,496,665</u>	<u>\$ 4,245,700</u>	<u>\$ 3,915,008</u>

	For The Three Months Ended March 31	
	2023	2022
Net revenue	<u>\$ 1,213,577</u>	<u>\$ 1,350,388</u>
Net income	<u>\$ 26,968</u>	<u>\$ (16,831)</u>
The Group's share of profits of associates	<u>\$ 6,806</u>	<u>\$ (1,706)</u>

- (1) These amounts and the related information disclosed in the accompanying consolidated financial statements were based on the unreviewed financial statements of consolidated subsidiaries and investments accounted for under equity method.
- (2) The Group investments Jung Shing Wire Co., Ltd. The closing price represents the quoted price in active markets, the level 1 fair value measurement.

	March 31, 2023	December 31, 2022	March 31, 2022
Fair value	<u>\$ 599,924</u>	<u>\$ 590,137</u>	<u>\$ 621,311</u>

- (3) The Group successively purchased shares of Jung Shing Wire Co., Ltd. in Q1 2023 and the investment amounted to 388 thousand shares. Therefore, the Group's ownership interest in Jung Shing Wire Co., Ltd. increased to 25.27%.
- (4) The Group successively purchased shares of HENGST TECHNOLOGY CO., LTD. in Q1 2023 and the investment amounted to 30 thousand shares and participate in Follow-On Offering of 1,443 thousand shares. Therefore, the Group's ownership interest in HENGST TECHNOLOGY CO., LTD. increased to 25.00%.
- (5) The Group newly invested in Huizhou Huaxing Intelligent Equipment Co., Ltd. in 2023.
- (6) The carrying amounts of investments accounted for using equity method pledged as collateral for bank loans were disclosed in Note 37.

14. Property, Plant And Equipment

Cost	Balance at January 1, 2023	Additions	Disposals	Reclassification	Effect of Exchange Rate Changes	Balance at March 31, 2023
Land and land improvements	\$ 1,790,664	\$ 85	\$ —	\$ —	\$ —	\$ 1,790,749
Buildings	2,097,775	1,147	—	2,110	(3,596)	2,097,416
Machinery and equipment	10,743,325	6,841	(26,727)	5,442,794	(6,077)	16,160,156
Transportation equipment	154,620	1,005	(180)	—	(252)	155,193
Miscellaneous equipment	1,709,394	10,607	(9,903)	17	(2,132)	1,707,983
Leasehold improvements	3,738	—	—	—	—	3,738
Construction in progress and equipment awaiting inspection	4,156,040	1,538,509	—	(5,341,646)	(76)	352,827
	<u>\$ 20,655,536</u>	<u>\$1,558,194</u>	<u>\$ (36,810)</u>	<u>\$ 103,275</u>	<u>\$ (12,133)</u>	<u>\$ 22,268,062</u>

Accumulated depreciation and impairment	Balance at January 1, 2023	Additions	Disposals	Reclassification	Effect of Exchange Rate Changes	Balance at March 31, 2023
Land and land improvements	\$ 22,889	\$ 766	\$ —	\$ —	\$ —	\$ 23,655
Buildings	1,527,475	14,392	—	—	(2,026)	1,539,841
Machinery and equipment	5,015,049	197,981	(12,323)	(420)	(5,701)	5,194,586
Transportation equipment	118,197	2,303	(180)	—	(198)	120,122
Miscellaneous equipment	1,365,813	18,527	(9,579)	420	(1,705)	1,373,476
Leasehold improvements	2,246	111	—	—	—	2,357
	<u>\$ 8,051,669</u>	<u>\$ 234,080</u>	<u>\$ (22,082)</u>	<u>\$ —</u>	<u>\$ (9,630)</u>	<u>\$ 8,254,037</u>

Cost	Balance at January 1, 2022	Additions	Disposals	Reclassification	Effect of Exchange Rate Changes	Balance at March 31, 2022
Land and land improvements	\$ 1,790,664	\$ —	\$ —	\$ —	\$ —	\$ 1,790,664
Buildings	2,031,581	1,774	—	15,408	21,062	2,069,825
Machinery and equipment	10,602,736	5,979	(5,478)	11,973	37,789	10,652,999
Transportation equipment	140,552	—	(1,491)	613	1,390	141,064
Miscellaneous equipment	1,574,724	5,254	(23,944)	8,567	9,057	1,573,658
Leasehold improvements	1,961	480	—	—	—	2,441
Construction in progress and equipment awaiting inspection	1,367,037	142,572	—	65,170	2,093	1,576,872
	<u>\$ 17,509,255</u>	<u>\$ 156,059</u>	<u>\$ (30,913)</u>	<u>\$ 101,731</u>	<u>\$ 71,391</u>	<u>\$ 17,807,523</u>

Accumulated depreciation and impairment	Balance at January 1, 2022	Additions	Disposals	Reclassification	Effect of Exchange Rate Changes	Balance at March 31, 2022
Land and land improvements	\$ 19,844	\$ 761	\$ —	\$ —	\$ —	\$ 20,605
Buildings	1,443,933	15,654	—	—	12,637	1,472,224
Machinery and equipment	4,602,434	108,305	(5,473)	—	30,756	4,736,022
Transportation equipment	111,271	2,272	(1,437)	—	1,115	113,221
Miscellaneous equipment	1,338,924	14,193	(23,857)	—	7,059	1,336,319
Leasehold improvements	1,951	10	—	—	—	1,961
	<u>\$ 7,518,357</u>	<u>\$ 141,195</u>	<u>\$ (30,767)</u>	<u>\$ —</u>	<u>\$ 51,567</u>	<u>\$ 7,680,352</u>

The carrying amounts of property, plant and equipment pledged as collateral for bank loans were disclosed in Note 37.

15. Lease Arrangements

a. Right-of-use Assets

Cost	Balance at January 1, 2023	Additions	Disposals	Effect of Exchange Rate Changes	Balance at March 31, 2023
Land	\$ 757,475	\$ —	\$ —	\$ (2,598)	\$ 754,877
Buildings	4,335	48	—	(41)	4,342
Transportation equipment	32,721	9,177	—	—	41,898
Miscellaneous equipment	344,986	—	—	—	344,986
	<u>\$ 1,139,517</u>	<u>\$ 9,225</u>	<u>\$ —</u>	<u>\$ (2,639)</u>	<u>\$ 1,146,103</u>
Accumulated depreciation	Balance at January 1, 2023	Additions	Disposals	Effect of Exchange Rate Changes	Balance at March 31, 2023
Land	\$ 68,748	\$ 7,475	\$ —	\$ (89)	\$ 76,134
Buildings	2,941	343	—	(35)	3,249
Transportation equipment	20,126	2,575	—	—	22,701
Miscellaneous equipment	51,360	4,516	—	—	55,876
	<u>\$ 143,175</u>	<u>\$ 14,909</u>	<u>\$ —</u>	<u>\$ (124)</u>	<u>\$ 157,960</u>
Cost	Balance at January 1, 2022	Additions	Disposals	Effect of Exchange Rate Changes	Balance at March 31, 2022
Land	\$ 741,333	\$ —	\$ —	\$ 8,764	\$ 750,097
Buildings	3,759	—	—	80	3,839
Transportation equipment	42,005	2,763	—	—	44,768
Miscellaneous equipment	344,986	—	—	—	344,986
	<u>\$ 1,132,083</u>	<u>\$ 2,763</u>	<u>\$ —</u>	<u>\$ 8,844</u>	<u>\$ 1,143,690</u>
Accumulated depreciation	Balance at January 1, 2022	Additions	Disposals	Effect of Exchange Rate Changes	Balance at March 31, 2022
Land	\$ 32,724	\$ 6,696	\$ —	\$ 328	\$ 39,748
Buildings	1,886	299	—	48	2,233
Transportation equipment	22,475	3,020	—	—	25,495
Miscellaneous equipment	33,296	4,516	—	—	37,812
	<u>\$ 90,381</u>	<u>\$ 14,531</u>	<u>\$ —</u>	<u>\$ 376</u>	<u>\$ 105,288</u>

b. Lease liabilities

	March 31, 2023	December 31, 2022	March 31, 2022
Carrying amounts			
Current	\$ 49,526	\$ 34,225	\$ 46,642
Non-current	\$ 728,294	\$ 755,570	\$ 736,689
Range of discount rate for lease liabilities is as follows:			
	March 31, 2023	December 31, 2022	March 31, 2022
Land	1.32%~9.80%	1.32%~9.80%	1.32%~9.80%
Buildings	0.30%~2.05%	0.30%~2.05%	1.55%~3.54%
Transportation equipment	1.27%~3.54%	1.27%~3.54%	1.27%~3.54%
Miscellaneous equipment	1.73%~2.19%	1.73%~2.19%	1.73%~2.19%

c. Other lease information

	March 31, 2023	March 31, 2022
Recognition exemption for short-term leases	\$ 2,701	\$ 2,298
Expenses relating to low-value asset leases	\$ 151	\$ 146
Expenses relating to variable lease payments not included in the measurement of lease liabilities	\$ 5	\$ 1,317
Total cash outflow for leases	\$ (28,747)	\$ (29,473)

