

**FIT HOLDING CO., LTD. AND SUBSIDIARIES  
CONSOLIDATED FINANCIAL STATEMENTS AND IN-  
DEPENDENT AUDITORS' REVIEW REPORT  
JUNE 30,2024 AND 2023**

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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.

FIT HOLDING CO., LTD.  
JUNE 30, 2024 AND 2023 CONSOLIDATED FINANCIAL STATEMENTS  
AND INDEPENDENT AUDITORS' REVIEW REPORT  
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## INDEPENDENT AUDITORS' REVIEW REPORT TRANSLATED FROM CHINESE

PWCR 24001584

To the Board of Directors and Shareholders of FIT Holding Co., Ltd.

### Introduction

We have reviewed the accompanying consolidated balance sheets of FIT Holding Co., Ltd. and subsidiaries (the "Group") as at June 30, 2024 and 2023, and the related consolidated statements of comprehensive income for the three months and six months then ended, as well as the consolidated statement of changes in equity and of cash flows for the six months 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 these consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" as endorsed by the Financial Supervisory Commission. Our responsibility is to express a conclusion on these consolidated financial statements based on our reviews.

### Scope of review

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

### Basis for qualified conclusion

As explained in Note 4(3), the financial statements of certain insignificant consolidated subsidiaries and information disclosed in Note 13 were not reviewed by independent auditors. Those statements reflect total assets of NT\$4,435,347 thousand and NT\$7,101,639 thousand, constituting 8% and 21% of the consolidated total assets, and total liabilities of NT\$512,344 thousand and NT\$1,873,270 thousand, constituting 1% and 10% of the consolidated total liabilities as at June 30, 2024 and 2023, and total comprehensive income of NT\$28,655 thousand, NT\$9,457 thousand, NT\$(16,922) thousand and NT\$30,149 thousand, constituting 1%, 21%, (1%) and 35% of the consolidated total comprehensive (loss) income for the three months and six months then ended. As explained in Note 6(8), certain investments accounted for using equity method were assessed and shares of profit or loss of associates and joint ventures accounted for using equity method as of June 30, 2024 and 2023 were disclosed based on the financial statements which were not reviewed by independent auditors. The balance of investment accounted for under equity method was NT\$1,135,204 thousand and NT\$1,969,258 thousand, constituting 2% and 6% of consolidated total assets as of June 30, 2024 and 2023, respectively, and the share of profit of associates and joint venture accounted for under equity method was NT\$41,882 thousand, NT\$(7,217) thousand, NT\$92,271 thousand and NT\$665 thousand constituting 2%, (16%), 4% and 1% of consolidated total comprehensive (loss) income for the three months and six months then ended, respectively.

**Qualified conclusion**

Except for the adjustments to the consolidated financial statements, if any, as might have been determined to be necessary had the financial statements of certain insignificant consolidated subsidiaries and investments accounted for using the equity method been reviewed by independent auditors, that we might have become aware of had it not been for the situation described above, based on our reviews, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as at June 30, 2024 and 2023, and of its consolidated financial performance and its consolidated 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” as endorsed by the Financial Supervisory Commission.

Zhou, Hsiao-Zi                      Liang Yi Chang  
For and on behalf of PricewaterhouseCoopers, Taiwan  
August 9, 2024

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The accompanying consolidated 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 consolidated 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.

FIT HOLDING CO., LTD. AND SUBSIDIARIES  
CONSOLIDATED BALANCE SHEETS  
JUNE 30, 2024, DECEMBER 31, 2023 AND JUNE 30, 2023  
(Expressed in thousands of New Taiwan dollars)  
(The balance sheets as of June 30, 2024 and 2023 are reviewed, not audited)

