PHOENIX SILICON INTERNATIONAL CORPORATION

FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REVIEW REPORT

MARCH 31, 2024 AND 2023

For the convenience of readers and for information purpose only, the auditors' report and the accompanying financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. In the event of any discrepancy between the English version and the original Chinese version or any differences in the interpretation of the two versions, the Chinese-language auditors' report and financial statements shall prevail.

PHOENIX SILICON INTERNATIONAL CORPORATION

MARCH 31, 2024 AND 2023 FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REVIEW REPORT

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INDEPENDENT AUDITORS' REVIEW REPORT TRANSLATED FROM CHINESE

PWCR24000025

To the Board of Directors and Shareholders of Phoenix Silicon International Corporation

Introduction

We have reviewed the accompanying balance sheets of Phoenix Silicon International Corporation (the "Company") as at March 31, 2024 and 2023, and the related statements of comprehensive income, of changes in equity and of cash flows for the three months then ended, and notes to the financial statements, including a summary of material accounting policies. Management is responsible for the preparation and fair presentation of these financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" that came into effect as endorsed by the Financial Supervisory Commission. Our responsibility is to express a conclusion on these financial statements based on our reviews.

Scope of review

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

Conclusion

Based on our reviews, nothing has come to our attention that causes us to believe that the accompanying financial statements do not present fairly, in all material respects, the financial position of the Company as at March 31, 2024 and 2023, and of its financial performance and its cash flows for the three months then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" that came into effect as endorsed by the Financial Supervisory Commission.

Liu, Chien-Yu　　　　　Li, Tien-Yi

For and on behalf of PricewaterhouseCoopers, Taiwan

May 10, 2024

The accompanying financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles generally accepted in countries and jurisdictions other than the Republic of China. The standards, procedures and practices in the Republic of China governing the audit of such financial statements may differ from those generally accepted in countries and jurisdictions other than the Republic of China. Accordingly, the accompanying financial statements and independent auditors' report are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice.

As the financial statements are the responsibility of the management, PricewaterhouseCoopers cannot accept any liability for the use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation.

PHOENIX SILICON INTERNATIONAL CORPORATION
BALANCE SHEETS
MARCH 31, 2024, DECEMBER 31, 2023 AND MARCH 31, 2023
(Expressed in thousands of New Taiwan dollars)
(The balance sheets as of March 31, 2024 and 2023 are reviewed, not audited)

	Assets	Notes	March 31, 2024 AMOUNT	%	December 31, 2023 AMOUNT	%	March 31, 2023 AMOUNT	%
	Current assets							
1100	Cash and cash equivalents	6(1)	$ 1,548,055	17	$ 1,551,126	17	$ 954,298	11
1110	Current financial assets at fair value through profit or loss	6(2)	-	-	1,321	-	96,596	1
1140	Current contract assets	6(20)	473,868	6	497,682	6	325,767	4
1150	Notes receivable, net	6(4)	-	-	-	-	40	-
1170	Accounts receivable, net	6(4)	356,089	4	379,363	4	440,593	5
1200	Other receivables		13,645	-	3,005	-	21,029	-
130X	Inventories	6(5)	200,718	2	211,588	2	255,097	3
1410	Prepayments		12,717	-	19,259	-	10,159	-
1460	Non-current assets or disposal groups classified as held for sale, net	6(10)	87,851	1	102,822	1	-	-
1470	Other current assets		461	-	2,253	-	1,332	-
11XX	**Current Assets**		2,693,404	30	2,768,419	30	2,104,911	24
	Non-current assets							
1535	Non-current financial assets at amortised cost	6(3) and 9	13,555	-	13,555	-	13,055	-
1600	Property, plant and equipment	6(6) and 9	5,710,208	64	5,849,745	64	5,901,895	68
1755	Right-of-use assets	6(7)	332,945	4	325,694	4	332,817	4
1780	Intangible assets		27,081	-	30,468	-	22,139	-
1840	Deferred income tax assets		22,834	-	27,568	-	24,776	1
1900	Other non-current assets	6(9)	199,729	2	168,553	2	260,660	3
15XX	**Non-current assets**		6,306,352	70	6,415,583	70	6,555,342	76
1XXX	**Total assets**		$ 8,999,756	100	$ 9,184,002	100	$ 8,660,253	100

(Continued)

PHOENIX SILICON INTERNATIONAL CORPORATION
BALANCE SHEETS
MARCH 31, 2024, DECEMBER 31, 2023 AND MARCH 31, 2023
(Expressed in thousands of New Taiwan dollars)
(The balance sheets as of March 31, 2024 and 2023 are reviewed, not audited)

	Liabilities and Equity	Notes	March 31, 2024 AMOUNT	%	December 31, 2023 AMOUNT	%	March 31, 2023 AMOUNT	%
	Current liabilities							
2120	Financial liabilities at fair value through profit or loss - current	6(11)	$ 1,315	-	$ -	-	$ 484	-
2130	Current contract liabilities	6(20)	79	-	79	-	365	-
2170	Accounts payable		127,718	2	139,525	2	210,904	2
2200	Other payables	6(12)	347,965	4	368,542	4	419,141	5
2230	Current income tax liabilities		30,858	-	25,011	-	38,989	1
2280	Current lease liabilities		17,913	-	14,251	-	14,425	-
2320	Long-term liabilities, current portion	6(13) and 9	580,062	7	619,925	7	654,239	8
2399	Other current liabilities, others		77	-	166	-	4,460	-
21XX	**Current Liabilities**		1,105,987	13	1,167,499	13	1,343,007	16
	Non-current liabilities							
2540	Long-term borrowings	6(13) and 9	3,532,261	39	3,722,784	41	3,899,297	45
2550	Provisions for liabilities - non-current	6(15)	21,898	-	21,472	-	17,623	-
2570	Deferred tax liabilities		1,482	-	1,278	-	-	-
2580	Non-current lease liabilities		314,489	4	310,883	3	321,511	4
2600	Other non-current liabilities		25,205	-	24,652	-	25,816	-
25XX	**Non-current liabilities**		3,895,335	43	4,081,069	44	4,264,247	49
2XXX	**Total Liabilities**		5,001,322	56	5,248,568	57	5,607,254	65
	Equity							
	Share capital	6(17)						
3110	Share capital - common stock		1,726,280	19	1,726,280	19	1,526,280	18
	Capital surplus	6(18)						
3200	Capital surplus		1,449,236	16	1,449,236	16	744,327	8
	Retained earnings	6(19)						
3310	Legal reserve		197,755	2	197,755	2	164,774	2
3350	Unappropriated retained earnings		625,163	7	562,163	6	617,618	7
3XXX	**Total equity**		3,998,434	44	3,935,434	43	3,052,999	35
	Significant Contingent Liabilities and Unrecognised Contract Commitments	9						
	Significant Events After the Balance Sheet Date	11						
3X2X	**Total liabilities and equity**		$ 8,999,756	100	$ 9,184,002	100	$ 8,660,253	100

The accompanying notes are an integral part of these financial statements.

PHOENIX SILICON INTERNATIONAL CORPORATION
STATEMENTS OF COMPREHENSIVE INCOME
THREE MONTHS ENDED MARCH 31, 2024 AND 2023
(Expressed in thousands of New Taiwan dollars, expect for earnings per share amounts)
(UNAUDITED)

	Items	Notes	Three months ended March 31 2024 AMOUNT	%	2023 AMOUNT	%
4000	Sales revenue	6(20)	$ 735,445	100	$ 852,251	100
5000	Operating costs	6(5)(25)(26)	(594,842)	(81)	(648,126)	(76)
5950	Gross profit from operating		140,603	19	204,125	24
	Operating expenses	6(25)(26)				
6100	Selling expenses		(9,437)	(1)	(10,764)	(1)
6200	Administrative expenses		(80,020)	(11)	(88,843)	(11)
6300	Research and development expenses		(12,560)	(2)	(34,560)	(4)
6000	Total operating expenses		(102,017)	(14)	(134,167)	(16)
6900	Operating profit		38,586	5	69,958	8
	Non-operating income and expenses					
7100	Interest income	6(21)	3,934	1	735	-
7010	Other income	6(22) and 7	1,802	-	1,009	-
7020	Other gains and losses	6(23)	45,718	6	12,114	1
7050	Finance costs	6(24)	(16,097)	(2)	(10,119)	(1)
7060	Share of loss of associates and joint ventures accounted for using equity method		-	-	(3,415)	-
7000	Total non-operating income and expenses		35,357	5	324	-
7900	**Profit before income tax**		73,943	10	70,282	8
7950	Income tax expense	6(27)	(10,943)	(1)	(8,693)	(1)
8200	**Profit for the period**		$ 63,000	9	$ 61,589	7
8300	**Total other comprehensive income for the period**		$ -	-	$ -	-
8500	**Total comprehensive income for the period**		$ 63,000	9	$ 61,589	7
	Basic earnings per share	6(28)				
9750	Total basic earnings per share		$ 0.36		$ 0.40	
	Diluted earnings per share	6(28)				
9850	Total diluted earnings per share		$ 0.36		$ 0.40	

The accompanying notes are an integral part of these financial statements.