16. Investment Property

Cost	Balance at January 1, 2023	Additions	Disposals	Balance at March 31, 2023
Land	\$ 1,039,111	\$ —	\$ —	\$ 1,039,111
Buildings and improvements	386,992	—	—	386,992
	<u>\$ 1,426,103</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 1,426,103</u>
Accumulated depreciation	Balance at January 1, 2023	Additions	Disposals	Balance at March 31, 2023
Buildings and improvements	\$ 83,159	\$ 2,318	\$ —	\$ 85,477

Cost	Balance at January 1, 2022	Additions	Disposals	Balance at March 31, 2022
Land	\$ 1,039,111	\$ —	\$ —	\$ 1,039,111
Buildings and improvements	386,992	—	—	386,992
	<u>\$ 1,426,103</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 1,426,103</u>

Accumulated depreciation	Balance at January 1, 2022	Additions	Disposals	Balance at March 31, 2022
Buildings and improvements	\$ 73,888	\$ 2,318	\$ —	\$ 76,206
	<u>\$ 73,888</u>	<u>\$ 2,318</u>	<u>\$ —</u>	<u>\$ 76,206</u>

The fair value of the Group's investment properties was arrived at on the basis of valuation carried out on March 20, 2019 and December 31, 2019 by independent appraisers, who are not related parties. Lands were valued under market approach and income approach, while buildings were valued under cost approach. The important assumptions and fair value were as follows :

	March 31, 2023	December 31, 2022	March 31, 2022
Fair value	<u>\$ 1,669,557</u>	<u>\$ 1,671,242</u>	<u>\$ 1,592,874</u>

The carrying amounts of investment property pledged as collateral for bank loans were disclosed in Note 37.

17. Intangible Assets

Cost	Balance at January 1, 2023	Additions	Disposals	Reclassification	Effect of Exchange Rate Changes	Balance at March 31, 2023
Computer Software	\$ 1,472	\$ —	\$ —	\$ —	\$ —	\$ 1,472
Patents and other intangible assets	1,464	—	—	—	(3)	1,461
	<u>\$ 2,936</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ (3)</u>	<u>\$ 2,933</u>

Accumulated depreciation and impairment	Balance at January 1, 2023	Additions	Disposals	Reclassification	Effect of Exchange Rate Changes	Balance at March 31, 2023
Computer Software	\$ 291	\$ 124	\$ —	\$ —	\$ —	\$ 415
Patents and other intangible assets	1,302	—	—	—	(2)	1,300
	<u>\$ 1,593</u>	<u>\$ 124</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ (2)</u>	<u>\$ 1,715</u>

Cost	Balance at January 1, 2022	Additions	Disposals	Reclassification	Effect of Exchange Rate Changes	Balance at March 31, 2022
Computer Software	\$ 212	\$ 667	\$ —	\$ —	\$ —	\$ 879
Patents and other intangible assets	1,215	—	—	—	45	1,260
	<u>\$ 1,427</u>	<u>\$ 667</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 45</u>	<u>\$ 2,139</u>
Accumulated depreciation and impairment	Balance at January 1, 2022	Additions	Disposals	Reclassification	Effect of Exchange Rate Changes	Balance at March 31, 2022
Computer Software	\$ 186	\$ 42	\$ —	\$ —	\$ —	\$ 228
Patents and other intangible assets	1,119	27	—	—	42	1,188
	<u>\$ 1,305</u>	<u>\$ 69</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 42</u>	<u>\$ 1,416</u>

18. Short-Term Loans

	March 31, 2023	Annual interest rate	Maturity date
Usance L/C loans	\$ 3,290,082	1.63%~8.75%	2023.04~2023.12
Mortgage loans	672,635	1.63%~6.64%	2023.04~2024.03
Unsecured loans	2,399,660	1.78%~5.97%	2023.04~2024.03
	<u>\$ 6,362,377</u>		
	December 31, 2022	Annual interest rate	Maturity date
Usance L/C loans	\$ 3,492,440	1.30%~6.40%	2023.01~2023.09
Mortgage loans	1,315,747	1.14%~6.50%	2023.01~2023.12
Unsecured loans	1,697,848	1.65%~6.22%	2023.01~2023.12
	<u>\$ 6,506,035</u>		
	March 31, 2022	Annual interest Rate	Maturity date
Usance L/C loans	\$ 3,633,375	0.95%~5.02%	2022.04~2022.12
Mortgage loans	392,720	0.95%~4.35%	2022.05~2023.03
Unsecured loans	1,371,432	1.03%~4.35%	2022.04~2023.02
	<u>\$ 5,397,527</u>		

The carrying amounts of short-term loans pledged as collateral for bank loans were disclosed in Note 37.

19. Commercial Papers

	March 31, 2023	December 31, 2022	March 31, 2022
Commercial Papers	\$ 1,190,000	\$ 1,290,000	\$ 735,000
Less : Discount on commercial papers	(469)	(450)	(177)
	<u>\$ 1,189,531</u>	<u>\$ 1,289,550</u>	<u>\$ 734,823</u>
Interest rate range	2.14%~2.39%	1.30%~2.21%	1.09%~1.75%
Maturity date	2023.04~2023.05	2023.01~2023.03	2022.04~2022.06

20. Bonds Payable

	March 31, 2023	December 31, 2022	March 31, 2022
The first domestic secured corporate bonds in 2018	\$ 500,000	\$ 500,000	\$ 500,000
The first domestic secured corporate bonds in 2020	1,000,000	1,000,000	1,000,000
The fourth domestic unsecured corporate bonds	1,200,000	1,200,000	1,200,000
Less : discount on bond payable	(53,790)	(57,336)	(68,104)
	<u>\$ 2,646,210</u>	<u>\$ 2,642,664</u>	<u>\$ 2,631,896</u>
Less : current portion	(700,000)	(700,000)	—
	<u>\$ 1,946,210</u>	<u>\$ 1,942,664</u>	<u>\$ 2,631,896</u>

Related issuance conditions were as follows:

Category	Period	Conditions	Rate(%)
The first domestic secured corporate bonds in 2018	2018.09.25~ 2023.09.25	Principal repayable on due date ; interest payable annually	0.97
The first domestic secured corporate bonds in 2020	2020.12.02~ 2025.12.02	Principal repayable in five equal payments in 2023~2025 ; interest payable semiannually	0.61

On November 22, 2021, TA YA issued five-year domestic unsecured bonds (the 2021 Convertible Bonds) with an aggregate par value of \$1,200,000 thousand, and the issuance price was 108.31% of the par value. Bond settlement is as follows:

- (1) Lump-sum payment to the holders upon maturity at the par value;
 - (2) Conversion by the holders, before the due date, into TA YA's common shares at the prevailing conversion price;
 - (3) Reselling to TA YA by the holders before maturity.
 - (4) Redemption by TA YA, under certain conditions, at par value before bond maturity.
 - (5) Repurchase and write-off by TA YA from securities dealer office.
- a. The initial conversion price was \$28.8 as of the date of issuance. The bondholders of convertible bonds may request the Corporation to convert the convertible bonds into the Corporation's common stock during at any time from the next day after the three months of issuance of the

convertible bonds to the maturity date, except for the period of cessation of transfer according to the regulations or laws. From September 4, 2022, the conversion price of bonds was adjusted from \$28.8 to \$26.7 per share.

- b. The holders can request that the Company repurchase their bonds at 100.75% of the face value on the third anniversary of the offering date. The holders can exercise the right to sell on November 22, 2024.
- c. The Company may redeem the bonds at face value from the next day of three month of the Corporation's issuance to the forty day before 40 days of the issuance for 5 years under certain conditions.
- d. The convertible bonds contain both liability and equity components. The effective interest rate of the liability component was 1.25% per annum on initial recognition. The equity component was presented in equity under capital surplus - options.