The balance sheets as of June 30, 2024 and 2023 are reviewed, not audited.								
Assets		Notes	June 30,2024		December 31,2023		June 30,2023	
			AMOUNT	%	AMOUNT	%	AMOUNT	%
Current assets								
1100	Cash and cash equivalents	6(1)	\$ 6,632,403	12	\$ 6,953,129	16	\$ 4,964,179	15
1110	Financial assets at fair value through profit or loss-current	6(2)(18)	10,689	-	5,167	-	-	-
1136	Current financial assets at amortised cost-current	6(4)&8	2,912,109	6	2,854,354	6	2,380,527	7
1140	Current contract assets	6(24)	9,892,709	18	8,675,960	20	4,860,175	14
1150	Notes receivable,net	6(5)	18,496	-	25,654	-	28,843	-
1170	Accounts receivable,net	6(5)	1,621,005	3	1,978,008	5	1,154,535	4
1180	Accounts receivable-related parties	7	21,240	-	33,703	-	24,543	-
1200	Other receivables	7	85,844	-	99,617	-	20,274	-
1220	Current tax assets		16,920	-	46,172	-	42,085	-
130X	Inventories	6(6)	1,064,660	2	1,348,972	3	1,031,942	3
1410	Prepayments	6(7)	8,750,465	16	6,100,798	14	5,408,444	16
1470	Other current assets	8	1,008,788	2	1,016,418	2	1,016,333	3
11XX	Current assets		32,035,328	59	29,137,952	66	20,931,880	62
Non-current assets								
1517	Non-current financial assets at fair value through other comprehensive income	6(3)	4,725,726	9	3,152,254	7	2,396,149	7
1535	Non-current financial assets at amortised cost	6(4)and 8	523,992	1	407,261	1	395,732	1
1550	Investments accounted for under equity method	6(8)	1,171,207	2	1,025,851	2	1,969,258	6
1600	Property, plant and equipment	6(9)and 8	12,456,315	23	7,457,444	17	3,680,262	11
1755	Right-of-use assets	6(10) and 7	646,672	1	634,067	1	560,891	2
1760	Investment property, net	6(12)and 8	497,110	1	383,190	1	387,809	1
1780	Intangible assets	6(13)	1,264,363	2	1,254,685	3	1,232,780	4
1840	Deferred income tax assets	6(30)	372,382	1	284,424	1	208,091	-
1915	Prepayments for business facilities		163,578	-	158,344	-	1,830,524	5
1990	Other non-current assets, others	6(14)and 8	608,605	1	392,922	1	359,219	1
15XX	Non-current assets		22,429,950	41	15,150,442	34	13,020,715	38
1XXX	Total assets		\$ 54,465,278	100	\$ 44,288,394	100	\$ 33,952,595	100

(Continued)

**FIT HOLDING CO., LTD. AND SUBSIDIARIES**

**CONSOLIDATED BALANCE SHEETS**

**JUNE 30, 2024, DECEMBER 31, 2023 AND JUNE 30, 2023**

**(The balance sheets as of June 30, 2024 and 2023 are reviewed, not audited)**

(The balance sheets as of June 30, 2024 and 2023 are reviewed, not audited)								
LIABILITIES AND EQUITY		Notes	June 30,2024		December 31,2023		June 30,2023	
			AMOUNT	%	AMOUNT	%	AMOUNT	%
CURRENT LIABILITIES								
2100	Short-term borrowings	6(15)	\$ 11,642,699	21	\$ 9,180,124	21	\$ 8,374,968	25
2110	Short-term notes and bills payable	6(16)	3,673,552	7	4,005,614	9	2,073,730	6
2130	Current contract liabilities	6(24)	239,872	-	196,582	1	374,786	1
2150	Notes payable		29,559	-	32,677	-	657	-
2170	Accounts payable		3,330,076	6	2,581,229	6	994,107	3
2180	Accounts payable - related parties	7	477	-	9,910	-	6,872	-
2200	Other payables	6(17)	1,984,248	4	1,076,237	2	1,247,693	4
2220	Other payables - related parties	7	1,546,359	3	16,700	-	12,725	-
2230	Current income tax liabilities		130,590	-	194,596	-	76,890	-
2280	Current lease liabilities	7	99,403	-	94,184	-	78,135	-
2320	Long-term liabilities, current portion	6(19)	791,084	2	233,246	1	883,246	3
2399	Other current liabilities, others		134,265	-	163,505	-	146,223	-
21XX	Total current Liabilities		23,602,184	43	17,784,604	40	14,270,032	42
Non-current liabilities								
2530	Bonds payable	6(18)	2,366,180	4	2,851,779	6	-	-
2540	Long-term borrowings	6(19)	8,860,505	16	6,265,211	14	4,716,560	14
2570	Deferred income tax liabilities	6(30)	390,316	1	289,288	1	265,305	1
2580	Non-current lease liabilities	7	317,386	1	321,670	1	263,477	1
2600	Other non-current liabilities		58,668	-	62,703	-	48,054	-
25XX	Total Non-current liabilities		11,993,055	22	9,790,651	22	5,293,396	16
2XXX	Total liabilities		35,595,239	65	27,575,255	62	19,563,428	58
Equity ATTRIBUTABLE TO SHARE-HOLDERS OF THE PARENT								
Share capital		6(21)						
3110	Share capital - common stock		2,462,421	5	2,462,421	6	2,462,421	7
Capital surplus		6(22)						
3200	Capital surplus		5,014,705	9	5,004,042	11	4,830,641	14
Retained earnings		6(23)						
3310	Legal reserve		120,162	-	105,157	-	105,157	-
3320	Special reserve		8,361	-	299,035	1	299,035	1
3350	Unappropriated retained earnings		580,633	1	239,431	1	98,910	-
Other equity interest								
3400	Other equity interest		2,136,940	4	409,333	-	( 294,445)	-
31XX	Equity attributable to owners of the parent		10,323,222	19	8,519,419	19	7,501,719	22
36XX	Non-controlling interest		8,546,817	16	8,193,720	19	6,887,448	20
3XXX	Total equity		18,870,039	35	16,713,139	38	14,389,167	42
Significant contingent liabilities and unrecognised contract commitments		9						
Significant events after the balance sheet date		11						
3X2X	Total liabilities and equity		\$ 54,465,278	100	\$ 44,288,394	100	\$ 33,952,595	100