PHOENIX SILICON INTERNATIONAL CORPORATION
STATEMENTS OF CHANGES IN EQUITY
THREE MONTHS ENDED MARCH 31, 2024 AND 2023
(Expressed in thousands of New Taiwan dollars)
(UNAUDITED)

				Retained earnings		
	Notes	Share capital - common stock	Capital surplus, additional paid-in capital	Legal reserve	Unappropriated retained earnings	Total equity
Three months ended March 31, 2023						
Balance at January 1, 2023		$ 1,526,280	$ 744,225	$ 164,774	$ 556,029	$ 2,991,308
Profit for the period		-	-	-	61,589	61,589
Total comprehensive income		-	-	-	61,589	61,589
Changes in equity of associate	6(18)	-	102	-	-	102
Balance at March 31, 2023		$ 1,526,280	$ 744,327	$ 164,774	$ 617,618	$ 3,052,999
Three months ended March 31, 2024						
Balance at January 1, 2024		$ 1,726,280	$ 1,449,236	$ 197,755	$ 562,163	$ 3,935,434
Profit for the period		-	-	-	63,000	63,000
Total comprehensive income		-	-	-	63,000	63,000
Balance at March 31, 2024		$ 1,726,280	$ 1,449,236	$ 197,755	$ 625,163	$ 3,998,434

The accompanying notes are an integral part of these financial statements.

PHOENIX SILICON INTERNATIONAL CORPORATION
STATEMENTS OF CASH FLOWS
THREE MONTHS ENDED MARCH 31, 2024 AND 2023
(Expressed in thousands of New Taiwan dollars)
(UNAUDITED)

	Notes	Three months ended March 31 2024	Three months ended March 31 2023
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		$ 73,943	$ 70,282
Adjustments			
Adjustments to reconcile profit (loss)			
Depreciation	6(25)	212,783	166,393
Amortization	6(25)	3,866	3,521
Net loss on financial assets or liabilities at fair value through profit or loss	6(2)(11)(23)	1,567	1,106
Interest expense	6(24)	16,097	10,119
Interest income	6(21)	(3,934)	(735)
Share of loss of associates accounted for using equity method		-	3,415
Loss (gain) on disposals of property, plant and equipment	6(23)	212	(37)
Gain on disposal of non-current assets held for sale	6(10)(23)	(25,522)	-
Gain on disposal of investments	6(23)	-	(17,044)
Profit from lease modification	6(23)	-	(5)
Changes in operating assets and liabilities			
Changes in operating assets			
Financial asset at fair value through profit or loss, mandatorily measured at fair value		1,070	-
Contract assets		23,814	(59,328)
Notes receivable		-	46
Accounts receivable		23,274	(26,502)
Other receivables		(9,091)	5,076
Inventories		10,870	3,702
Prepayments		6,542	4,042
Other current assets		1,276	-
Other non-current assets		24,665	109
Changes in operating liabilities			
Financial liabilities held for trading		-	(1,146)
Contract liabilities		-	225
Accounts payable		(11,807)	(23,609)
Other payables		(25,746)	(84,410)
Other current liabilities		(89)	4,093
Net defined benefit liability		(239)	(371)
Long-term payables		792	546
Cash inflow generated from operations		324,343	59,488
Interest received		2,384	679
Interest paid		(14,536)	(8,107)
Income tax paid		(158)	(2,625)
Net cash flows from operating activities		312,033	49,435

(Continued)

PHOENIX SILICON INTERNATIONAL CORPORATION
STATEMENTS OF CASH FLOWS
THREE MONTHS ENDED MARCH 31, 2024 AND 2023
(Expressed in thousands of New Taiwan dollars)
(UNAUDITED)

	Notes	Three months ended March 31 2024	2023
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from disposal of non-current assets held for sale		$ 40,493	$ -
Acquisition of property, plant and equipment	6(29)	(116,249)	(228,724)
Proceeds from disposal of property, plant and equipment		28	14,000
Acquisition of intangible assets	6(29)	(479)	(1,241)
Increase in refundable deposits		(1,171)	(730)
Decrease in refundable deposits		1,355	534
Capitalisation of interest paid		(4,093)	(9,489)
Net cash flows used in investing activities		(80,116)	(225,650)
CASH FLOWS FROM FINANCING ACTIVITIES			
Increase in long-term borrowings	6(30)	-	100,000
Repayment of long-term borrowings	6(30)	(230,450)	(36,139)
Increase in guarantee deposits received	6(30)	14	24
Decrease in guarantee deposits received	6(30)	(14)	(61)
Repayment of principal portion of lease liabilities	6(30)	(4,538)	(3,651)
Net cash flows (used in) from financing activities		(234,988)	60,173
Net decrease in cash and cash equivalents		(3,071)	(116,042)
Cash and cash equivalents at beginning of period	6(1)	1,551,126	1,070,340
Cash and cash equivalents at end of period	6(1)	$ 1,548,055	$ 954,298

The accompanying notes are an integral part of these financial statements.

PHOENIX SILICON INTERNATIONAL CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
THREE MONTHS ENDED MARCH 31, 2024 AND 2023
(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

1. History and Organisation

Phoenix Silicon International Corporation (the “Company”) was incorporated as a company limited by shares under the provisions of the Company Act of the Republic of China (R.O.C) in March 1997 and has begun operations in June 1998. The Company is primarily engaged in the research, development, manufacture and sale of regenerative wafers, test wafers, product wafers, solar cells, energy storage lithium batteries and the import and export trade related to the Company's business.

2. The Date of Authorisation for Issuance of the Financial Statements and Procedures for Authorisation

These financial statements were authorised for issuance by the Board of Directors on May 10, 2024.

3. Application of New Standards, Amendments and Interpretations

(1) Effect of the adoption of new issuances of or amendments to International Financial Reporting Standards (“IFRS®”) Accounting Standards that came into effect as endorsed by the Financial Supervisory Commission (“FSC”)

New standards, interpretations and amendments endorsed by the FSC and became effective from 2024 are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Amendments to IFRS 16, ‘Lease liability in a sale and leaseback’	January 1, 2024
Amendments to IAS 1, ‘Classification of liabilities as current or non-current’	January 1, 2024
Amendments to IAS 1, ‘Non-current liabilities with covenants’	January 1, 2024
Amendments to IAS 7 and IFRS 7, ‘Supplier finance arrangements’	January 1, 2024

The above standards and interpretations have no significant impact to the Company’s financial condition and financial performance based on the Company’s assessment.

(2) Effect of new issuances of or amendments to IFRS Accounting Standards as endorsed by the FSC but not yet adopted by the Company

None.

(3) IFRS issued by IASB but not yet endorsed by the FSC

New standards, interpretations and amendments issued by IASB but not yet included in the IFRS Accounting Standards as endorsed by the FSC are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
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 International Accounting Standards Board
IFRS 17, 'Insurance contracts'	January 1, 2023
Amendments to IFRS 17, 'Insurance contracts'	January 1, 2023
Amendment to IFRS 17, 'Initial application of IFRS 17 and IFRS 9 – comparative information'	January 1, 2023
IFRS 18, 'Presentation and disclosure in financial statements'	January 1, 2027
Amendments to IAS 21, 'Lack of exchangeability'	January 1, 2025

Except for the following, the above standards and interpretations have no significant impact to the Company's financial condition and financial performance based on the Company's assessment.

IFRS 18, 'Presentation and disclosure in financial statements'

IFRS 18, 'Presentation and disclosure in financial statements' replaces IAS 1. The standard introduces a defined structure of the statement of profit or loss, disclosure requirements related to management-defined performance measures, and enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes.

4. Summary of Significant Accounting Policies

The principal accounting policies adopted are consistent with Note 4 in the consolidated financial statements for the year ended December 31, 2023, except for the compliance statement, basis of preparation and additional policies as set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

(1) Compliance statement

A. The financial statements of the Company have been prepared in accordance with the "Regulations Governing the Preparation of Financial Reports by Securities Issuers" and the International Accounting Standard 34, 'Interim financial reporting' that came into effect as endorsed by the FSC.

B. These financial statements are to be read in conjunction with the consolidated financial statements for the year ended December 31, 2023.

(2) Basis of preparation

A. Except for the following items, the financial statements have been prepared under the historical cost convention:

(a) Financial assets and financial liabilities (including derivative instruments) at fair value through profit or loss.

(b) Defined benefit liabilities recognised based on the net amount of pension fund assets less present value of defined benefit obligation.

B. The preparation of financial statements in conformity with International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations that came into effect as endorsed by the FSC (collectively referred herein as the "IFRSs") requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the parent company only financial statements are disclosed in Note 5.

(3) Employee benefits

Pension cost for the interim period is calculated on a year-to-date basis by using the pension cost rate derived from the actuarial valuation at the end of the prior financial year, adjusted for significant market fluctuations since that time and for significant curtailments, settlements, or other significant one-off events. Also, the related information is disclosed accordingly.

(4) Income tax

The interim period income tax expense is recognised based on the estimated average annual effective income tax rate expected for the full financial year applied to the pretax income of the interim period, and the related information is disclosed accordingly.

5. Critical Accounting Judgements, Estimates and Key Sources of Assumption Uncertainty

There was no significant change in the reporting period. Please refer to Note 5 in the consolidated financial statements for the year ended December 31, 2023.

6. Details of Significant Accounts

(1) Cash and cash equivalents

	March 31, 2024	December 31, 2023	March 31, 2023
Cash on hand and petty cash	$ 220	$ 218	$ 227
Demand deposits	577,507	610,908	614,071
Time deposits	970,328	940,000	340,000
Total	$ 1,548,055	$ 1,551,126	$ 954,298

A. The Company transacts with a variety of financial institutions all with high credit quality to disperse credit risk, so it expects that the probability of counterparty default is remote.