	<u>March 31, 2023</u>
Proceeds from issuance (less transaction costs of \$3,620 thousand)	\$ 1,296,071
Equity components	(163,671)
Financial liability at fair value through profit and loss - current	<u>(5,520)</u>
Liability components at the date of issue	\$ 1,126,800
Interest charged at an effective interest rate of 1.25%	<u>19,330</u>
Liability components at March 31, 2023	<u><u>\$ 1,146,210</u></u>

21. Long-Term Loans

	<u>March 31, 2023</u>	<u>Annual interest rate</u>	<u>Maturity date</u>
Mortgage loans			
Bank SinoPac syndicated loan (I)	\$ 2,938,488	2.87%	2026.02~2026.11
Bank SinoPac syndicated loan (II)	3,608,865	2.98%	2024.02
Bank loans	<u>3,498,505</u>	1.73%~2.47%	2023.05~2038.06
	<u>10,045,858</u>		
Unsecured loans			
Taishin Bank syndicated loan (III)	907,663	6.59%	2025.03
Bank loans	<u>2,373,377</u>	1.84%~2.47%	2023.05~2038.06
	<u>3,281,040</u>		
Minor total	13,326,898		
Less: Current portion	<u>(2,024,710)</u>		
	<u><u>\$ 11,302,188</u></u>		

	<u>December 31, 2022</u>	<u>Annual interest rate</u>	<u>Maturity date</u>
Mortgage loans			
Bank SinoPac syndicated loan (I)	\$ 2,995,179	1.96%~2.69%	2026.02~2026.11
Bank SinoPac syndicated loan (II)	2,978,585	2.80%~2.97%	2024.02
Bank loans	<u>3,586,850</u>	1.73%~2.34%	2023.05~2038.06
	<u>9,560,614</u>		
Unsecured loans			
Taishin Bank syndicated loan (III)	920,088	6.36%	2025.03
Bank loans	<u>2,345,191</u>	1.71%~2.34%	2023.05~2038.06
	<u>3,265,279</u>		
Minor Total	12,825,893		
Less: Current portion	<u>(1,695,248)</u>		
	<u>\$ 11,130,645</u>		

	<u>March 31, 2022</u>	<u>Annual interest rate</u>	<u>Maturity date</u>
Mortgage loans			
Bank SinoPac syndicated loan (I)	\$ 2,976,282	2.11%	2026.11
Bank SinoPac syndicated loan (II)	764,868	2.04%	2024.02
Bank loans	<u>3,648,807</u>	1.19%~1.77%	2022.12~2038.06
	<u>7,389,957</u>		
Unsecured loans			
Taishin Bank syndicated loan (III)	855,129	2.47%	2025.03
Bank loans	<u>2,262,839</u>	1.19%~1.77%	2022.12~2038.06
	<u>3,117,968</u>		
Minor Total	10,507,925		
Less: Current portion	<u>(1,211,561)</u>		
	<u>\$ 9,296,364</u>		

1. Bank SinoPac syndicated loan (I)

On April 22 2020, Sub-subsidiary company, SIN JHONG SOLAR POWER CO LTD., entered into a syndicated loan with group of financial institutions, to construct solar power plant in Tainan and repay bank loans. The major content as follows:

- a. The credit line was divided into part A and B, which amounted to \$3 billion and \$3.2 billion, respectively; and the total line of credit amounted to 3.2 billion.
- b. Credit period
 - (a) Part A will be repaid 30 months from the signing date.
 - (b) Part B will be repaid 5 years from the first implement date, only if conform to the agreement can be extendable.
- c. Collateral
 - (a) Pledge stocks: All the SIN JHONG SOLAR POWER CO LTD., shares have been pledged before the first application.
 - (b) Movables: Consolidated company will sign Mortgage Setting Contract for maximum movables what mortgage the solar power plant that will be constructed and reached maximum mortgage setting condition. As well as setting first priority.
 - (c) Real estate: Consolidated company will sign Mortgage Setting Contract for buildings improvement what mortgage the booster station of solar power plant and set first priority.
- d. Under the agreement SIN JHONG CO., LTD. should maintain certain multiples of Interest Protection on every half fiscal year during the tenors of the loans. The computations are done based on the audited financial report and semiannual financial report before audited.

2. Bank SinoPac syndicated loan (II)

On August 30 2021, Sub-subsidiary company, JHIH-GUANG ENERGY CO., LTD., entered into a syndicated loan with group of financial institutions, to construct solar power plant in Tainan and repay bank loans. The major content as follows:

- a. The credit line was divided into part A and B, which amounted to \$5.7 billion and \$5.7 billion, respectively; and the total line of credit amounted to 5.7 billion.
- b. Credit period
 - (a) Part A will be repaid 30 months from the signing date.
 - (b) Part B will be repaid 5 years from the first implement date, only if conform to the agreement can be extendable.
- c. Collateral
 - (a) Pledge stocks: 51% of the JHIH-GUANG ENERGY CO., LTD., shares have been pledged before the first application.

- (b) Movables: Consolidated company will sign Mortgage Setting Contract for maximum movables what mortgage the solar power plant that will be constructed and reached maximum mortgage setting condition. As well as setting first priority.
 - (c) Real estate: Consolidated company will sign Mortgage Setting Contract for buildings improvement what mortgage the booster station of solar power plant and set first priority.
 - d. Under the agreement JHIH-GUANG ENERGY CO., LTD. should maintain certain multiples of Interest Protection on every half fiscal year during the tenors of the loans. The computations are done based on the audited financial report and semiannual financial report before audited.
3. Tai shin Bank syndicated (III)
- Sub-subsidiary company, TA YA (CHINA) HOLDING LTD., entered into a syndicated loan with group of financial institutions, to pay outstanding syndicated loan of HENG YA ELECTRIC LTD. and plan to resume production and the plant expansion of TA YA (ZHANGZHOU) HOLDING LTD. The major content as follows:
- a. The credit line was divided into part A-1, A-2 and B, which amounted to USD 30,000 thousand and USD 30,000 thousand respectively; and the total line of credit amounted to USD 60,000 thousand.
 - b. Credit period
 - (a) Part A-1 will be repaid in 3 years after the signing date.
 - (b) Part A-2 will be repaid in 3 years after the signing date.
 - (c) Part B will be repaid in 3 years after the signing date.
 - c. Guarantee

The company was the joint guarantor.
 - d. Under the agreement the company should maintain certain multiples of Interest Protection, debt ratio, and tangible net equity on every fiscal year during the tenors of the loans. The computations are done based on the audited financial report. The guarantor should provide the consolidated and parent company only financial statements in three months after the end of every fiscal year

The carrying amounts of long-term loans pledged as collateral for bank loans were disclosed in Note 37.

22. Provisions

	Warranty	Decommissioning liability	Total
Balance at January 1,2023	\$ 106,337	\$ 22,335	\$ 128,672
Recognized	10,936	120	11,056
Paid	(1)	—	(1)
Balance at March 31,2023	<u>\$ 117,272</u>	<u>\$ 22,455</u>	<u>\$ 139,727</u>

	Warranty	Decommissioning liability	Total
Balance at January 1,2022	\$ 113,260	\$ 22,091	\$ 135,351
Recognized	6,977	118	7,095
Balance at March 31,2022	<u>\$ 120,237</u>	<u>\$ 22,209</u>	<u>\$ 142,446</u>

	March 31, 2023	December 31, 2022	March 31, 2022
Current	<u>\$ 110,935</u>	<u>\$ 100,000</u>	<u>\$ 106,977</u>
Non-current	<u>\$ 28,792</u>	<u>\$ 28,672</u>	<u>\$ 35,469</u>

- a. Warranty was based on historical experience, management's judgments and other known reasons for possible returns and rebates. The provision was recognized as a reduction of operating income in the periods the related goods were sold.
- b. The decommissioning liability means that the solar power plants of the Company's subsidiaries have a legal decommissioning obligation when it reaches the operational life in the future and is approved for decommissioning by the competent authority. According to the requirements of International Accounting Standards No. 37 "Provisions, Contingent Liabilities and Contingent Assets", the Group estimates the decommissioning costs at that time and discounts the cost amount at the effective interest rate as the carrying amount of the recognized decommissioning liabilities. Capitalize the cost of decommissioning and increase the carrying amount of property, plant and equipment. The Group recognizes annually the increase in decommissioning liabilities due to discounts over time, and also recognizes interest expenses. The Group reviews changes in decommissioning obligations at the end of each reporting period and adjusts to reflect the best estimates.

23. Retirement Benefit Plans

a. Defined contribution plans

Total pension expenses of NT\$6,101 thousand and NT\$6,490 thousand are contributed by the Group for the three-month periods ends March 31, 2023 and 2022, respectively.

b. Defined benefit plans

For the three-month periods ends March 31, 2023 and 2022, total pension expenses of NT\$1,950 thousand and NT\$2,216 thousand, respectively, were recognized by the Group.

24. Equity

a. Capital stock

As of March 31, 2023, December 31, 2022 and March 31, 2022, the Company's authorized capital was NT\$8,000,000 thousand, consisting of 684,649,126 shares, 684,649,126 shares and 645,895,402 shares of ordinary stock with a par value of NT\$10 per share respectively

b. Capital surplus

In accordance with the Company Act, realized capital reserves can only be reclassified as share or be distributed as cash dividends after offsetting against losses. The aforementioned capital reserves include share premiums and donation gains.

ROC SEC regulations also stipulate that a capital increase by transferring paid-in capital in excess of par value can be done only once a year and only in years other than the year in which such excess arose. The amount of such capitalization depends on the Company's operating results and is limited to a certain ratio of paid-in capital in excess of par value in relation to issued capital.

As of March 31, 2023, December 31, 2022, and March 31, 2022, the balances of the Company's capital surplus were NT\$1,155,518 thousand, NT\$1,151,543 thousand, and NT\$1,114,438 thousand, mostly obtained from the trade of treasury stock, issued at premium and convertible bond.

c. Retained earnings (Accumulated deficit) and dividend policy

The Company's articles of incorporation provide that annual earnings are to be appropriated as follows:

(a) Payment of tax;

(b) Offset accumulated deficits, if any;

- (c) Of the remaining balance, if any, 10% is to be set aside as legal reserve.
- (d) 20% to 90% as appropriate dividends to stockholders; cash dividend should not lower than 10% of such dividends.