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

FIT HOLDING CO., LTD. AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
THREE MONTHS AND SIX MONTHS ENDED JUNE 30, 2024 AND 2023  
(Expressed in thousands of New Taiwan dollars, except earnings per share)  
(UNAUDITED)

Items	Note	Three months ended June 30				Six months ended June 30			
		2024		2023		2024		2023	
		Amount	%	Amount	%	Amount	%	Amount	%
4000 Sales revenue	6(24)and 7	\$ 5,913,408	100	\$ 3,224,512	100	\$ 9,763,764	100	\$ 6,035,147	100
5000 Operating costs	6(6)(29)and7	( 5,068,116)	( 86)	( 2,821,447)	( 87)	( 8,438,208)	( 86)	( 5,275,777)	( 87)
5900 Gross profit		<u>845,292</u>	<u>14</u>	<u>403,065</u>	<u>13</u>	<u>1,325,556</u>	<u>14</u>	<u>759,370</u>	<u>13</u>
Operating expenses	6(29)								
6100 Selling expenses		( 50,091)	( 1)	( 41,752)	( 2)	( 99,981)	( 1)	( 80,004)	( 2)
6200 General and administrative expenses		( 306,765)	( 5)	( 196,830)	( 6)	( 570,915)	( 6)	( 378,683)	( 6)
6300 Research and development expenses		( 97,704)	( 1)	( 69,826)	( 2)	( 151,476)	( 2)	( 124,959)	( 2)
6450 Expect credit loss	12(2)	( 515)	-	( 230)	-	( 756)	-	877	-
6000 Total operating expenses		( 455,075)	( 7)	( 308,638)	( 10)	( 823,128)	( 9)	( 582,769)	( 10)
6900 Operating profit (loss)		<u>390,217</u>	<u>7</u>	<u>94,427</u>	<u>3</u>	<u>502,428</u>	<u>5</u>	<u>176,601</u>	<u>3</u>
Non-operating income and expenses									
7100 Interest income	6(25)	65,587	1	27,522	1	101,733	1	48,820	1
7010 Other income	6(26)and7	29,206	-	28,708	1	61,672	1	53,752	1
7020 Other gains and losses	6(2)(27)	64,857	1	7,729	-	194,840	2	( 35,111)	( 1)
7050 Finance costs	6(28)and 7	( 177,300)	( 3)	( 50,531)	( 2)	( 243,322)	( 3)	( 87,987)	( 2)
7060 Share of profit of associates and joint ventures accounted for using equity method	6(8)	<u>30,709</u>	<u>1</u>	( 7,217)	-	<u>78,645</u>	<u>1</u>	<u>665</u>	-
7000 Total non-operating income and expenses		<u>13,059</u>	-	<u>6,211</u>	-	<u>193,568</u>	<u>2</u>	( 19,861)	( 1)
7900 Profit before income tax		<u>403,276</u>	<u>7</u>	<u>100,638</u>	<u>3</u>	<u>695,996</u>	<u>7</u>	<u>156,740</u>	<u>2</u>
7950 Income tax expense	6(30)	( 117,760)	( 2)	( 43,167)	( 1)	( 187,721)	( 2)	( 72,810)	( 1)
8200 Profit for the year		<u>\$ 285,516</u>	<u>5</u>	<u>\$ 57,471</u>	<u>2</u>	<u>\$ 508,275</u>	<u>5</u>	<u>\$ 83,930</u>	<u>1</u>