B. The Company has no cash and cash equivalents pledged to others. For pledged time deposits that were accounted as financial assets at amortised cost, please refer to Note 8.

(2) Financial assets at fair value through profit or loss

items	March 31, 2024	December 31, 2023	March 31, 2023
Current items:			
Unlisted stocks	$ -	$ -	$ 96,072
Derivative instruments	-	1,321	524
Total	$ -	$ 1,321	$ 96,596

A. Amounts recognised in profit or loss in relation to financial assets at fair value through profit or loss are listed below:

	Three months ended March 31, 2024	Three months ended March 31, 2023
Financial assets mandatorily measured at fair value through profit or loss		
Derivative instruments	($ 164)	$ 524

B. On February 1, 2023, the convertible bonds which were issued by Phoenix Battery Corporation were all converted into common stocks. As a result, the Company's ownership of Phoenix Battery Corporation dropped from 25.28% to 18.07%. Thus, starting from the date, the Company did not have significant influence on Phoenix Battery Corporation. The Company recognised current financial assets at fair value through profit or loss on the ownership investment of 18.07% according to the fair value at that date in the amount of $96,072, reclassified all of the amounts previously recognised in capital surplus from equity to profit or loss in the amount of $9,571 due to changes in ownership interests in the associate, and then recognised gains on disposal of investments in the amount of $26,615.

C. The Company gradually disposed all the shares of Phoenix Battery Corporation from July 2023 to December 2023, for proceeds of $241,106, and the gain on disposal amounted to $142,044.

D. The Company entered into contracts relating to derivative financial assets which were not accounted for under hedge accounting. The information is listed below:

March 31, 2024: None.

Non-hedging derivative financial assets	December 31, 2023 Contract amount (notional principal)	December 31, 2023 Contract period
Current items:		
Forward foreign exchange contracts	USD 2,000	2023.12.13~2024.01.05

Non-hedging derivative financial assets	March 31, 2023 Contract amount (notional principal)	March 31, 2023 Contract period
Current items:		
Forward foreign exchange contracts	USD 1,900	2023.3.10~2023.05.05

The Company entered into forward foreign exchange contracts to hedge exchange rate risk of export proceeds. However, these forward foreign exchange contracts are not accounted for under hedge accounting.

E. Information relating to credit risk of financial assets at fair value through profit or loss is provided in Note 12(2).

(3) Financial assets at amortised cost

Items	March 31, 2024	December 31, 2023	March 31, 2023
Non-current items：			
Pledged time deposits	$ 13,555	$ 13,555	$ 13,055

A. Amounts recognised in profit or loss in relation to financial assets at amortised cost are listed below:

	Three months ended March 31	
	2024	2023
Interest income	$ 32	$ 22

B. Details of the Company's financial assets at amortised cost pledged to others as collateral are provided in Note 8.

C. Information relating to credit risk of financial assets at amortised cost is provided in Note 12(2). The counterparties of the Company's investments in certificates of deposit are financial institutions with high credit quality, so the Company expects that the probability of counterparty default is remote.

(4) Notes and accounts receivable

	March 31, 2024	December 31, 2023	March 31, 2023
Notes receivable	$ -	$ -	$ 40
Accounts receivable	$ 356,089	$ 379,363	$ 440,593
Less: Allowance for uncollectible accounts	-	-	-
	$ 356,089	$ 379,363	$ 440,593

A. The ageing analysis of accounts receivable and notes receivable that were past due but not impaired is as follows:

	March 31, 2024		December 31, 2023		March 31, 2023	
	Accounts receivable	Notes receivable	Accounts receivable	Notes receivable	Accounts receivable	Notes receivable
Not past due	$ 355,804	$ -	$ 378,689	$ -	$ 431,923	$ 40
Up to 30 days	92	-	534	-	8,670	-
31 to 90 days	193	-	140	-	-	-
	$ 356,089	$ -	$ 379,363	$ -	$ 440,593	$ 40

The above ageing analysis was based on past due date.

B. As of March 31, 2024, December 31, 2023 and March 31, 2023, accounts receivable and notes receivable were all from contracts with customers. As of January 1, 2023, the balance of receivables from contracts with customers amounted to $414,177.

C. The Company has no notes and accounts receivable pledged to others as collateral.

D. As of March 31, 2024, December 31, 2023 and March 31, 2023, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the Company's notes and accounts receivable were $0, $0 and $40; $356,089, $379,363 and $440,593, respectively.

E. Information relating to credit risk of accounts receivable and notes receivable is provided in Note 12(2).

(5) Inventories

	March 31, 2024		
	Cost	Allowance for valuation loss	Book value
Raw materials	$ 266,457	($ 75,693)	$ 190,764
Work in progress	1,848	(96)	1,752
Finished goods	8,540	(338)	8,202
Total	$ 276,845	($ 76,127)	$ 200,718

	December 31, 2023		
	Cost	Allowance for valuation loss	Book value
Raw materials	$ 280,837	($ 85,143)	$ 195,694
Work in progress	1,847	(85)	1,762
Finished goods	14,397	(265)	14,132
Total	$ 297,081	($ 85,493)	$ 211,588

	March 31, 2023		
	Cost	Allowance for valuation loss	Book value
Raw materials	$ 307,748	($ 64,472)	$ 243,276
Work in progress	1,992	(33)	1,959
Finished goods	10,874	(1,012)	9,862
Total	$ 320,614	($ 65,517)	$ 255,097

The cost of inventories recognised as expense for the period:

	Three months ended March 31, 2024	Three months ended March 31, 2023
Cost of goods sold	$ 605,681	$ 643,608
(Gain on reversal of) loss on decline in market value	(9,366)	6,691
Revenue from sales of scraps	-	(33)
Others	(1,473)	(2,140)
	$ 594,842	$ 648,126

For the three months ended March 31, 2024, the Company reversed a previous inventory write-down and accounted for as reduction of cost of goods sold because of active inventory closeout.

(6) Property, plant and equipment

	2024						
	Buildings and structures	Machinery and equipment	Transportation equipment	Office equipment	Other equipment	Unfinished construction and equipment pending acceptance	Total
At January 1							
Cost	$ 2,519,688	$ 5,966,522	$ 6,363	$ 37,274	$ 68,523	$ 766,203	$ 9,364,573
Accumulated depreciation	(727,730)	(2,730,956)	(4,091)	(11,794)	(40,257)	-	(3,514,828)
	$ 1,791,958	$ 3,235,566	$ 2,272	$ 25,480	$ 28,266	$ 766,203	$ 5,849,745
At January 1	$ 1,791,958	$ 3,235,566	$ 2,272	$ 25,480	$ 28,266	$ 766,203	$ 5,849,745
Additions	14,653	3,492	-	598	497	74,303	93,543
Disposals	-	(240)	-	-	-	-	(240)
Reclassifications (transfers)	10,025	75,073	-	-	-	(109,710)	(24,612)
Depreciation charge	(58,378)	(144,643)	(301)	(1,829)	(3,077)	-	(208,228)
At March 31	$ 1,758,258	$ 3,169,248	$ 1,971	$ 24,249	$ 25,686	$ 730,796	$ 5,710,208
At March 31							
Cost	$ 2,544,365	$ 5,971,213	$ 6,363	$ 37,874	$ 69,020	$ 730,796	$ 9,359,631
Accumulated depreciation	(786,107)	(2,801,965)	(4,392)	(13,625)	(43,334)	-	(3,649,423)
	$ 1,758,258	$ 3,169,248	$ 1,971	$ 24,249	$ 25,686	$ 730,796	$ 5,710,208

	2023						
	Buildings and structures	Machinery and equipment	Transportation equipment	Office equipment	Other equipment	Unfinished construction and equipment pending acceptance	Total
At January 1							
Cost	$ 2,292,667	$ 4,280,007	$ 11,380	$ 25,393	$ 87,149	$ 2,015,824	$ 8,712,420
Accumulated depreciation	(651,328)	(2,370,806)	(7,845)	(18,687)	(52,412)	-	(3,101,078)
	$ 1,641,339	$ 1,909,201	$ 3,535	$ 6,706	$ 34,737	$ 2,015,824	$ 5,611,342
At January 1	$ 1,641,339	$ 1,909,201	$ 3,535	$ 6,706	$ 34,737	$ 2,015,824	$ 5,611,342
Additions	76,726	41,507	-	-	-	349,055	467,288
Disposals	-	(13,963)	-	-	-	-	(13,963)
Reclassifications (transfers)	21,568	644,252	-	-	-	(665,820)	-
Depreciation charge	(46,661)	(111,766)	(319)	(864)	(3,162)	-	(162,772)
At March 31	$ 1,692,972	$ 2,469,231	$ 3,216	$ 5,842	$ 31,575	$ 1,699,059	$ 5,901,895
At March 31							
Cost	$ 2,390,961	$ 4,927,760	$ 11,380	$ 25,394	$ 87,148	$ 1,699,059	$ 9,141,702
Accumulated depreciation	(697,989)	(2,458,529)	(8,164)	(19,552)	(55,573)	-	(3,239,807)
	$ 1,692,972	$ 2,469,231	$ 3,216	$ 5,842	$ 31,575	$ 1,699,059	$ 5,901,895

A. Amount of borrowing costs capitalised as part of property, plant and equipment and the range of the interest rates for such capitalisation are as follows:

	Three months ended March 31,	
	2024	2023
Amount capitalised	$ 4,093	$ 9,489
Range of the interest rates for capitalisation	1.65%~1.86%	1.51%~1.72%

B. Information about the property, plant and equipment that were pledged to others as collaterals is provided in Note 8.

(7) Leasing arrangements－lessee

A. The Company leases various assets including land and business vehicles. Rental contracts are typically made for periods of 2 to 20 years. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. The lease agreements do not impose covenants, but leased assets may not be used as security for borrowing purposes.