The bonus to employees and remuneration to directors and supervisors, representing at least 1% and at most 3% of net income (net of bonus and remuneration) less accumulated deficit, 10% legal reserve and special reserve, respectively, were recognized for the years ended. The amounts were estimated based on past experience. Material differences between these estimates and the amounts proposed by the board of directors in the following year are adjusted in the current year. If the actual amounts subsequently resolved by the stockholders differ from the proposed amounts, the differences are recorded in the year of stockholders' resolution as a change in accounting estimate. Information on the earnings appropriation and the bonus to employees, directors and supervisors is available on the Market Observation Post System website of the Taiwan Stock Exchange.

The appropriation for legal capital reserve shall be made until the reserve equals the Company's paid-in capital. The reserve may be used to offset a deficit, or be distributed as dividends in cash or stocks for the portion in excess of 25% of the paid-in capital if the Company incurs no loss.

Pursuant to existing regulations, the Company is required to set aside additional special capital reserve equivalent to the net debit balance of the other components of stockholders' equity. For the subsequent decrease in the deduction amount to stockholders' equity, any special reserve appropriated may be reversed to the extent that the net debit balance reverses.

Under Rule No. 1090150022 and Rule No. 1030006415 issued by the FSC and the directive titled "Questions and Answers for Special Reserves Appropriated Following Adoption of IFRSs", The Company should appropriate or reverse a special reserve.

The appropriations of earnings for 2021 and 2020 had been approved in the stockholders' meetings on June 10, 2022 and August 13, 2021, respectively. The appropriations and dividends per share were as follows :

	Appropriation of Earnings		Dividends Per Share(NT\$)	
	For Fiscal Year 2021	For Fiscal Year 2020	For Fiscal Year 2021	For Fiscal Year 2020
Legal capital reserve	\$ 140,409	\$ 76,097		
Cash dividends	226,063	208,274	0.35	0.35
Share dividends	387,537	208,274	0.60	0.35
	<u>\$ 754,009</u>	<u>\$ 492,645</u>		

d. Others

1) Foreign currency translation reserve

	Three Months Ended March 31	
	2023	2022
Balance, beginning of period	\$ (160,600)	\$ (225,398)
Exchange differences arising on translation of foreign operations	(5,474)	62,442
Share of other comprehensive income of associates accounted for using the equity method	916	10,597
Income tax effect	958	(11,767)
Balance, end of period	<u>\$ (164,200)</u>	<u>\$ (164,126)</u>

Exchange differences relating to the translation of the results and net assets of the Group's foreign operations from their functional currencies to the Group's presentation currency (i.e. New Taiwan dollars) were recognized directly in other comprehensive income and accumulated in the foreign currency translation reserve. Exchange differences previously accumulated in the foreign currency translation reserve were reclassified to profit or loss on the disposal of the foreign operation.

2) Unrealized gain (loss) on financial assets at fair value through other comprehensive income

	Three Months Ended March 31	
	2023	2022
Balance, beginning of period	\$ 106,822	\$ 114,694
Unrealized loss on financial assets at fair value through other comprehensive income	55,097	9,882
Share of other comprehensive income of associates accounted for using the equity method	23	15
Disposal of unrealized gain (loss) on financial assets at fair value through other comprehensive income	428	—
Income tax effect	328	304
Balance, end of period	<u>\$ 162,698</u>	<u>\$ 124,895</u>

Unrealized gain (loss) on financial assets at FVTOCI represents the cumulative gains or losses arising from the fair value measurement on financial assets at FVTOCI that are recognized in other comprehensive income. The cumulative gain or loss will not be reclassified as profit or loss on disposal of the equity investments, instead, they will be transferred to retained earnings.

e. Non-controlling interests

	Three Months Ended March 31	
	2023	2022
Balance, beginning of period	\$ 1,902,316	\$ 1,712,713
Profit for the year	79,671	50,712
Exchange differences on translation of foreign financial statements	(2,574)	12,614
Unrealized gain (losses) on investments in equity instruments measured at fair value through other comprehensive income	3,686	(556)
Increase in non-controlling interests	52	—
Balance, end of period	<u>\$ 1,983,151</u>	<u>\$ 1,775,483</u>

25. Treasury Stock

Three Months Ended March 31, 2023

Purpose of Treasury Shares	Beginning of period	Addition	Reduction	End of period
Shares held by subsidiaries reclassified from investments accounted for using equity method to treasury shares	7,721,958	—	—	7,721,958

Three Months Ended March 31, 2022

Purpose of Treasury Shares	Beginning of period	Addition	Reduction	End of period
Shares held by subsidiaries reclassified from investments accounted for using equity method to treasury shares	7,546,867	—	—	7,546,867

a. Common Stock

Treasury stock shall not be pledged, nor does it entitle voting rights or receive dividends, in compliance with Securities and Exchange Law of the ROC.

- b. As of March 31, 2023、December 31, 2022 and March 31, 2022, treasury stock held by subsidiaries were 7,721,958 shares, 7,721,958 shares and 7,546,867 shares, the market values of the shares held by the subsidiaries were \$25.85, \$20.30 and \$28.75 per share, respectively.

26. Income Tax

a. Income tax expense recognized in profit or loss

	Three Months Ended March 31	
	2023	2022
Current income tax expense (benefit)		
In respect of the current period	\$ 139,136	\$ 50,189
Tax refund on repatriation of overseas funds	(1,141)	—
Adjustments for prior years	—	2,673
	137,995	52,862
Deferred income tax expense (benefit)		
In respect of the current period	(5,766)	16,690
Income tax benefit recognized in profit or loss	\$ 132,229	\$ 69,052

b. Income tax expense recognized in other comprehensive income

	Three Months Ended March 31	
	2023	2022
Related to unrealized gain/loss on translation of foreign operations	\$ (958)	\$ 11,767
Unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	(328)	(304)
	<u>\$ (1,286)</u>	<u>\$ 11,463</u>

The Company's income tax returns through 2020 have been assessed and approved by the Tax Authority.

27. Earnings Per Share

	Amount (Numerator)	Number of Shares (Denominator) (in Thousands)	EPS(NT\$)
<u>Three Months Ended March 31, 2023</u>			
Basic EPS			
Net income available to common shareholders	<u>\$ 1,791,513</u>	684,649	
Regard as treasury stock-common stock held by subsidiaries		(7,722)	
		<u>676,927</u>	<u>\$ 2.65</u>
Diluted EPS			
Net income available to common shareholders	\$ 1,791,513	676,927	
Assumed attributable to owners of potential ordinary share :			
Effect shares on convertible bonds	2,837	44,944	
	<u>\$ 1,794,350</u>	<u>721,871</u>	<u>\$ 2.49</u>
<u>Three Months Ended March 31, 2022</u>			
Basic EPS			
Net income available to common shareholders	<u>\$ 231,615</u>	645,895	
Regard as treasury stock-common stock held by subsidiaries		(8,000)	
Issuance of bonus shares		38,754	
		<u>676,649</u>	<u>0.34</u>
Diluted EPS			
Net income available to common shareholders	\$ 231,615	676,649	
Assumed attributable to owners of potential ordinary share :			
Effect shares on convertible bonds	2,802	44,944	
	<u>\$ 234,417</u>	<u>721,593</u>	<u>\$ 0.32</u>

28. Operating Revenues

	Three Months Ended March 31	
	2023	2022
Sales Revenue	\$ 5,897,408	\$ 6,453,867
Construction Revenue	—	29,672
Electricity Revenue	313,695	155,589
Processing Revenue	7,860	12,094
Engineering Revenue	29,357	108
Others	43,195	48,733
	<u>\$ 6,291,515</u>	<u>\$ 6,700,063</u>

29. Additional Information Of Expenses By Nature

	Three Months Ended March 31	
	2023	2022
Depreciation and amortization		
Depreciation of property, plant and equipment	\$ 234,080	\$ 141,195
Depreciation of Right-of-use assets	14,909	14,531
Depreciation of investment property	2,318	2,318
Amortization of intangible assets	124	69
	<u>\$ 251,431</u>	<u>\$ 158,113</u>
Employee benefits expenses		
Salaries and bonus	\$ 531,828	\$ 268,357
Labor and health insurance	22,336	20,752
Pension	8,051	8,706
Remuneration of directors	624	622
Others	13,726	14,813
	<u>\$ 576,565</u>	<u>\$ 313,250</u>

For the three months ended March 31, 2023 and 2022, the Company had 1,790 and 1,767 employees, respectively, and had 5 non-employee directors for both periods.

According to the Company's Articles of Incorporation, the Company shall allocate compensation to directors and profit sharing bonus to employees of the Company not more than 3% and not less than 1% of annual profits during the period, respectively.