(Continued)



**FIT HOLDING CO., LTD. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**  
**THREE MONTHS AND SIX MONTHS ENDED JUNE 30, 2024 AND 2023**  
(Expressed in thousands of New Taiwan dollars, except earnings per share)  
**(UNAUDITED)**

		Three months ended June 30				Six months ended June 30			
		2024		2023		2024		2023	
Items	Note	Amount	%	Amount	%	Amount	%	Amount	%
<b>Components of other comprehensive income that will not be reclassified to profit or loss</b>									
8316	Unrealised gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	6(3)							
		\$ 1,626,842	27	(\$ 33)	-	\$ 1,571,458	16	\$ 24,242	-
8310	Components of other comprehensive income that will not be reclassified to profit or loss								
		1,626,842	27	( 33)	-	1,571,458	16	24,242	-
<b>Components of other comprehensive income that will be reclassified to profit or loss</b>									
8361	Financial statements translation differences of foreign operations								
		53,308	1	( 20,869)	( 1)	255,124	3	( 31,020)	-
8399	Income tax relating to the components of other comprehensive income	6(30)							
		( 4,592)	-	8,989	-	( 27,597)	-	9,616	-
8360	Components of other comprehensive income that will be reclassified to profit or loss								
		48,716	1	( 11,880)	( 1)	227,527	3	( 21,404)	-
8300	<b>Other comprehensive (loss) income for the year</b>	\$ 1,675,558	28	(\$ 11,913)	( 1)	\$ 1,798,985	19	\$ 2,838	-
8500	<b>Total comprehensive income for the year</b>	\$ 1,961,074	33	\$ 45,558	1	\$ 2,307,260	24	\$ 86,768	1
Profit attributable to:									
8610	Owners of the parent	\$ 250,594	4	\$ 16,098	1	\$ 434,896	4	\$ 10,298	-
8620	Non-controlling interest	34,922	1	41,373	1	73,379	1	73,632	1
	Total	\$ 285,516	5	\$ 57,471	2	\$ 508,275	5	\$ 83,930	1
Comprehensive (loss) income attributable to:									
8710	Owners of the parent	\$ 1,907,794	32	(\$ 6,874)	( 1)	\$ 2,162,503	23	\$ 5,752	-
8720	Non-controlling interest	53,280	1	52,432	2	144,757	1	81,016	1
	Total	\$ 1,961,074	33	\$ 45,558	1	\$ 2,307,260	24	\$ 86,768	1
Earnings per share									
9750	Basic earnings per share (in dollars)	6(31)							
		\$ 1.02		\$ 0.06		\$ 1.77		\$ 0.04	
9850	Diluted earnings per share (in dollars)								
		\$ 1.02		\$ 0.06		\$ 1.76		\$ 0.04	

FIT HOLDING CO., LTD. AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
SIX MONTHS ENDED JUNE 30, 2024 AND 2023  
(Expressed in thousands of New Taiwan dollars)  
(UNAUDITED)