B. Short-term leases with a lease term of 12 months or less comprise employees' dorms, parking lots and warehouse. Low-value assets comprise of furniture and fixtures and other equipment.

C. The carrying amount of right-of-use assets and the depreciation charge are as follows:

	March 31, 2024	December 31, 2023	March 31, 2023
	Carrying amount	Carrying amount	Carrying amount
Land	$ 313,670	$ 316,543	$ 321,573
Buildings	19,188	8,932	10,632
Transportation equipment (Business vehicles)	87	219	612
	$ 332,945	$ 325,694	$ 332,817

	Three months ended March 31,	
	2024	2023
	Depreciation charge	Depreciation charge
Land	$ 2,874	$ 2,849
Buildings	1,550	566
Transportation equipment (Business vehicles)	131	206
	$ 4,555	$ 3,621

D. For the three months ended March 31, 2024 and 2023, the additions to right-of-use assets were $11,806 and $1,043, respectively.

E. The information on profit and loss accounts relating to lease contracts is as follows:

	Three months ended March 31,	
	2024	2023
Items affecting profit or loss		
Interest expense on lease liabilities	$ 1,103	$ 1,098
Expense on short-term lease contracts	419	2,623
Expense on leases of low-value assets	201	220
Profit from lease modification	-	5

F. For the three months ended March 31, 2024 and 2023, the Company's total cash outflow for leases were $6,261 and $7,592, respectively.

G. Extension and termination options

In determining the lease term, the Company takes into consideration all facts and circumstances that create an economic incentive to exercise an extension option. The assessment of lease period is reviewed if a significant event occurs which affects the assessment.

(8) Leasing arrangements－lessor

A. The Company leases various assets including buildings. Rental contracts are typically made for periods of 3 and 20 years. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. To protect the lessor's ownership rights on the leased assets, leased assets may not be used as security for borrowing purposes.

B. For the three months ended March 31, 2024 and 2023, the Company recognised rent income in the amounts of $397 and $387, respectively, based on the operating lease agreement, which does not include variable lease payments.

C. The maturity analysis of the lease payments under the operating leases is as follows:

	March 31, 2024			December 31, 2023			March 31, 2023	
2024	$	1,164	2024	$	1,547	2023	$	1,160
2025		597	2025		597	2024		1,547
2026		150	2026		150	2025		597
2027		150	2027		150	2026		150
After 2028		2,175	After 2028		2,175	After 2027		2,325
Total	$	4,236	Total	$	4,619	Total	$	5,779

(9) Other non-current assets

	March 31, 2024		December 31, 2023		March 31, 2023	
Prepayments for equipment	$	194,737	$	163,840	$	251,113
Prepayments for intangible assets		1,620		1,620		6,345
Guarantee deposits paid		3,372		3,040		3,040
Others		-		53		162
Total	$	199,729	$	168,553	$	260,660

(10) Non-current assets (or disposal groups) held for sale

A. The assets related to machinery equipment and other equipment have been reclassified as disposal groups held for sale following the approval of the Company's Board of Directors on November 6, 2023 to sell machinery equipment and other equipment. The assets of the disposal groups held for sale as at March 31,2024 amounted to $87,851.

Assets of disposal company held for sale:

	March 31, 2024		December 31, 2023		March 31, 2023	
Machinery and equipment	$	86,518	$	101,489	$	-
Other facilities		1,333		1,333		-
Total	$	87,851	$	102,822	$	-

B. The Company disposed non-current assets held for sale in the first quarter of 2024. The disposal proceeds was $40,493 and the cumulative gains on disposal was $25,522.

(11) Financial liabilities at fair value through profit or loss

Items	March 31, 2024	December 31, 2023	March 31, 2023
Current items:			
Financial liabilities held for trading			
Derivative instruments	$ 1,315	$ -	$ 484

A. Amounts recognised in profit or loss in relation to financial liabilities at fair value through profit or loss are listed below:

	Three months ended March 31,	
	2024	2023
Net losses recognised in profit or loss		
Financial liabilities held for trading		
Derivative instruments	($ 1,403)	($ 1,630)

B. Explanations of the transactions and contract information in respect of derivative financial liabilities that the Company does not adopt hedge accounting are as follows:

	March 31, 2024	
Derivative financial liabilities	Contract amount (Notional principal)	Contract period
Current items:		
Forward foreign exchange contracts	USD 3,000	2024.03.08~2024.04.01

December 31, 2023: None.

	March 31, 2023	
Derivative financial liabilities	Contract amount (Notional principal)	Contract period
Current items:		
Forward foreign exchange contracts	USD 6,000	2023.02.22~2023.05.05

The Company entered into forward foreign exchange contracts to buy to hedge exchange rate risk of export proceeds. However, these forward foreign exchange contracts are not accounted for under hedge accounting.

(12) Other payables

	March 31, 2024	December 31, 2023	March 31, 2023
Wages and salaries payable	$ 84,170	$ 116,053	$ 52,098
Payable on machinery and equipment	84,945	80,847	165,227
Employees' compensation and directors' remuneration payable	77,786	71,622	98,470
Payable on repair expenses	33,756	31,338	25,331
Other accrued expenses	67,308	68,682	78,015
Total	$ 347,965	$ 368,542	$ 419,141

(13) Long-term borrowings

Type of borrowings	Borrowing period and repayment term	Interest rate range	Collateral	March 31, 2024
Plant syndicated loan (Note 1)	2022.04.15~2029.04.15 Repayment by installments and installments over the agreed period	Floating rate	Buildings and structures	$ 385,600
Plant loan	2020.07.24~2035.07.24 Repayment by installments and installments over the agreed period	Floating rate	Buildings and structures	150,685
Mid-term secured syndicated loan (Note 1)	2022.06.15~2029.06.15 Repayment by installments and installments over the agreed period	Floating rate	Machinery and equipment	1,887,400
Mid-term secured loan	2020.07.15~2027.12.15 Repayment by installments and installments over the agreed period	Floating rate	Machinery and equipment	1,281,735
Unsecured borrowings	2021.12.28~2025.08.25 Repayment by installments and installments over the agreed period	Floating rate	None	322,500
Unsecured borrowings (Note 1)	2023.02.07~2026.02.07 Repayment by installments and installments over the agreed period	Floating rate	None	88,889
				4,116,809
Less: Current portion				(580,062)
Less: Arrangement fee for the syndicated loan				(4,486)
				$ 3,532,261
Annual interest rate range				1.43%~2.26%

Type of borrowings	Borrowing period and repayment term	Interest rate range	Collateral	December 31, 2023
Plant syndicated loan (Note 1)	2022.04.15~2029.04.15 Repayment by installments and installments over the agreed period	Floating rate	Buildings and structures	$ 385,600
Plant loan	2020.07.24~2035.07.24 Repayment by installments and installments over the agreed period	Floating rate	Buildings and structures	156,544
Mid-term secured syndicated loan (Note 1)	2022.06.15~2029.06.15 Repayment by installments and installments over the agreed period	Floating rate	Machinery and equipment	1,887,400
Mid-term secured loan	2020.07.15~2027.12.15 Repayment by installments and installments over the agreed period	Floating rate	Machinery and equipment	1,387,715
Unsecured borrowings	2021.12.28~2025.08.25 Repayment by installments and installments over the agreed period	Floating rate	None	380,000
Unsecured borrowings (Note 2)	2022.09.26~2023.12.26 Repayment by installments and installments over the agreed period	Floating rate	None	50,000
Unsecured borrowings (Note 1)	2023.02.07~2026.02.07 Repayment by installments and installments over the agreed period	Floating rate	None	100,000
				4,347,259
Less: Current portion				(619,925)
Less: Arrangement fee for the syndicated loan				(4,550)
				$ 3,722,784
Annual interest rate range				1.30%~2.21%

Type of borrowings	Borrowing period and repayment term	Interest rate range	Collateral	March 31, 2023
Plant syndicated loan (Note 1)	2022.04.15~2029.04.15 Repayment by installments and installments over the agreed period	Floating rate	Buildings and structures	$ 385,600
Plant loan	2017.12.08~2035.07.24 Repayment by installments and installments over the agreed period	Floating rate	Buildings and structures	187,154
Mid-term secured syndicated loan (Note 1)	2022.06.15~2029.06.15 Repayment by installments and installments over the agreed period	Floating rate	Machinery and equipment	1,587,400
Mid-term secured loan (Note 2)	2019.04.15~2024.08.14 Repayment by installments and installments over the agreed period	Floating rate	Machinery and equipment	13,125
Mid-term secured loan	2020.07.15~2027.12.15 Repayment by installments and installments over the agreed period	Floating rate	Machinery and equipment	1,485,600
Unsecured borrowings	2021.12.28~2025.08.25 Repayment by installments and installments over the agreed period	Floating rate	None	600,000
Unsecured borrowings (Note 2)	2022.09.26~2023.12.26 Repayment by installments and installments over the agreed period	Floating rate	None	200,000
Unsecured borrowings (Note 1)	2023.02.07~2026.02.07 Repayment by installments and installments over the agreed period	Floating rate	None	100,000
				4,558,879
Less: Current portion				(654,239)
Less: Arrangement fee for the syndicated loan				(5,343)
				$ 3,899,297
Annual interest rate range				1.18%~2.07%

A. As of March 31, 2024, the Company's unamortised arrangement fee for the syndicated loan amounting to $4,486 was recorded as a deduction amount of initial measurement of long-term secured borrowings and amortised as interest expense over the borrowing period.