The employees' compensation and remuneration of directors for the three months ended March 31, 2023 and 2022 were as follows:

	Three Months Ended March 31	
	2023	2022
Employees' compensation	\$ 17,915	\$ 2,316
Remuneration of directors	\$ 53,745	\$ 6,948

The aforementioned amounts were calculated using the Company's net income before tax, without the remunerations to employees and directors for each period, multiplied by the proposed percentage which is stated under the Company's proposed Article of Incorporation. These remunerations were expensed under operating cost or expenses for each period. If there are any subsequent adjustments to the actual remuneration amounts after the annual shareholder' meeting, the adjustment will be regarded as changes in accounting estimates and will be reflected in profit or loss in the following year.

The employees' compensation and remuneration of directors for the years ended December 31, 2022 and 2021 which have been approved by the Corporation's board of directors in March 2023 and 2022, respectively, were as follows:

	Years Ended December 31	
	2022	2021
Employees' compensation	\$ 8,735	\$ 15,946
Remuneration of directors	\$ 26,206	\$ 47,838

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

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

30. Interest Income

	Three Months Ended March 31	
	2023	2022
Bank deposits	\$ 7,912	\$ 605
Other interest income	3,602	728
	\$ 11,514	\$ 1,333

31.Other Income

	Three Months Ended March 31	
	2023	2022
Rental revenue	\$ 4,102	\$ 3,855
Dividend income	1,367	1,056
Others	15,589	16,071
	<u>\$ 21,058</u>	<u>\$ 20,982</u>

32.Other Gains And Losses

	Three Months Ended March 31	
	2023	2022
Gain on disposal of property, plant and equipment	\$ 608	\$ 533
Gain (loss) on disposal of investments	1,244,358	(5,726)
Net foreign exchange gain (loss)	2,967	(23,658)
Net gain (loss) arising on financial assets/liabilities at FVTPL	592,422	113,569
Others	(4,592)	(2,252)
	<u>\$ 1,835,763</u>	<u>\$ 82,466</u>

33.Finance Costs

	Three Months Ended March 31	
	2023	2022
Interest expense		
Bank loans	\$ 144,457	\$ 74,024
Bonds payable	6,263	6,239
Interest of lease liabilities	4,756	4,800
Decommissioning liabilities	120	118
Other Interest expense	4,148	1,681
Less:Amounts included in the cost of qualifying assets	(19,537)	(1,774)
	<u>\$ 140,207</u>	<u>\$ 85,088</u>

34.Capital Management

The Group's strategy for managing the capital structure is to lay out the plan of product development and expand the market share considering the growth and the magnitude of industry and further developing an integral plan founded on the required capacity, capital outlay, and magnitude of assets in long-term development. Ultimately, considering the risk factors such as the fluctuation of the industry cycle and the life cycle of products, the Group determines the optimal capital structure by estimating the profitability of products, operating profit ratio, and cash flow based on the competitiveness of products.

The capital structure of the Group consists of net debt (borrowings offset by cash and cash

equivalents) and equity of the Group (comprising issued capital, reserves and retained earnings).

The management of the Group periodically examines the capital structure and contemplates on the potential costs and risks involved while exerting different financial tools. In order to maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to shareholders and issue new shares to reduce debt.

There were no changes in the Group's approach to capital management for the three months ended March 31, 2023.

35. Financial Instruments

a. Financial risk management objective

The Group manages its exposure to risks relating to the operations through market risk, credit risk, and liquidity risk with the objective to reduce the potentially adverse effects the market uncertainties may have on its financial performance.

The plans for material treasury activities are reviewed by Board of Directors in accordance with procedures required by relevant regulations or internal controls. During the implementation of such plans the Group must comply with certain treasury procedures that provide guiding principles for overall financial risk management and segregation of duties.

b. Market risk

The Group is exposed to the market risks arising from changes in foreign exchange rates, interest rates and utilizes some derivative financial instruments to reduce the related risks.

(a) Foreign currency risk

Some of the Group's operating activities are denominated in foreign currencies. Consequently, the Group is exposed to foreign currency risk. To protect against reductions in value and the volatility of future cash flows caused by changes in foreign exchange rates, the Group utilizes derivative financial instruments, including currency forward contracts and short-term borrowings in foreign currencies, to hedge its currency exposure.

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

	March 31, 2023			December 31, 2022			March 31, 2022		
	Foreign	Exchange		Foreign	Exchange		Foreign	Exchange	
	currency	rate	NT\$	currency	rate	NT\$	currency	rate	NT\$
<u>Assets</u>									
<u>Monetary</u>									
<u>items</u>									
USD	\$ 49,538	30.4470	\$1,508,283	\$ 65,233	30.7050	\$2,002,979	\$ 54,430	28.6200	\$1,557,787
HKD	2,261	3.8789	8,770	2,382	3.932	9,366	1,616	3.6544	5,905
CNY	3,225	4.4337	14,299	4,636	4.4518	20,639	3,623	4.5128	16,349
JPY	451,671	0.2288	103,342	561,969	0.2324	130,602	621,979	0.2400	149,274
<u>Liabilities</u>									
<u>Monetary</u>									
<u>items</u>									
USD	\$ 60,693	30.4470	\$1,847,920	\$ 73,933	30.7050	\$2,270,112	\$ 71,419	28.6200	\$2,044,011
CNY	1,880	4.4337	8,335	383	4.4518	1,705	1,298	4.5128	5,857
JPY	192,936	0.2288	44,144	200,083	0.2324	46,499	70,928	0.2400	17,022

For the three months ended March 31, 2023 and 2022, realized and unrealized net foreign exchange gains (losses) were gains of NT\$2,967 thousand and gains of NT\$(23,658) thousand, respectively.

Foreign currency 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 receivable, financial assets at fair value through profit or loss, loans and borrowings, accounts payable that are denominated in foreign currency. A strengthening (weakening) 1% of appreciation (depreciation) of the NTD against the foreign currency for the three months ended March 31, 2023 and 2022 would have increased (decrease) the net profit before tax by NT\$2,657 thousand and NT\$3,376 thousand, respectively.

(b) Interest rate risk

The Group was exposed to fair value interest rate risk and cash flow interest rate risk because the Group hold assets and liabilities at both fixed and floating interest rates.

Interest rate sensitivity analysis

The following sensitivity analysis is based on the risk exposure to interest rates on the

non-derivatives financial instruments on the reporting date. For variable rate instruments, the sensitivity analysis assumes the variable rate liabilities are outstanding for the whole year on the reporting date.

If the interest rate increases (decreases) by 0.1%, all other variable factors that remains constant, the Group's net profit before tax would have (decreased) increased by NT\$4,576 thousand and NT\$3,417 thousand for the three months ended March 31, 2023 and 2022, respectively. This is mainly due to the Group's net assets in floating rates.

(c) Other price risk

The Group is exposed to equity price risk arising from equity investments.

Equity price sensitivity analysis

The sensitivity analyses below have been determined based on the exposure to equity price risks at the end of the reporting period.

If equity prices had been 5% higher/lower, the Group's net profit before tax for the three months ended March 31, 2023 and 2022 would have been higher/lower by NT\$251,718 thousand and NT\$167,955 thousand, respectively, as a result of the fair value changes of Financial assets at fair value through profit or loss.

If equity prices had been 5% higher/lower, the Group's other comprehensive income for the three months ended March 31, 2023 and 2022 would have been higher/lower by NT\$60,943 thousand and NT\$53,936 thousand, respectively, as a result of the fair value changes of Financial assets at fair value through other comprehensive income.

c. Credit risk management

Credit risk refers to the risk that a counter-party will default on its contractual obligations resulting in financial loss to the Group. The Group is exposed to credit risk from operating activities, primarily trade receivables, and from financing activities, primarily deposits, fixed-income investments and other financial instruments with banks. Credit risk is managed separately for business related and financial related exposures.

Business related credit risk

To maintain the quality of receivables, the Group has established operating procedures to manage credit risk.

For individual customers, risk factors considered include the customer's financial position, credit

rating agency rating, the Group's internal credit rating, and transaction history as well as current economic conditions that may affect the customer's ability to pay. The Group also has the right to use some credit protection enhancement tools, such as requiring advance payments, to reduce the credit risks involving certain customers.

As of March 31, 2023, December 31, 2022 and March 31, 2022, the Group's ten largest customers accounted for 10.81%, 8.52% and 11.50% of accounts receivable, respectively. The Group considers the concentration of credit risk for the remaining accounts receivable not material.

The customers are creditworthy counterparties; therefore, the Group believes the concentration of credit risk is insignificant.

Financial credit risk

Bank deposits, fixed income investment and other financial instruments are credit risk sources required by the Group's Department of Finance Department to be measured and monitored. However, since the Group's counter-parties are all reputable financial institutions and government agencies, there is no significant financial credit risk.

d. Liquidity risk management

The objective of liquidity risk management is to ensure the Group has sufficient liquidity to fund its business requirements associated with existing operations. The Group manages its liquidity risk by maintain adequate cash and banking facilities.

The table below summarizes the maturity profile of the Group's financial liabilities based on contractual undiscounted payments, including principles and interest.