		Equity attributable to owners of the parent									
		Retained Earnings				Other equity interest					
			Capital sur- plus, addi- tional paid-in capital			Unappropriated retained earn- ings (accumu- lated deficit)	Financial state- ments translation differences of foreign opera- tions	Unrealised gains (losses) from financial assets measured at fair value through other comprehen- sive income		Non-controlling in- terest	Total equity
	Notes	Share capital - common stock		Legal reserve	Special reserve				Total		
<u>Six months ended June 30, 2023</u>											
		\$ 2,462,421	\$ 4,841,997	\$ 51,068	\$ 229,129	\$ 582,744	(\$ 177,959 )	( \$ 112,714 )	\$ 7,876,686	\$ 6,828,731	\$14,705,417
		-	-	-	-	10,298	-	-	10,298	73,632	83,930
		-	-	-	-	-	( 28,788 )	24,242	( 4,546 )	7,384	2,838
Total comprehensive income (loss)	6(3)	-	-	-	-	10,298	( 28,788 )	24,242	5,752	81,016	86,768
Adjustments to share of changes in equity of associates and joint ventures accounted for using the equity method		-	111,765	-	-	-	-	-	111,765	-	111,765
Cash dividends paid by additional paid-in capital	6(22)	-	( 123,121 )	-	-	-	-	-	( 123,121 )	-	( 123,121 )
Legal reserve	6(23)	-	-	54,089	-	( 54,089 )	-	-	-	-	-
Special reserve	6(23)	-	-	-	69,906	( 69,906 )	-	-	-	-	-
Cash dividends to shareholders	6(23)	-	-	-	-	( 369,363 )	-	-	( 369,363 )	-	( 369,363 )
Changes in non-controlling interest		-	-	-	-	-	-	-	-	( 22,299 )	( 22,299 )
Disposal of equity investments at fair value through other comprehensive income	6(3)	-	-	-	-	( 774 )	-	774	-	-	-
Balance at June 30, 2023		\$ 2,462,421	\$ 4,830,641	\$ 105,157	\$ 299,035	\$ 98,910	(\$ 206,747 )	( \$ 87,698 )	\$ 7,501,719	\$ 6,887,448	\$14,389,167
<u>Six months ended June 30, 2024</u>											
		\$ 2,462,421	\$ 5,004,042	\$ 105,157	\$ 299,035	\$ 239,431	(\$ 226,606 )	\$ 635,939	\$ 8,519,419	\$ 8,193,720	\$16,713,139
		-	-	-	-	434,896	-	-	434,896	73,379	508,275
		-	-	-	-	-	156,149	1,571,458	1,727,607	71,378	1,798,985
Total comprehensive income (loss)	6(3)	-	-	-	-	434,896	156,149	1,571,458	2,162,503	144,757	2,307,260
Adjustments to share of changes in equity of associates and joint ventures accounted for using the equity method	6(8)	-	6,891	-	-	-	-	-	6,891	-	6,891
Cash dividends paid by additional paid-in capital	6(22)	-	( 123,121 )	-	-	-	-	-	( 123,121 )	-	( 123,121 )
Legal reserve	6(23)	-	-	15,005	-	( 15,005 )	-	-	-	-	-
Special reserve	6(23)	-	-	-	( 290,674 )	290,674	-	-	-	-	-
Cash dividends to shareholders	6(23)	-	-	-	-	( 369,363 )	-	-	( 369,363 )	-	( 369,363 )
Change in ownership interests in subsidiaries	6(18)	-	126,225	-	-	-	-	-	126,225	383,987	510,212
Changes in non-controlling interest	6(32)	-	-	-	-	-	-	-	-	( 176,529 )	( 176,529 )
Employee Stock Option Compensation Cost	6(22)	-	668	-	-	-	-	-	668	882	1,550
Balance at June 30, 2024		\$ 2,462,421	\$ 5,014,705	\$ 120,162	\$ 8,361	\$ 580,633	(\$ 70,457 )	\$ 2,207,397	\$ 10,323,222	\$ 8,546,817	\$18,870,039

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

FIT HOLDING CO., LTD. AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CASH FLOWS  
SIX MONTHS ENDED JUNE 30, 2024 AND 2023  
(Expressed in thousands of New Taiwan dollars)  
(UNAUDITED)