B. Details of the collateral for long-term borrowings are provided in Note 8.

Note 1: According to the agreement, the Company should maintain a specific current ratio, debt ratio, interest coverage ratio and shareholders' equity amount every year during the loan period.

Note 2: According to loan the agreement, the Company should maintain a specific net liabilities ratio and ability of interest repayment every six months during the loan period.

(14) Pensions

A. (a) The Company has a defined benefit pension plan in accordance with the Labor Standards Act, covering all regular employees' service years prior to the enforcement of the Labor Pension Act on July 1, 2005 and service years thereafter of employees who chose to continue to be subject to the pension mechanism under the Labor Standards Act. Under the defined benefit pension plan, two units are accrued for each year of service for the first 15 years and one unit for each additional year thereafter, subject to a maximum of 45 units. Pension benefits are based on the number of units accrued and the average monthly salaries and wages of the last 6 months prior to retirement. The Company contributes monthly an amount equal to 2% of the employees' monthly salaries and wages to the retirement fund deposited with Bank of Taiwan, the trustee, under the name of the independent retirement fund committee. Also, the Company would assess the balance in the aforementioned labor pension reserve account by December 31, every year. If the account balance is insufficient to pay the pension calculated by the aforementioned method; to the employees expected to be qualify for retirement in the following year, the Company will make contributions for the deficit by next March.

(b) The Company recognised pension costs of $52 and $67 for the three months ended March 31, 2024 and 2023, respectively.

(c) Expected contributions to the defined benefit pension plans of the Company for the year ending December 31, 2024 amount to $1,157.

B. (a) Effective July 1, 2005, the Company has established a defined contribution pension plan (the "New Plan") under the Labor Pension Act (the "Act"), covering all regular employees with R.O.C. nationality. Under the New Plan, the Company contributes monthly an amount based on 6% of the employees' monthly salaries and wages to the employees' individual pension accounts at the Bureau of Labor Insurance. The benefits accrued are paid monthly or in lump sum upon termination of employment.

(b)The pension costs under defined contribution pension plan of the Company for the three months ended March 31, 2024 and 2023, were $6,699 and $8,974, respectively.

(15) Provisions

	Decommissioning liabilities
2024	
At January 1	$ 21,472
Unwinding of discount	426
At March 31	$ 21,898

Analysis of total provisions:

	March 31, 2024	December 31, 2023	March 31, 2023
Non-current	$ 21,898	$ 21,472	$ 17,623

Decommissioning liabilities

According to the policy published, applicable agreement or the law/regulation requirement, the Company bears dismantling, removing the asset and restoring the site obligations for certain property, plant and equipment and right-of-use assets in the future. A provision is recognised for the present value of costs to be incurred for dismantling, removing the asset and restoring the site. It is expected that the provision will start to be used within the next 24 to 38 years.

(16) Share-based payment

A. For the three months ended March 31, 2024 and 2023, the Company's share-based payment arrangements were as follows:

Type of arrangement	Grant date	Quantity granted	Contract period	Vesting conditions
Cash capital increase reserved for employee preemption	2023.10.03	2,000,000	NA	Vested immediately

B. The fair value of stock options granted on 2023 is measured using the Black-Scholes- Merton. Relevant information is as follows:

Type of arrangement	Grant date	Stock price	Exercise price	Expected price volatility	Expected option life	Risk-free interest rate	Fair value per unit
Cash capital increase reserved for employee preemption	2023.10.03	$ 52.10	$ 45	24.81%	0.1260year	0.99%	$ 7.24

C. Expenses incurred on share-based payment transactions are shown below:

Three months ended March 31, 2024 and 2023: None.

(17) Share capital

A. As of March 31, 2024, the Company's authorised capital was $4,000,000, consisting of 400,000 thousand shares of ordinary stock (including 40,000 thousand shares reserved for employee stock options), and the paid-in capital was $1,726,280 with a par value of $10 (in dollars) per share. All proceeds from shares issued have been collected.

Movements in the number of the Company's ordinary shares outstanding are as follows:

Unit: share

	2024	2023
At January 1/March 31	172,628,033	152,628,033

B. For the year ended December 31, 2023, the Company resolved to increase capital by issuing 20,000 thousand shares at NT$45 per share, totaling $900,000. The effective date for the capital increase was set on November 23, 2023, and the registration of the capital increase was completed.

(18) Capital surplus

A. Pursuant to the R.O.C. Company Act, capital surplus arising from paid-in capital in excess of par value on issuance of common stocks and donations can be used to cover accumulated deficit or to issue new stocks or cash to shareholders in proportion to their share ownership, provided that the Company has no accumulated deficit. Further, the R.O.C. Securities and Exchange Act requires that the amount of capital surplus to be capitalised mentioned above should not exceed 10% of the paid-in capital each year. Capital surplus should not be used to cover accumulated deficit unless the legal reserve is insufficient.

	2024			
	Share premium	Changes in ownership interests in subsidiaries	Options	Total
At January 1/March 31	$ 1,363,963	$ 70,793	$ 14,480	$ 1,449,236

	2023			
	Share premium	Changes in ownership interests in subsidiaries	Changes in equity of associates	Total
At January 1	$ 663,963	$ 70,793	$ 9,469	$ 744,225
Changes in equity of associates	-	-	102	102
At March 31	$ 663,963	$ 70,793	$ 9,571	$ 744,327

B. On April 16, 2024, the Company's Board of Directors resolved the cash dividends from capital surplus amounting to $69,051 at $0.4 (in dollars) per share and reported to the shareholders' annual meeting in 2024.

(19) Retained earnings

A. Under the Company's Articles of Incorporation, the current year's profit after tax, if any, shall first be used to offset accumulated operating losses and then 10% of the remaining amount shall be set aside as legal reserve until the legal reserve equals the authorised capital. In addition, after setting aside or reversing special reserve, the remainder along with the beginning unappropriated earnings shall be proposed by the Board of Directors as dividends and submitted to the shareholders for resolution.

Dividends and bonuses or legal reserve and capital surplus distributed in the form of cash shall be authorised to be resolved by the Board of Directors with a majority vote at its meeting attended by two-thirds of the total number of directors and reported to the shareholders' meeting and are not subject to the aforementioned regulations of resolutions from the shareholders.

B. The Company's dividend distribution policy aligns with the current and future development plan by taking into account of factors such as investment environment, capital needs, domestic and overseas competition, along with the consideration of shareholders' interest. Each year, at least 10% of the Company's distributable earnings shall be appropriated as dividends and bonuses, and cash dividends and bonuses shall account for at least 50% of the total dividends and bonuses distributed.

C. Except for covering accumulated deficit or issuing new stocks or cash to shareholders in proportion to their share ownership, the legal reserve shall not be used for any other purpose. The use of legal reserve for the issuance of stocks or cash to shareholders in proportion to their share ownership is permitted, provided that the distribution of the reserve is limited to the portion in excess of 25% of the Company's paid-in capital.

D. In accordance with the regulations, the Company shall set aside special reserve from the debit balance on other equity items at the balance sheet date before distributing earnings. When debit balance on other equity items is reversed subsequently, the reversed amount could be included in the distributable earnings.

E. On April 16, 2024, the Board of Directors of the Company approved the distribution of 2023 retained earnings, which is pending for the resolution of the shareholders in 2024. Additionally, the distribution of 2022 earnings as resolved by shareholders on May 26, 2023 was as follows:

	2023		2022	
	Amount	Dividends per share (in dollars)	Amount	Dividends per share (in dollars)
Legal reserve	$ 31,385		$ 32,981	
Cash dividends	241,679	$ 1.4	274,730	$ 1.8
Total	$ 273,064		$ 307,711	

(20) <u>Operating revenue</u>

	Three months ended March 31,	
	2024	2023
Revenue from contracts with customers	$ 735,445	$ 852,251

A. Disaggregation of revenue from contracts with customers

	Three months ended March 31,	
	2024	2023
Revenue from external customer contracts	$ 735,445	$ 852,251
Timing of revenue recognition		
At a point in time	$ 11,889	$ 10,960
Over time	723,556	841,291
	$ 735,445	$ 852,251

B. Contract assets and liabilities

The Company has recognised the following revenue-related contract assets and liabilities:

	March 31, 2024	December 31, 2023	March 31, 2023	January 1, 2023
Contract assets	$ 473,868	$ 497,682	$ 325,767	$ 266,439
Contract liabilities				
- advance sales receipts	$ 79	$ 79	$ 365	$ 140

	Three months ended March 31,	
	2024	2023
Revenue recognised that was included in the contract liability balance at the beginning of the period	$ -	$ 140

(21) Interest income

	Three months ended March 31,	
	2024	2023
Interest income from bank deposits	$ 3,902	$ 713
Interest income from financial assets measured at amortised cost	32	22
	$ 3,934	$ 735