March 31, 2023					
	Carrying	Contractual cash			
	amount	flows	Within 1 year	1-5 years	Over 5 years
<u>Non-derivative financial liabilities</u>					
Short-term bank loans	\$ 6,362,377	\$ 6,362,377	\$ 6,362,377	\$ —	\$ —
Commercial papers	1,189,531	1,190,000	1,190,000	—	—
Notes payable					
(including related parties)	91,855	91,855	91,855	—	—
Accounts payable					
(including related parties)	916,029	916,029	916,029	—	—
Other payables	1,484,429	1,484,429	1,484,429	—	—
Lease liabilities	777,820	937,594	71,008	231,129	635,457
Bonds payable	2,646,210	2,700,000	700,000	2,000,000	—
Long-term bank loans	13,326,898	13,326,898	2,024,710	8,671,380	2,630,808
	<u>\$ 26,795,149</u>	<u>\$ 27,009,182</u>	<u>\$ 12,840,408</u>	<u>\$ 10,902,509</u>	<u>\$ 3,266,265</u>
<u>Derivative financial liabilities</u>					
Metal options	\$ 978	\$ 82,826	\$ 35,025	\$ 47,801	\$ —
Metal commodities futures contract	28	30,447	30,447	—	—
	<u>\$ 1,006</u>	<u>\$ 113,273</u>	<u>\$ 65,472</u>	<u>\$ 47,801</u>	<u>\$ —</u>

December 31, 2022					
	Carrying amount	Contractual cash flows	Within 1 year	1-5 years	Over 5 years
<u>Non-derivative financial liabilities</u>					
Short-term bank loans	\$ 6,506,035	\$ 6,506,035	\$ 6,506,035	\$ —	\$ —
Commercial papers	1,289,550	1,290,000	1,290,000	—	—
Notes payable (including related parties)	91,074	91,074	91,074	—	—
Accounts payable (including related parties)	719,575	719,575	719,575	—	—
Other payables	807,626	807,626	807,626	—	—
Lease liabilities	789,795	977,471	64,670	235,638	677,163
Bonds payable	2,642,664	2,700,000	700,000	2,000,000	—
Long-term bank loans	12,825,893	12,825,893	1,695,248	10,421,547	709,098
	<u>\$ 25,672,212</u>	<u>\$ 25,917,674</u>	<u>\$ 11,874,228</u>	<u>\$ 12,657,185</u>	<u>\$ 1,386,261</u>
<u>Derivative financial liabilities</u>					
Metals futures	\$ 10,998	\$ 1,867,652	\$ 1,867,652	\$ —	\$ —
Foreign exchange forward contract	359	64,956	64,956	—	—
Interest rate swap contract	36,850	5,500,000	—	5,500,000	—
	<u>\$ 48,207</u>	<u>\$ 7,432,608</u>	<u>\$ 1,932,608</u>	<u>\$ 5,500,000</u>	<u>\$ —</u>

	March 31, 2022				
	Carrying amount	Contractual cash flows	Within 1 year	1-5 years	Over 5 years
<u>Non-derivative financial liabilities</u>					
Short-term bank loans	\$ 5,397,527	\$ 5,397,527	\$ 5,397,527	\$ —	\$ —
Commercial papers	734,823	735,000	735,000	—	—
Notes payable (including related parties)	63,897	63,897	63,897	—	—
Accounts payable (including related parties)	624,949	624,949	624,949	—	—
Other payables	606,044	606,044	606,044	—	—
Lease liabilities	783,331	971,622	65,252	226,962	679,408
Bonds payable	2,631,896	2,700,000	—	2,700,000	—
Long-term bank loans	10,507,925	10,507,925	1,211,561	8,498,066	798,298
	<u>\$ 21,350,392</u>	<u>\$ 21,606,964</u>	<u>\$ 8,704,230</u>	<u>\$ 11,425,028</u>	<u>\$ 1,477,706</u>
<u>Derivative financial liabilities</u>					
Metals futures	\$ 14,437	\$ 491,283	\$ 491,283	\$ —	\$ —
Foreign exchange forward contract	8,685	377,948	377,948	—	—
	<u>\$ 23,122</u>	<u>\$ 869,231</u>	<u>\$ 869,231</u>	<u>\$ —</u>	<u>\$ —</u>

e. Fair value of financial instruments

(a) Fair value of financial instruments carried at amortized cost

The Group considers that the carrying amounts of financial assets and financial liabilities recognized in the consolidated financial statements approximate their fair values.

(b) Valuation techniques and assumptions used in Fair value measurement

The Fair value of financial assets and financial liabilities are determined as follows :

- The fair value of financial assets and financial liabilities with standard terms and conditions and traded on active liquid markets are determined with reference to quoted market prices (includes publicly traded stocks).
- Forward exchange contracts and cross currency swap contracts are measured using quoted forward exchange rates and yield curves derived from quoted interest rates matching maturities of the contracts.

- The fair values of other financial assets and financial liabilities in accordance with generally accepted pricing models based on discounted cash flow analysis.

(c) Fair value measurements recognized in the consolidated balance sheets

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 based on the degree to which the fair value is observable :

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities ;
- Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices) ; and
- Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs) .

i. Information of fair value hierarchy of financial instruments

March 31, 2023				
	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL – current and noncurrent				
Domestic listed and emerging stocks	\$ 3,639,622	\$ 46,184	\$ —	\$ 3,685,806
Unlisted stocks	—	368,915	979,641	1,348,556
Derivative not designated as a hedging instrument	—	437,532	—	437,532
	<u>\$ 3,639,622</u>	<u>\$ 852,631</u>	<u>\$ 979,641</u>	<u>\$ 5,471,894</u>
Financial assets at FVTOCI – current and noncurrent				
Domestic listed and emerging stocks	\$ 398,924	\$ —	\$ —	\$ 398,924
Unlisted stocks	—	19,640	800,309	819,949
	<u>\$ 398,924</u>	<u>\$ 19,640</u>	<u>\$ 800,309</u>	<u>\$ 1,218,873</u>
Financial liabilities at FVTPL – current and noncurrent				
Derivative not designated as a hedging instrument	\$ —	\$ 28	\$ —	\$ 28
Put options of convertible bond payables	—	4,440	—	4,440
	<u>\$ —</u>	<u>\$ 4,468</u>	<u>\$ —</u>	<u>\$ 4,468</u>
Financial liabilities for hedging – current and noncurrent				
Derivative designated as a hedging instrument	\$ —	\$ 978	\$ —	\$ 978

December 31, 2022				
	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL – current and noncurrent				
Domestic listed and emerging stocks	\$ 3,268,985	\$ —	\$ —	\$ 3,268,985
Unlisted stocks	—	392,984	982,365	1,375,349
Derivative not designated as a hedging instrument	—	398,025	—	398,025
	<u>\$ 3,268,985</u>	<u>\$ 791,009</u>	<u>\$ 982,365</u>	<u>\$ 5,042,359</u>
Financial assets at FVTOCI – current and noncurrent				
Domestic listed and emerging stocks	\$ 338,502	\$ —	\$ —	\$ 338,502
Unlisted stocks	—	19,640	802,404	822,044
	<u>\$ 338,502</u>	<u>\$ 19,640</u>	<u>\$ 802,404</u>	<u>\$ 1,160,546</u>
Financial liabilities at FVTPL – current and noncurrent				
Derivative not designated as a hedging instrument	\$ —	\$ 48,207	\$ —	\$ 48,207
Put options of convertible bond payables	—	12,600	—	12,600
	<u>\$ —</u>	<u>\$ 60,807</u>	<u>\$ —</u>	<u>\$ 60,807</u>
March 31, 2022				
	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL – current and noncurrent				
Domestic listed and emerging stocks	\$ 2,270,730	\$ —	\$ —	\$ 2,270,730
Unlisted stocks	—	325,163	763,198	1,088,361
Derivative not designated as a hedging instrument	—	855,579	—	855,579
	<u>\$ 2,270,730</u>	<u>\$ 1,180,742</u>	<u>\$ 763,198</u>	<u>\$ 4,214,670</u>
Financial assets at FVTOCI – current and noncurrent				
Domestic listed and emerging stocks	\$ 339,641	\$ —	\$ —	\$ 339,641
Unlisted stocks	—	19,968	719,120	739,088
	<u>\$ 339,641</u>	<u>\$ 19,968</u>	<u>\$ 719,120</u>	<u>\$ 1,078,729</u>
Financial liabilities at FVTPL – current and noncurrent				
Derivative not designated as a hedging instrument	\$ —	\$ 23,122	\$ —	\$ 23,122
Put options of convertible bond payables	—	3,840	—	3,840
	<u>\$ —</u>	<u>\$ 26,962</u>	<u>\$ —</u>	<u>\$ 26,962</u>

ii. The transfer between Level 1 and Level 2.