		Six months ended June 30	
	Notes	2024	2023
<b><u>CASH FLOWS FROM OPERATING ACTIVITIES</u></b>			
Profit before tax		\$ 695,996	\$ 156,740
Adjustments			
Adjustments to reconcile profit (loss)			
Depreciation (including investment property and right-of-use assets)	6(9)(10)(12)(27) and(29)	251,919	202,937
Amortisation	6(13) (29)	32,625	38,489
Expected credit loss (rising profits)	12(2)	756	( 877 )
Gains on disposal of property, plant and equipment	6(9)(27)	( 5,367 )	( 2,154 )
Financial assets at fair value through profit or loss	6(2)(27)	( 7,526 )	-
Share of profit of associates and joint ventures accounted for using the equity method		( 78,645 )	( 665 )
Interest expense	6(28)	243,322	87,987
Interest income	6(25)	( 101,733 )	( 48,820 )
		1,550	-
Deferred government grants revenue recognised	6(27)	( 3,431 )	( 3,409 )
Profit from lease modification	6(10)	( 24 )	( 77 )
Changes in operating assets and liabilities			
Changes in operating asset			
Current contract assets		( 1,216,749 )	( 2,144,050 )
Notes receivable, net		7,158	6,109
Accounts receivable		356,247	21,650
Accounts receivable - related parties		12,463	16,356
Other receivables		11,220	19,889
Inventories		284,312	273,100
Prepayments		( 2,649,667 )	( 330,028 )
Other current assets		4,931	1,969
Changes in operating liabilities			
Contract liabilities - current		43,290	( 15,953 )
Notes payable		( 3,118 )	1
Accounts payable		748,847	( 420,338 )
Accounts payable to related parties		( 9,433 )	4,299
Other payables		147,612	( 94,744 )
Other payables to related parties		29,659	( 19,435 )
Other current liabilities		( 29,240 )	18,175
Cash outflow generated from operations		( 1,233,026 )	( 2,232,849 )
Interest received		104,286	51,121
Interest paid		( 211,679 )	( 88,509 )
Dividends received		10,527	-
Income tax paid		( 271,659 )	( 86,074 )
Net cash flows (used in) from operating activities		( 1,601,551 )	( 2,356,311 )

(continued)

FIT HOLDING CO., LTD. AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CASH FLOWS  
SIX MONTHS ENDED JUNE 30, 2024 AND 2023  
(Expressed in thousands of New Taiwan dollars)  
(UNAUDITED)

		Six months ended June 30	
	Notes	2024	2023
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>			
(Decrease) Increase in financial assets at amortised cost		( \$ 174,486 )	\$ 523,304
Acquisition of financial assets at fair value	6(3)		
through other comprehensive income		-	( 299,724 )
Acquisition of investments accounted for using the equity method		( 57,947 )	-
Acquisition of property,plant and equipment	6(9)(34)	( 5,015,847 )	( 204,732 )
Proceeds from disposal of property,plant and equipment	6(9)	8,379	5,163
Acquisition of intangible assets	6(13)	( 7,873 )	( 4,676 )
Increase in prepayments for business facilities		( 21,568 )	( 295,382 )
Decrease (increase) in refundable deposits		( 172,210 )	15,397
Increase in other non-current assets		( 40,774 )	1,215
Net cash flows from (used in) investing activities		( 5,482,326 )	( 259,435 )
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>			
Increase in short-term borrowings	6(35)	13,062,480	13,355,844
Decrease in short-term borrowings	6(35)	( 10,599,905 )	( 12,016,595 )
Increase (decrease) in short-term notes payable	6(35)	( 332,062 )	284,571
Increase in long-term borrowings	6(35)	9,448,079	6,148,392
Decrease in long-term borrowings	6(35)	( 6,294,947 )	( 5,946,300 )
Repayment of lease liabilities	6(35)	( 56,267 )	( 52,507 )
Other payables - related parties	6(35)	1,500,000	-
Decrease in guarantee deposits received		( 2,390 )	( 555 )
Increase in other non-current liabilities		1,786	604
Changes in non-controlling interest	6(32)	1,350	34,300
Net cash flows (used in) from financing activities		6,728,124	1,807,754
Changes in foreign currency exchange		35,027	39,476
Net increase(decrease) in cash and cash equivalents		( 320,726 )	( 768,516 )
Cash and cash equivalents at beginning of period		6,953,129	5,732,695
Cash and cash equivalents at end of period		\$ 6,632,403	\$ 4,964,179

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

FIT HOLDING CO., LTD. AND SUBSIDIARIES  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
SIX MONTHS ENDED JUNE 30, 2024 AND 2023

(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

1. History and organization

A. FIT Holding Co., Ltd. (the “Company”) and its subsidiaries (collectively referred herein as the “Group”) were incorporated as a company limited by shares under the provisions of the Company Act of the Republic of China (R.O.C.) on October 1, 2018. The Group is primarily engaged in production, manufacturing and trading of optical instrument components, computer peripheral components, 3C products, image scanners and multifunction printers, investment and development of power plant and cleaning energy services.