(22) Other income

	Three months ended March 31,	
	2024	2023
Rent income	$ 397	$ 387
Other income, others	1,405	622
	$ 1,802	$ 1,009

(23) Other gains and losses

	Three months ended March 31,	
	2024	2023
(Losses) gains on disposals of property, plant and equipment	($ 212)	$ 37
Gains on disposals of investments	-	17,044
Profit from lease modification	-	5
Gains on disposals of non-current assets held for sale	25,522	-
Net foreign exchange gains (losses)	21,975	(3,866)
Losses on financial assets (liabilities) at fair value through profit or loss	(1,567)	(1,106)
	$ 45,718	$ 12,114

(24) Finance costs

	Three months ended March 31,	
	2024	2023
Borrowings from financial institutions	$ 14,568	$ 8,815
Lease liabilities	1,103	1,098
Provisions - unwinding of discount	426	206
	$ 16,097	$ 10,119

(25) Expenses by nature

	Three months ended March 31,	
	2024	2023
Employee benefit expense	$ 207,209	$ 254,836
Depreciation charges	212,783	166,393
Amortisation charges on intangible assets	3,866	3,521

(26) Employee benefit expense

	Three months ended March 31,	
	2024	2023
Wages and salaries	$ 171,613	$ 212,415
Labour and health insurance fees	15,808	19,337
Pension costs	6,751	9,041
Other personnel expenses	13,037	14,043
	$ 207,209	$ 254,836

A. In accordance with the Articles of Incorporation of the Company, a ratio of distributable profit of the current year, after covering accumulated losses, shall be distributed as employees' compensation and directors' remuneration. The ratio shall be 10%~15% for employees' compensation and shall not be higher than 2% for directors' remuneration.

B. For the three months ended March 31, 2024 and 2023, employees' compensation were accrued at $11,309 and $9,089, respectively; while directors' remuneration were accrued at $1,740 and $1,620 respectively. The aforementioned amounts were recognised in salary expenses. For the three months ended March 31, 2024 and 2023, the employees' compensation and directors' remuneration were estimated and accrued based on 13% and 2% of distributable profit of current year as of the end of reporting period.

Employees' compensation and directors' remuneration of 2023 as resolved by the Board of Directors were in agreement with those amounts recognised in the 2023 financial statements.

(27) Income tax

A. Income tax expense

(a) Components of income tax expense:

	Three months ended March 31,	
	2024	2023
Current tax:		
Current tax on profits for the period	$ 6,004	$ 7,307
Prior year income tax underestimation	-	-
Total current tax	6,004	7,307
Deferred tax:		
Origination and reversal of temporary differences	4,939	1,386
Total deferred tax	4,939	1,386
Income tax expense	$ 10,943	$ 8,693

(b) The income tax (charge)/credit relating to components of other comprehensive income is as follows: None.

(c) The income tax charged/(credited) to equity during the period is as follows: None.

B. The Company's income tax returns through 2022 have been assessed and approved by the Tax Authority.

(28) Earnings per share

	Three months ended March 31, 2024		
	Amount after tax	Weighted average number of ordinary shares outstanding (share in thousands)	Earnings per share (in dollars)
Basic earnings per share			
Profit attributable to ordinary shareholders	$ 63,000	172,628	$ 0.36
Diluted earnings per share			
Profit attributable to ordinary shareholders	$ 63,000	172,628	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation	-	770	
Profit attributable to ordinary shareholders plus assumed conversion of all dilutive potential ordinary shares	$ 63,000	173,398	$ 0.36

	Three months ended March 31, 2023		
	Amount after tax	Weighted average number of ordinary shares outstanding (share in thousands)	Earnings per share (in dollars)
Basic earnings per share			
Profit attributable to ordinary shareholders of the parent	$ 61,589	152,628	$ 0.40
Diluted earnings per share			
Profit attributable to ordinary shareholders	$ 61,589	152,628	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation	-	852	
Profit attributable to ordinary shareholders plus assumed conversion of all dilutive potential ordinary shares	$ 61,589	153,480	$ 0.40

(29) Supplemental cash flow information

Investing activities with partial cash payments:

	Three months ended March 31,	
	2024	2023
Purchase of property, plant and equipment	$ 93,543	$ 467,288
Add: Opening balance of payable on machinery and equipment	80,847	129,545
Add: Ending balance of prepayments for business facilities	194,737	251,113
Less: Ending balance of payable on machinery and equipment	(84,945)	(165,227)
Less: Opening balance of prepayments for business facilities	(163,840)	(444,506)
Less: Capitalisation of interest	(4,093)	(9,489)
Cash paid during the period	$ 116,249	$ 228,724

	Three months ended March 31,	
	2024	2023
Purchase of intangible assets	$ 479	$ 2,973
Add: Ending balance of prepayments	1,620	6,345
Less: Opening balance of prepayments	(1,620)	(8,077)
Cash paid during the period	$ 479	$ 1,241

(30) Changes in liabilities from financing activities

	2024			
	Long-term borrowings	Lease liabilities	Guarantee deposits received	Liabilities from financing activities-gross
At January 1	$ 4,342,709	$ 325,134	$ 999	$ 4,668,842
Changes in cash flow from financing activities	(230,450)	(4,538)	-	(234,988)
Interest paid on lease liabilities	-	1,103	-	1,103
Amortisation of interest expense on lease liabilities	-	(1,103)	-	(1,103)
Increase in lease liabilities	-	11,806	-	11,806
Payment of arrangement fee for the syndicated loan	(200)	-	-	(200)
Amortisation of arrangement fee for the syndicated loan	264	-	-	264
At March 31	$ 4,112,323	$ 332,402	$ 999	$ 4,445,724

	2023			
	Long-term borrowings	Lease liabilities	Guarantee deposits received	Liabilities from financing activities-gross
At January 1	$ 4,489,467	$ 339,485	$ 1,068	$ 4,830,020
Changes in cash flow from financing activities	63,861	(3,651)	(37)	60,173
Interest paid on lease liabilities	-	(1,098)	-	(1,098)
Amortisation of interest expense on lease liabilities	-	1,098	-	1,098
Increase in lease liabilities	-	1,043	-	1,043
Decrease in lease modification	-	(941)	-	(941)
Payment of arrangement fee for the syndicated loan	(200)	-	-	(200)
Amortisation of arrangement fee for the syndicated loan	408	-	-	408
At March 31	$ 4,553,536	$ 335,936	$ 1,031	$ 4,890,503

7. Related Party Transactions

(1) Names of related parties and relationship

Names of related parties	Relationship with the Company
All directors, president, vice presidents	Key management compensation
Phoenix Battery Corporation	Associate (Note)

Note: On February 1, 2023, the convertible bonds which were issued by Phoenix Battery Corporation were all converted into common stocks. As a result, the Company's ownership of Phoenix Battery Corporation dropped from 25.28% to 18.07%. Thus, starting from that date, the Company did not have significant effects on Phoenix Battery Corporation which was no longer an associate of the Company.

(2) Significant related party transactions

A. Revenues and expenses

	Item	Three months ended March 31, 2024	2023
Phoenix Battery Corporation	Rent income	$ -	$ 15

(3) Key management compensation

	Three months ended March 31, 2024	2023
Short-term employee benefits	$ 7,256	$ 12,410
Post-employment benefits	128	148
Total	$ 7,384	$ 12,558

8. Pledged Assets

The Company's assets pledged as collateral are as follows:

	Book value			
Pledged asset	March 31, 2024	December 31, 2023	March 31, 2023	Purpose
Time deposits (shown as 'non-current financial assets at amortised cost')	$ 3,000	$ 3,000	$ 2,500	Guarantee for duty paid after customs release
Time deposits (shown as 'non-current financial assets at amortised cost')	10,555	10,555	10,555	Guarantee for land lease in science park
Buildings and structures	1,223,108	1,289,295	1,236,957	Long-term borrowings
Machinery and equipment (including 'equipment pending acceptance')	308,338	363,597	416,254	Long-term borrowings
	$ 1,545,001	$ 1,666,447	$ 1,666,266	

9. Significant Contingent Liabilities and Unrecognised Contract Commitments

(1) Contingencies

None.

(2) Commitments

Capital expenditure contracted for at the balance sheet date but not yet incurred is as follows:

	March 31, 2024	December 31, 2023	March 31, 2023
Property, plant and equipment	$ 2,033,525	$ 1,865,348	$ 1,777,152

10. Significant Disaster Loss

None.

11. Significant Events after the Balance Sheet Date

Please refer to Notes 6(18) and 6(19).

12. Others

(1) Capital management

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to provide returns for shareholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt. The Company monitors capital on the basis of the gearing ratio. This ratio is calculated as net debt divided by total capital. Net debt is calculated as total borrowings (including 'current and non-current borrowings' as shown in the balance sheet) less cash and cash equivalents. Total capital is calculated as 'equity' as shown in the balance sheet plus net debt.