There were no transfers between Level 1 and 2 for the three months ended March 31, 2023 and 2022,

respectively.

iii. Reconciliation of Level 3 fair value measurements of financial assets

Reconciliations for the three months ended March 31, 2023 and 2022 were as follows:

	Three Months Ended March 31, 2023		
	Financial assets at FVTOCI	Financial assets at FVTPL	Total
Balance, beginning of year	\$ 802,404	\$ 982,365	\$ 1,784,769
Purchases	—	95,470	95,470
Disposal	—	(1)	(1)
Recognized in income	—	(47,875)	(47,875)
Recognized in other comprehensive income	(1,639)	—	(1,639)
Transfer from Level 3	—	(49,400)	(49,400)
Effect of exchange rate changes	(456)	(918)	(1,374)
Balance at March 31, 2023	<u>\$ 800,309</u>	<u>\$ 979,641</u>	<u>\$ 1,779,950</u>

	Three Months Ended March 31, 2022		
	Financial assets at FVTOCI	Financial assets at FVTPL	Total
Balance, beginning of year	\$ 710,484	\$ 706,194	\$ 1,416,678
Purchases	—	50,694	50,694
Capital reduction	(3,427)	(2,402)	(5,829)
Recognized in other comprehensive income	10,095	—	10,095
Effect of exchange rate changes	1,968	8,712	10,680
Balance at March 31, 2023	<u>\$ 719,120</u>	<u>\$ 763,198</u>	<u>\$ 1,482,318</u>

iv. Quantitative information of fair value measurement of significant unobservable inputs (level 3)

March 31, 2023	Fair value	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Financial assets at FVTOCI – current and noncurrent	\$ 800,309	The latest issue final price and Net asset approach	N/A	N/A	N/A
Financial assets at FVTPL – current and noncurrent	\$ 979,641	The latest issue final price and Issuance of common stock for cash	N/A	N/A	N/A
<u>December 31, 2022</u>					
Financial assets at FVTOCI – current and noncurrent	\$ 802,404	The latest issue final price and Net asset approach	N/A	N/A	N/A
Financial assets at FVTPL – current and noncurrent	\$ 982,365	The latest issue final price and Issuance of common stock for cash	N/A	N/A	N/A

March 31, 2022	Fair value	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Financial assets at FVTOCI – current and noncurrent	\$ 719,120	Net asset approach	N/A	N/A	N/A
Financial assets at FVTPL – current and noncurrent	\$ 763,198	The latest issue final price and Issuance of common stock for cash	N/A	N/A	N/A

(d)Categories of financial instruments

	March 31, 2023	December 31, 2022	March 31, 2022
<u>Financial assets</u>			
Financial assets at amortized cost			
Cash and cash equivalents	\$ 5,478,513	\$ 4,344,838	\$ 4,952,607
Notes receivable and trade receivables	3,838,434	3,969,158	4,309,019
Other receivables	247,598	31,650	55,381
Refundable deposits	217,179	229,411	119,434
Financial assets at amortized cost	312,050	384,115	404,087
Financial assets at FVTPL (current and non-current)	5,471,894	5,042,359	4,214,670
Financial assets at fair value through other comprehensive income (current and non-current)	1,218,873	1,160,546	1,078,729
<u>Financial liabilities</u>			
Financial liabilities at FVTPL (current and non-current)	4,468	60,807	26,962
Financial liabilities at amortized cost			
Short-term borrowings	6,362,377	6,506,035	5,397,527
Short-term notes and bills payable	1,189,531	1,289,550	734,823
Notes payable and trade payables	1,007,884	810,649	688,846
Other payables	1,484,429	807,626	606,044
Bonds payable (including current portion)	2,646,210	2,642,664	2,631,896
Long-term borrowings (including current	13,326,898	12,825,893	10,507,925
Guarantee deposits	43,895	43,164	63,004
Financial liabilities for hedging	978	—	—

36. Related Party Transactions

(a) The name of the company and its relationship with the Corporation.

Company	Relationship
AD ENGINEERING CORPORATION	Associates
JUNG SHING WIRE CO., LTD.	Associates
JUNG SHING WIRE (Vietnam) CO., LTD	Associates
HENGST TECHNOLOGY CO., LTD.	Associates
AMIT SYSTEM SERVICE LTD.	Associates
TECO(Vietnam) Electric & Machinery CO., LTD.	Associates
JIASHAN INVESTMENT HOLDING CO.,LTD.	Other related parties
JIA HSI INVESTMENT HOLDING CO.,LTD.	Other related parties
Shen Shang Hung	Other related parties
Shen San Yi	Other related parties
Shen Shang Pang	Other related parties
Shen Shang Tao	Other related parties
Green inside	Other related parties

(b) Significant related party transactions

Sales

Related Parties	For The Three Months Ended March 31	
	2023	2022
Associates	\$ 99,518	\$ 114,570

Prices and credit terms for such sales were similar to those given to third parties.

Purchases

Related Parties	For The Three Months Ended March 31	
	2023	2022
Associates	\$ 14,458	\$ 43,211

Prices and credit terms for such purchases were similar to those given to third parties.

Others

	Related Parties	For The Three Months Ended March 31	
		2023	2022
Manufacturing overhead	Other related parties	\$ 75	\$ —
Operating expenses	Other related parties	\$ 3,743	\$ 2,850
Other income	Other related parties	\$ 2	\$ 14
	Associates	904	309
		\$ 906	\$ 323

Property exchange

Related Parties	Item	For The Three Months Ended March 31	
		2023	2022
Associates	Machinery and equipment	\$ 1,500	\$ —
HENGST TECHNOLOGY CO., LTD.	Machinery and equipment	1,363,576	84,997
		<u>\$ 1,365,076</u>	<u>\$ 84,997</u>

The Group signed a contract with HENGST TECHNOLOGY CO., LTD. for solar system development services and project construction. As of March 31, 2023, the portion of the contracts not yet recognized was NTD\$153,581 thousand.

(c) Receivables and payables arising from the above transactions were as follows:**Receivables**

	Related Parties	March 31, 2023	December 31, 2022	March 31, 2022
(1) Notes receivable	Associates	<u>\$ 4,253</u>	<u>\$ 749</u>	<u>\$ 258</u>
(2) Accounts receivable	Associates	\$ 61,881	\$ 55,251	\$ 67,438
	Other related parties	2	2	2
		<u>\$ 61,883</u>	<u>\$ 55,253</u>	<u>\$ 67,440</u>
(3) Other receivables	HENGST TECHNOLOGY CO., LTD.	<u>\$ 16,643</u>	<u>\$ —</u>	<u>\$ 29,376</u>

Payables

	Related Parties	March 31, 2023	December 31, 2022	March 31, 2022
Other payables	HENGST TECHNOLOGY CO., LTD.	\$ 792,182	\$ 165,644	\$ 213,821
	Associates	833	—	—
	Other related parties	4,028	4,661	3,369
		<u>\$ 797,043</u>	<u>\$ 170,305</u>	<u>\$ 217,190</u>

Prepayments

Related Parties	March 31, 2023	December 31, 2022	March 31, 2022
Associates	<u>\$ —</u>	<u>\$ 7,779</u>	<u>\$ 28,852</u>

Contract liabilities

Related Parties	March 31,2023	December 31,2022	March 31,2022
Associates	\$ 2,711	\$ —	\$ —

Receipts in advance

Related Parties	March 31,2023	December 31,2022	March 31,2022
Other related parties	\$ —	\$ —	\$ 25

Guarantee deposits

Related Parties	March 31,2023	December 31,2022	March 31,2022
Associates	\$ 354	\$ 354	\$ 254

(d) Key management personnel compensation disclosure

Item	For The Three Months Ended March 31	
	2023	2022
Short-term employee benefits	\$ 25,523	\$ 22,366
Post-employment benefits	1,210	1,165
	<u>\$ 26,733</u>	<u>\$ 24,531</u>

The Company's key management personnel include directors, supervisors, president, general manager and financial director.

Please refer to Annual Report for related information of key management personnel compensation.