B. The Company’s subsidiaries, Glory Science Co., Ltd. (Glory Science), Power Quotient International Co., Ltd. (PQI) and Foxlink Image Technology Co., Ltd. (Foxlink Image) entered into a joint share swap agreement as approved by each of their Board of Directors in May 2018. The Company acquired 100% shares of Glory Science, PQI and Foxlink Image through a share swap by exchanging 1 common share of PQI with 0.194 common share of the Company, 1 common share of Foxlink Image with 0.529 common share of the Company and 1 common share of Glory Science with 1 common share of the Company. The agreement was approved by the shareholders of Glory Science, PQI and Foxlink Image in June 2018, respectively. The transactions of joint shares swap were completed on October 1, 2018. The Company’s shares were listed on the Taiwan Stock Exchange (TSE) and approved by the regulatory authority on the same date. Cheng Uei Precision Industry Co., Ltd. is the ultimate parent company of the Company.

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

These consolidated financial statements were authorized for issuance by the Board of Directors on August 9, 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”) that came into effects 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:

<u>New Standards, Interpretations and Amendments</u>	<u>Effective date by International Accounting Standards Board</u>
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 Group’s financial condition and financial performance based on the Group’s assessment.

(2) The effect of new issuances of or amendments to IFRSs as endorsed by the FSC but not yet adopted by the Group:

New standards, interpretations and amendments endorsed by the FSC from 2025 is as follows:

<u>New Standards, Interpretations and Amendments</u>	<u>Effective date by International Accounting Standards Board</u>
Amendments to IAS 21, "Lack of exchangeability"	January 1, 2025

The above standards and interpretations have no significant impact to the Group's financial condition and financial performance based on the Group's assessment

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

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

<u>New Standards, Interpretations and Amendments</u>	<u>Effective date by International Accounting Standards Board</u>
Amendments to IFRS 9 and IFRS 7, "Amendments to the Classification and Measurement of Financial Instruments."	January 1, 2026
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
Amendments 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
IFRS 19, "Subsidiaries without Public Accountability: Disclosures"	January 1, 2027
IFRS Accounting Standards "Annual Improvements—Volume 11"	January 1, 2026

Except for the evaluations mentioned below, the Group has assessed that the above criteria and interpretations do not have a significant impact on the Group's financial position and financial performance:

IFRS 18 "Presentation and Disclosure in Financial Statements"

IFRS 18 "Presentation and Disclosure in Financial Statements" replaces IAS 1, updates the structure of the statement of comprehensive income, introduces disclosures for management performance measures, and enhances the principles of aggregation and disaggregation applied in the primary financial statements and notes.

#### 4. Summary of Significant Accounting Policies

Significant accounting policies are the same as Note 4 to the consolidated financial statements for 2023, except for the statement of compliance, the basis of preparation, the basis of consolidation and the newly added parts. Unless otherwise stated, these policies apply consistently throughout all reporting periods.

(1) Compliance statement

1. This consolidated financial report has been prepared in accordance with the Financial Reporting Standards for Issuers of Securities and the International Accounting Standard No. 34 "Interim Financial Reporting", endorsed and issued into effect by the FSC.
2. This consolidated financial report should be read together with the consolidated financial report for the year 2023.

(2) Basis of preparation

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

- (a) Financial assets and liabilities (including derivative instruments) measured at fair value through profit or loss.
- (b) Financial assets at fair value through other comprehensive income.
- (c) Defined benefit assets and liabilities recognized based on the net amount of pension fund assets less present value of defined benefit obligation.

B. The preparation of financial statements in accordance with IFRSs recognized and issued by the FSC requires some important accounting estimates.. It also requires management to exercise its judgement in the process of applying the Group's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in note 5.

(3) Basis of consolidation

A. Basis for preparation of consolidated financial statements:

- (a) All subsidiaries are included in the Group's consolidated financial statements. Subsidiaries are all entities (including structured entities) controlled by the Group. The Group controls an entity when the Group is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Consolidation of subsidiaries begins from the date the Group obtains control of the subsidiaries and ceases when the Group loses control of the subsidiaries.
- (b) Inter-company transactions, balances and unrealized gains or losses on transactions between companies within the Group are eliminated. Accounting policies of subsidiaries have been adjusted where necessary to ensure consistency with the policies adopted by the Group.
- (c) Profit or loss and each component of other comprehensive income are attributed to the owners of the parent and to the non-controlling interests. Total comprehensive income is attributed to the owners of the parent and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance.
- (d) Changes in a parent's ownership interest in a subsidiary that do not result in the parent losing control of the subsidiary (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.
- (e) When the Group loses control of a subsidiary, the Group remeasures 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 the associate or joint venture. Any difference between the 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.