During the year ended December 31, 2024, the Company's strategy, which was unchanged from 2023, was to maintain the gearing ratio at a reasonable level of risks and to adjust according to the future operating strategy. The gearing ratios at March 31, 2024, December 21, 2023 and March 31,2023 were as follows:

	March 31, 2024	December 31, 2023	March 31, 2023
Total borrowings	$ 4,112,323	$ 4,342,709	$ 4,553,536
Less: Cash and cash equivalents	(1,548,055)	(1,551,126)	(954,298)
Net debt	2,564,268	2,791,583	3,599,238
Total equity	3,998,434	3,935,434	3,052,999
Total capital	$ 6,562,702	$ 6,727,017	$ 6,652,237
Gearing ratio	39.07%	41.50%	54.11%

(2) Financial instruments

A. Financial instruments by category

	March 31, 2024	December 31, 2023	March 31, 2023
Financial assets			
Financial assets at fair value through profit or loss			
Financial assets mandatorily measured at fair value through profit or loss	$ -	$ 1,321	$ 96,596
Financial assets at amortised cost			
Cash and cash equivalents	$ 1,548,055	$ 1,551,126	$ 954,298
Financial assets at amortised cost	13,555	13,555	13,055
Notes receivable	-	-	40
Accounts receivable	356,089	379,363	440,593
Other receivables	13,645	3,005	21,029
Guarantee deposits paid (including current portion)	3,704	3,888	4,372
	$ 1,935,048	$ 1,950,937	$ 1,433,387

	March 31, 2024	December 31, 2023	March 31, 2023
Financial liabilities			
Financial liabilities at fair value through profit or loss			
Financial liabilities held for trading	$ 1,315	$ -	$ 484
Financial liabilities at amortised cost			
Accounts payable	$ 127,718	$ 139,525	$ 210,904
Other payables	347,965	368,542	419,141
Long-term borrowings (including current portion)	4,112,323	4,342,709	4,553,536
Guarantee deposits received	999	999	1,031
	$ 4,589,005	$ 4,851,775	$ 5,184,612
Lease liabilities (including current portion)	$ 332,402	$ 325,134	$ 335,936

B. Financial risk managements policies

No major changes in the Period, please refer December 31,2022 Consolidated Financial Statements 12.

C. Significant financial risks and degrees of financial risks

(a) Market risk

Foreign exchange risk

i. Management has set up a policy to manage their foreign exchange risk against their functional currency. The companies are required to hedge their entire foreign exchange risk exposure with the Company treasury. Exchange rate risk is measured through a forecast of highly probable USD expenditures. Forward foreign exchange contracts are adopted to minimise the volatility of the exchange rate affecting cost of forecast inventory purchases.

ii. The Company hedges foreign exchange rate by using forward exchange contracts. However, the Company does not adopt hedging accounting. Details of financial assets or liabilities at fair value through profit or loss are provided in Notes 6(2) and 6(11).

iii. The Company's businesses involve some non-functional currency operations. The information on assets and liabilities denominated in foreign currencies whose values would be materially affected by the exchange rate fluctuations is as follows:

	March 31, 2024		
	Foreign currency amount (In thousands)	Exchange rate	Book value (NTD)
(Foreign currency: functional currency)			
Financial assets			
Monetary items			
USD:NTD	$ 25,730	31.99	$ 823,097
JPY:NTD	170,066	0.2116	35,978
Non-monetary items: None			
Financial liabilities			
Monetary items			
USD:NTD	$ 1,523	31.99	$ 48,735
JPY:NTD	8,008	0.2116	1,694
Non-monetary items: None			

	December 31, 2023		
	Foreign currency amount (In thousands)	Exchange rate	Book value (NTD)
(Foreign currency: functional currency)			
Financial assets			
Monetary items			
USD:NTD	$ 19,091	30.71	$ 586,285
Non-monetary items: None			
Financial liabilities			
Monetary items			
USD:NTD	$ 1,762	30.71	$ 54,096
JPY:NTD	56,371	0.2175	12,258
Non-monetary items: None			

	March 31, 2023		
	Foreign currency amount (In thousands)	Exchange rate	Book value (NTD)
(Foreign currency: functional currency)			
Financial assets			
Monetary items			
USD:NTD	$ 22,286	30.44	$ 678,400
Non-monetary items: None			
Financial liabilities			
Monetary items			
USD:NTD	$ 2,563	30.44	$ 78,009
JPY:NTD	131,553	0.2288	30,093
Non-monetary items: None			

iv. The total exchange (loss) gain, including realised and unrealised, arising from significant foreign exchange variation on the monetary items held by the Company for the three months ended March 31, 2024 and 2023, amounted to $21,975 and ($3,866), respectively.

v. Analysis of foreign currency market risk arising from significant foreign exchange variation:

	Three months ended March 31, 2024		
	Sensitivity analysis		
	Degree of variation	Effect on profit or loss	Effect on other comprehensive
(Foreign currency: functional currency)			
Financial assets			
Monetary items			
USD:NTD	1%	$ 8,231	$ -
JPY:NTD	1%	$ 360	-
Non-monetary items: None			
Financial liabilities			
Monetary items			
USD:NTD	1%	($ 487)	$ -
JPY:NTD	1%	($ 17)	-
Non-monetary items: None			

	Three months ended March 31, 2023		
	Sensitivity analysis		
	Degree of variation	Effect on profit or loss	Effect on other comprehensive
(Foreign currency: functional currency)			
Financial assets			
Monetary items			
USD:NTD	1%	$ 6,784	$ -
Non-monetary items: None			
Financial liabilities			
Monetary items			
USD:NTD	1%	($ 780)	$ -
JPY:NTD	1%	(301)	-
Non-monetary items: None			

Cash flow and fair value interest rate risk

i. The Company's main interest rate risk arises from long-term borrowings with variable rates, which expose the Company to cash flow interest rate risk. For the three months ended March 31, 2024 and 2023, the Company's borrowings at variable rate were mainly denominated in New Taiwan dollars. Borrowings issued at fixed rates expose the Company to fair value interest rate risk.

ii. The Company's borrowings are measured at amortised cost. The borrowings are periodically contractually repriced and to that extent are also exposed to the risk of future changes in market interest rates.

iii. If the borrowing interest rate of New Taiwan dollars had increased/decreased by 0.25% with all other variables held constant, profit, net of tax for the three months ended March 31, 2024 and 2023 would have increased/decreased by $2,570 and $2,849, respectively. The main factor is that changes in interest expense result in floating-rate borrowings.

(b) Credit risk

i. Credit risk refers to the risk of financial loss to the Company arising from default by the clients and other counterparties on the contract obligations. The main factor is that counterparties could not repay in full the accounts receivable based on the agreed terms, and the contract cash flows of debt instruments stated at amortised cost and at fair value through profit or loss.

ii. The Company regularly monitors and reviews its credit limits based on market conditions and the credit status of its counterparties and makes timely adjustments to manage credit risk. The Company only transacts with banks and financial institutions with high credit quality, so it does not expect to be exposed to credit risk.

iii. The Company manages their credit risk taking into consideration the entire Company's concern. According to the Company's credit policy, each local unit in the Company is responsible for managing and analysing the credit risk for each of their new clients before standard payment and delivery terms and conditions are offered. Internal risk control assesses the credit quality of the customers, taking into account their financial position, past experience and other factors. Individual risk limits are set based on internal or external ratings in accordance with limits set by the Board of Directors. The utilisation of credit limits is regularly monitored.

iv. The Company adopts the assumptions under IFRS 9, the default occurs when the contract payments are past due over 90 days

v. The Company adopts the following assumptions under IFRS 9 to assess whether there has been a significant increase in credit risk on that instrument since initial recognition: if the contract payments were past due over 30 days based on the terms, there has been a significant increase in credit risk on that instrument since initial recognition.

vi. The Company classifies customers' accounts receivable, contract assets and rents receivable in accordance with credit risk on trade. The Company applies the modified approach using loss rate methodology to estimate the expected credit loss.

vii. The following indicators are used to determine whether the credit impairment of debt instruments has occurred:

(i) It becomes probable that the issuer will enter bankruptcy or other financial reorganisation due to their financial difficulties;

(ii) The disappearance of an active market for that financial asset because of financial difficulties;

(iii) Default or delinquency in interest or principal repayments.

viii. The Company used the forecastability to adjust historical and timely information to assess the default possibility of notes receivable, accounts receivable and contract assets. On March 31, 2024, December 31, 2023 and March 31, 2023, the loss rate methodology is as follows:

	Not past due and up to 90 days past due	91~180 days past due	181~270 days past due	271~360 days past due	Over 360 days past due	Total
March 31, 2024						
Expected loss rate	0~1%	25%	50%	75%	100%	
Total book value	$ 829,957	$ -	$ -	$ -	$ -	$ 829,957
Loss allowance	$ -	$ -	$ -	-	$ -	$ -

	Not past due and up to 90 days past due	91~180 days past due	181~270 days past due	271~360 days past due	Over 360 days past due	Total
December 31, 2023						
Expected loss rate	0~1%	25%	50%	75%	100%	
Total book value	$ 877,045	$ -	$ -	$ -	$ -	$ 877,045
Loss allowance	$ -	$ -	$ -	-	$ -	$ -

	Not past due and up to 90 days past due	91~180 days past due	181~270 days past due	271~360 days past due	Over 360 days past due	Total
March 31, 2023						
Expected loss rate	0~1%	25%	50%	75%	100%	
Total book value	$ 766,400	$ -	$ -	$ -	$ -	$ 766,400
Loss allowance	$ -	$ -	$ -	-	$ -	$ -

ix. Movements in relation to the Company applying the modified approach to provide loss allowance for notes receivable, accounts receivable, accounts receivable due from related parties and contract assets are as follows:

	2024	2023
	Accounts receivable	Accounts receivable
At January 1 / March 31	$ -	$ -

x. For investments in debt instruments at amortised cost, the credit rating levels are presented below:

	March 31, 2024	December 31, 2023	March 31, 2023
	12 months	12 months	12 months
Financial assets at amortised cost	$ 13,555	$ 13,555	$ 13,055

(c) Liquidity risk

i. Cash flow forecasting is performed by Company treasury. Company treasury monitors rolling forecasts of the Company's liquidity requirements to ensure it has sufficient cash to meet operational needs while maintaining sufficient headroom on its undrawn committed borrowing facilities at all times so that the Company does not breach borrowing limits or covenants (where applicable) on any of its borrowing facilities. Such forecasting takes into consideration the Company's debt financing plans, covenant compliance and compliance with internal balance sheet ratio targets.

ii. Company treasury invests surplus cash held by the Company over and above balance required for working capital management in interest bearing current accounts and time deposits, choosing instruments with appropriate maturities or sufficient liquidity to provide sufficient head-room as determined by the above-mentioned forecasts. As at March 31, 2024, December 31, 2023 and March 31, 2023, the Company held money market position of $1,547,835, $1,550,908 and $954,071, respectively, that are expected to readily generate cash inflows for managing liquidity risk.

iii The Company has the following undrawn borrowing facilities:

	March 31, 2024	December 31, 2023	March 31, 2023
Floating rate:			
Expiring within one year	$ 1,126,111	$ 1,191,667	$ 1,000,000
Expiring beyond one year	812,600	965,933	1,112,600
Fixed rate:			
Expiring within one year	-	-	-
Expiring beyond one year	-	-	-
	$ 1,938,711	$ 2,157,600	$ 2,112,600

iv. The table below analyses the Company's non-derivative financial liabilities and net-settled or gross-settled derivative financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date for non-derivative financial liabilities and to the expected maturity date for derivative financial liabilities. The amounts disclosed in the table are the contractual undiscounted cash flows.

March 31, 2024	Less than 6 months	Between 6 months and 1 year	Between 1 and 2 years	Over 2 years
Non-derivative financial liabilities:				
Accounts payable	$ 127,718	$ -	$ -	$ -
Other payables	185,082	927	-	-
Lease liability	11,075	11,075	22,226	345,898
Long-term borrowings (including current portion)	313,871	331,958	1,265,858	2,384,832
Guarantee deposits received	-	-	757	242
Derivative financial liabilities:				
Financial liabilities at fair value through profit or loss	$ 1,315	$ -	$ -	$ -

December 31, 2023	Less than 6 months	Between 6 months and 1 year	Between 1 and 2 years	Over 2 years
Non-derivative financial liabilities:				
Accounts payable	$ 139,525	$ -	$ -	$ -
Other payables	179,700	1,167	-	-
Lease liability	9,181	9,181	1,838	347,256
Long-term borrowings (including current portion)	371,280	317,823	1,180,271	2,676,337
Guarantee deposits received	-	-	757	242
Derivative financial liabilities: None				

March 31, 2023	Less than 6 months	Between 6 months and 1 year	Between 1 and 2 years	Over 2 years
Non-derivative financial liabilities:				
Accounts payable	$ 210,904	$ -	$ -	$ -
Other payables	266,488	2,085	-	-
Lease liability	9,343	9,343	18,228	360,860
Long-term borrowings (including current portion)	184,877	540,169	804,068	3,246,030
Guarantee deposits received	-	-	764	267
Derivative financial liabilities:				
Financial liabilities at fair value through profit or loss	$ 484	$ -	$ -	$ -

(3) Fair value information

A. The different levels that the inputs to valuation techniques are used to measure fair value of financial and non-financial instruments have been defined as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date. A market is regarded as active where a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. The fair value of the Company’s investment in derivative instrument is included in Level 2.

Level 3: Unobservable inputs for the asset or liability. The fair value of the Company’s investment in equity instrument without active market is included in Level 3.

B. The carrying amounts of the Company’s cash and cash equivalents, accounts receivable, other receivables, guarantee deposits paid, accounts payable, other payables, long-term borrowings, lease liabilities and guarantee deposits received are approximate to their fair values.

C. The related information of financial and non-financial instruments measured at fair value by level on the basis of the nature, characteristics and risks of the assets and liabilities at March 31, 2024, December 31, 2023 and March 31, 2023 are as follows:

(a) The related information of natures of the assets and liabilities is as follows:

March 31, 2024	Level 1	Level 2	Level 3	Total
Assets				
Recurring fair value measurements				
Forward exchange contracts	$ -	$ 1,315	$ -	$ 1,315
Liabilities : None.				

December 31, 2023	Level 1	Level 2	Level 3	Total
Assets				
Recurring fair value measurements				
Forward exchange contracts	$ -	$ 1,321	$ -	$ 1,321
Liabilities : None.				

March 31, 2023	Level 1	Level 2	Level 3	Total
Assets				
Recurring fair value measurements				
Financial assets at fair value through profit or loss				
Forward exchange contracts	$ -	$ 524	$ -	$ 524
Equity securities	-	-	96,072	96,072
Total	$ -	$ 524	$ 96,072	$ 96,596
Liabilities :				
Financial liabilities at fair value through profit or loss				
Forward exchange contracts	$ -	$ 484	$ -	$ 484

(b) The methods and assumptions the Company used to measure fair value are as follows:

i. The fair value of financial instruments is measured by using valuation techniques or by reference to counterparty quotes. The fair value of financial instruments measured by using valuation techniques can be referred to current fair value of instruments with similar terms and characteristics in substance, discounted cash flow method or other valuation methods, including calculated by applying model using market information available at the balance sheet date.

ii. Forward exchange contracts are usually valued based on the current forward exchange rate.

D. For the three months ended March 31, 2024 and 2023, there was no transfer between Level 1 and Level 2.

E. The following chart is the movement of Level 3 for the three months ended March 31, 2024 and 2023:

	2024	2023
	Equity securities	Equity securities
At January 1	$ -	$ -
Transfer into for the period	-	96,072
At March 31	$ -	$ 96,072
Movement of unrealised gain or loss in profit or loss of assets and liabilities held as at March 31, 2024 (Note)	$ -	$ -

Note: Recorded as non-operating income and expenses.

F. Company treasury is in charge of valuation procedures for fair value measurements being categorised within Level 3 by the external valuer, which is to verify independent fair value of financial instruments. Such assessment is to ensure the valuation results are reasonable by applying independent information to make results close to current market conditions, confirming the resource of information is independent, reliable and in line with other resources and represented as the exercisable price, and frequently calibrating valuation model, performing back-testing, updating inputs used to the valuation model and making any other necessary adjustments to the fair value.

G. The following is the qualitative information of significant unobservable inputs and sensitivity analysis of changes in significant unobservable inputs to valuation model used in Level 3 fair value measurement:

December 31, 2023 and March 31, 2024: None.

	Fair value at March 31, 2023	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivativen equity instrument: Unlisted shares	$ 96,072	Income approach	Discount rate	10.31%	The higher the discount rate, the lower the fair value

H. The Company has carefully assessed the valuation models and assumptions used to measure fair value. However, use of different valuation models or assumptions may result in different measurement. The following is the effect of profit or loss or of other comprehensive income from financial assets and liabilities categorised within Level 3 if the inputs used to valuation models have changed:

December 31, 2023 and March 31, 2024: None.

	Input	Change	March 31, 2023			
			Recognised in profit or loss		Recognised in other comprehensive income	
			Favourable change	Unfavourable change	Favourable change	Unfavourable change
Financial assets						
Financial assets						
Equity securities	Discount rate	±0.25%	$ 6,361	($ 5,981)	$ -	$ -

13. Supplementary Disclosures

(1) Significant transactions information

A. Loans to others: None.

B. Provision of endorsements and guarantees to others: None.

C. Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures): None.

D. Acquisition or sale of the same security with the accumulated cost exceeding $300 million or 20% of the Company's paid-in capital: None.

E. Acquisition of real estate reaching $300 million or 20% of paid-in capital or more: None.

F. Disposal of real estate reaching $300 million or 20% of paid-in capital or more: None.

G. Purchases or sales of goods from or to related parties reaching $100 million or 20% of paid-in capital or more: None.

H. Receivables from related parties reaching $100 million or 20% of paid-in capital or more: None.

I. Trading in derivative instruments undertaken during the reporting periods: The Company entered into a forward foreign exchange contract with financial institution for the three months ended March 31, 2024 to buy NTD and sell USD. Hedging was the main purpose of the contract. Net loss arising from trading in forward foreign exchange contract for the three months ended March 31, 2024 was approximately $1,070.

J. Significant inter-company transactions during the reporting periods: None.

(2) Information on investees

Names, locations and other information of investee companies (not including investees in Mainland China): None.

(3) Information on investments in Mainland China

None.

(4) Major shareholders information

The Company did not have any shareholders whose shareholding ratio exceeded 5% as of March 31, 2024.

14. Segment Information

(1) General information

Management has determined the reportable operating segments based on the reports reviewed by the Board of Directors that are used to make strategic decisions. The Company was identified as the single reportable segment.

(2) Information about segment profit or loss, assets and liabilities

The segment information provided to the chief operating decision-maker for the reportable segments is as follows:

	Three months ended March 31,			
	2024		2023	
Total segment revenue	$	735,445	$	852,251
Segment income	$	63,000	$	61,589
Segment assets	$	8,999,756	$	8,660,253

(3) Reconciliation for segment income (loss), assets and liabilities

The revenue from external customers reported to the chief operating decision-maker is measured in a manner consistent with that in the statement of comprehensive income.