37.Mortgage Assets

As of March 31, 2023, December 31, 2022 and March 31, 2022, certain assets were pledged as collateral to secure debts and engineering performance bond. The net book value of such assets as of March 31, 2023, December 31, 2022 and March 31, 2022 were summarized as follows:

	March 31,2023		December 31,2022		March 31,2022	
	Number of shares	Original cost	Number of shares	Original cost	Number of shares	Original cost
Investments accounted for using equity method — Jung Shing Wire Co., Ltd	<u>24,329,000</u>	<u>\$ 307,316</u>	<u>24,329,000</u>	<u>\$ 307,316</u>	<u>28,200,000</u>	<u>\$ 356,213</u>

	March 31, 2023		December 31, 2022		March 31, 2022	
	Number of shares	Original cost	Number of shares	Original cost	Number of shares	Original cost
Financial assets at fair value through profit or loss — Winway Technology CO., LTD	—	\$ —	144,000	\$ 18,479	—	\$ —
Financial assets at fair value through other comprehensive income— Sun Ba Power Corporation	30,000,000	\$ 464,250	30,000,000	\$ 464,250	30,000,000	\$ 464,250
Sub-subsidiary stock— SIN JHONG SOLAR POWER CO., LTD.	80,000,000	\$ 800,000	80,000,000	\$ 800,000	80,000,000	\$ 800,000
JHIH-GUANG ENERGY CO., LTD.	72,420,000	\$ 724,200	72,420,000	\$ 724,200	48,450,000	\$ 484,500

	March 31, 2023	December 31, 2022	March 31, 2022
Property, plant and equipment— Land (include revaluation increments)	\$ 1,186,397	\$ 1,186,695	\$ 1,186,732
Buildings, net	180,939	190,326	207,198
Machinery and equipment, net	5,061,641	5,136,514	5,376,702
Other equipment, net	109,193	112,096	—
	<u>\$ 6,538,170</u>	<u>\$ 6,625,631</u>	<u>\$ 6,770,632</u>
Right-of-use assets (Long-term prepayments for leases)	<u>\$ 12,795</u>	<u>\$ 12,952</u>	<u>\$ 13,415</u>
Investment property-land and Buildings	<u>\$ 700,381</u>	<u>\$ 700,421</u>	<u>\$ 700,540</u>
Refundable deposits	<u>\$ 217,179</u>	<u>\$ 88,750</u>	<u>\$ 119,434</u>
Other current assets— Mortgage demand deposits	<u>\$ 269,394</u>	<u>\$ 258,954</u>	<u>\$ 36,561</u>
Other non-current assets— Mortgage demand deposits	<u>\$ 684,018</u>	<u>\$ 772,248</u>	<u>\$ 590,161</u>

38. Commitments And Contingent Liabilities

Significant contingent liabilities and unrecognized commitments of the Group as of the end of the reporting period, excluding those disclosed in other notes, were as follows :

- (a) As of March 31, 2023, TA YA had outstanding usance letters of credit amounting to approximately NTD\$34,773 thousand (JPY\$151,980 thousand).

- (b) TA YA pledged guarantee deposits amounting to NTD\$1,024,637 thousand due to the wire and cable installation project.
- (c) The balance of deposit guarantee notes due to taking out bank loans, issuing letter of credit guarantee, endorsement guarantee, and commercial paper was \$4,917,936 thousand.
- (d) TA YA, HENG YA ELECTRIC (DONGGUAN), TAYA ZHANGZHOU, and CUPRIME MATERIAL entered into contracts of copper procurement with 40,256 ton.
- (e) TA HO engaged into a contract of wire and cable installation project. As of March 31, 2023, NTD\$360,283 thousand had not been paid.
- (f) TA YA, CUPRIME MATERIAL, HENG YA ELECTRIC (DONGGUAN), HENG YA ELECTRIC (KUNSHAN) and TAYA ZHANGZHOU entered into contracts of machinery, equipment and construction in progress procurement with the amount of NTD\$342,585 thousand. As of March 31, 2023, NTD\$144,522 thousand had not been paid.
- (g) TA HO ENGINEERING, CO., LTD. With FURUKAWA ELECTRIC CO., LTD. signed a long-term technical consultant contract, promising to pay USD 7 thousand per month, and the total amount to be paid in the next year is USD 84 thousand.
- (h) BOSI, TOUCH and TA YA signed a contract with HENGST TECHNOLOGY CO., LTD. for solar system development services and project construction. As of March 31, 2023, the portion of the contracts not yet recognized was NTD\$153,581 thousand.
- (i) The former employee filed a civil lawsuit against CUGREEN METAL TECH CO., LTD. for payment of remuneration, which has been remanded by the Supreme Court. The operations of the Group will not be materially affected by this case.
- (j) FU CHERNG INDUSTRIAL CO., LTD. filed a civil lawsuit against CUGREEN METAL TECH CO., LTD. for damage compensation, which is currently being heard by the Supreme Court. The operations of the Group will not be materially affected by this case.
- (k) The company's lawsuit filed by the land owner for demolition and land return due to the occupation of adjacent land found in the factory boundary verification is now being heard by the local court. The operations of the Company will not be materially affected by this case.

39. Significant Losses From Disasters : N/A

40. Significant Subsequent Events : N/A

41.Others : N/A

42.Segment Information

a. Basic information

1) Classification

Information reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance focuses on the types of goods or services delivered or provided.

(1) Electric wire & cable

The segment mainly engages in the manufacturing and sale of electric wire & cable.

(2) Solar power plants

The segment mainly engages in the development of solar power plants for renewable energy.

2) Estimates of operating segment income and expenses, assets and liabilities

The significant accounting principles of each operating segment are the same as those stated in Note 4 to the consolidated financial statements. The Group's operating segment profit or loss represents the profit or loss earned by each segment. The profit or loss is controllable by income before income tax and is the basis for assessment of segment performance. Sales and transfers between segments are treated as transactions with third parties and evaluated at fair value.

The Group does not allocate income tax expense (benefit), investment income (loss) recognized under the equity method, foreign exchange gain (loss), net investment income (loss), gain (loss) on disposal of investments, gain (loss) on valuation of financial assets and liabilities and extraordinary items to reportable segments. The amounts reported are consistent with the report used by operating decision-makers.

3) Identification of operating segments

The reported operating segments are classified according to the different products and services that are managed separately because they use different technology and selling strategies.

b. Financial information

1) Segment revenues and results

	Three Months Ended March 31, 2023		
	Electric wire & cable	Solar power plants	Total
Revenue from external customers	\$ 5,977,820	\$ 313,695	\$ 6,291,515
Operating profit	162,933	110,814	273,747
Net non-operating income (expenses)			
Net interest income (expenses)			(128,693)
Dividend income			1,367
Share of profits of associates accounted for using the equity method			6,806
Gain on disposal of property, plant and equipment			608
Gain on disposal of investments			1,244,358
Net foreign exchange gain			2,967
Net gain of financial assets and liabilities at fair value through profit or loss			592,422
Other gains			9,831
Consolidated income before income tax			2,003,413
	Three Months Ended March 31, 2022		
	Electric wire & cable	Solar power plants	Total
Revenue from external customers	\$ 6,544,474	\$ 155,589	\$ 6,700,063
Operating profit	282,219	51,173	333,392
Net non-operating income (expenses)			
Net interest income (expenses)			(83,755)
Dividend income			1,056
Share of profits of associates accounted for using the equity method			(1,706)
Gain on disposal of property, plant and equipment			533
Gain on disposal of investments			(5,726)
Net foreign exchange gain			(23,658)
Net gain of financial assets and liabilities at fair value through profit or loss			113,569
Other gains			17,674
Consolidated income before income tax			351,379

2) Segment assets and liabilities

	Electric wire & cable	Solar power plants	Total
Segment assets			
March 31,2023	\$ 29,805,006	\$ 12,727,553	\$ 42,532,559
March 31,2022	\$ 25,765,212	\$ 8,957,451	\$ 34,722,663
Segment liabilities			
March 31,2023	\$ 18,488,896	\$ 9,695,876	\$ 28,184,772
March 31,2022	\$ 16,233,790	\$ 6,592,034	\$ 22,825,824

c. Geographical information

Three Months Ended March 31,2023				
	Taiwan	Asia	Consolidated write-off	Total
Segment Revenue				
Revenue from				
External Customers	\$ 5,597,774	\$ 1,597,284	\$ (903,543)	\$ 6,291,515
Interest income	6,935	4,900	(321)	11,514
	<u>\$ 5,604,709</u>	<u>\$ 1,602,184</u>	<u>\$ (906,864)</u>	<u>\$ 6,303,029</u>
Segment Profit and Loss	<u>\$ 3,465,985</u>	<u>\$ (70,040)</u>	<u>\$ (1,392,532)</u>	<u>\$ 2,003,413</u>
Non-current Assets	<u>\$ 16,701,612</u>	<u>\$ 829,902</u>	<u>\$ (231,803)</u>	<u>\$ 17,299,711</u>
Segment total assets	<u>\$ 49,427,761</u>	<u>\$ 4,802,891</u>	<u>\$ (11,698,093)</u>	<u>\$ 42,532,559</u>
Three Months Ended March 31,2022				
	Taiwan	Asia	Consolidated write-off	Total
Segment Revenue				
Revenue from				
External Customers	\$ 5,430,554	\$ 2,017,372	\$ (747,863)	\$ 6,700,063
Interest income	599	1,955	(1,221)	1,333
	<u>\$ 5,431,153</u>	<u>\$ 2,019,327</u>	<u>\$ (749,084)</u>	<u>\$ 6,701,396</u>
Segment Profit and Loss	<u>\$ 445,105</u>	<u>\$ (20,968)</u>	<u>\$ (72,758)</u>	<u>\$ 351,379</u>
Non-current Assets	<u>\$ 12,586,383</u>	<u>\$ 861,752</u>	<u>\$ (189,065)</u>	<u>\$ 13,259,070</u>
Segment total assets	<u>\$ 37,706,409</u>	<u>\$ 5,942,633</u>	<u>\$ (8,926,379)</u>	<u>\$ 34,722,663</u>

d. Major customer information

For the Three Months Ended March 31, 2023 and 2022, there was no other individual customer exceeded 10% of the Group's operating revenue.