B.Subsidiaries included in the consolidated financial statements:

Name of Investor	Name of Subsidiary	Main business Activities	Ownership(%)			Description
			June 30 2024	December 31 2023	June 30 2023	
The Company	Glory Science Co., Ltd. (Glory Science)	Manufacture and sale of optical lens components and other products	100	100	100	
The Company	Foxlink Image Technology Co.,Ltd(Foxlink Image)	Manufacture and sale of image scanners and multifunction printers	100	100	100	
The Company	Power Quotient International Co.,Ltd.(PQI)	Manufacture of electronic telecommunication components	100	100	100	
The Company	Shin Fong Power Co.,Ltd	Engery service management	16.30	16.30	16.30	Note1
Glory Science	GLORY TEK (BVI) CO.,LTD.(GLORY TEK)	General investments holding	100	100	100	
GLORY TEK (BVI) CO.,LTD.	GLORY OPTICS (BVI) CO., LTD.(GLORY OPTICS)	Sales agent	100	100	100	
GLORY TEK (BVI) CO.,LTD.	GLORY TEK (SAMOA) CO.,LTD. (GLORY TEK (SAMOA))	General investments holding	100	100	100	
GLORY TEK (BVI) CO.,LTD.	GLORYTEK SCIENCE INDIA PRIVATE LIMITED(GLORYTEK SCIENCE INDIA)	Manufacture and sale of the components of communication and consumer electronics	99.27	99.27	99.27	
GLORY TEK (SAMOA) CO., LTD.	Glorytec(Szhou)Co.,Ltd (Glorytek Suzhou)	Production and processing and sale of optical lens components and other	100	100	100	
GLORY TEK (SAMOA) CO., LTD.	Glory Optics (Yancheng) Co., Ltd(GOYC)	Production and processing and sale of optical lens components and other	47	47	47	Note2
GLORY OPTICS (BVI) CO., LTD.	Glorytek(Yan cheng) Co., Ltd (Glorytek)	Production and processing and sale of optical lens components and other	100	100	100	
Glorytek Yan-cheng	Yancheng Yaowei Technology Co.,Ltd (YYWT)	Production and processing and sale of optical lens components and other	100	100	100	
Glorytek Suzhou	Glory Optics(Yancheng)Co.,Ltd.(GOYC)	Production and processing and sale of optical lens components and other	53	53	53	Note2
Foxlink Image	Accu-Image Technology Limited(AITL)	Manufacture and sale of image scanners	100	100	100	
Foxlink Image	Shih Fong Power Co.,Ltd(Shih	Energy service management	34.7	34.7	34.7	Note1



Name of Investor	Name of Subsidiary	Main business Activities	Ownership(%)			Description
			June 30 2024	December 31 2023	June 30 2023	
AITL	Dong Guan Fu-Zhang Precision Industry Co.,Ltd	Mould development and moulding tool manufacture	100	100	100	Note1
AITL	Dongguan Fu Wei Electronics Co.,Ltd(Dongguan Fu Wei)	Manufacture and sale of im-age scanners and multifunc-tion printers	100	100	100	
AITL	Wei Hai Fu Kang Electric Co.,Ltd (WHFK)	Manufacture and Sale of parts and scaners	100	100	100	
AITL	Dong Guan Han Yang Computer Co.,Ltd(DGHY)	Manufacture of image scanners and multi func-tion printers and investment	100	100	100	Note1
PQI	Power Quotient International (H.K) Co.,Ltd(PQI H.K.)	Sale of electronic Tel ecommunication com ponents	100	100	100	Note1
PQI	PQI Japan Co.,Ltd (PQI JANPAN)	Sale of electronic tele-com-munication com-ponents	100	100	100	Note1
PQI	Syscom Development	Specialized invesments	100	100	100	Note1
PQI	Apix Limited	Specialized invest-ments holding	100	100	100	
PQI	Power Sufficient Interna-tional Co.,Ltd(PSI)	Sale of medical instru-ments	100	100	100	Note1
PQI	Shinfox Energy Co.,td.(Shinfox)	Mechanical installation and piping engineering	46.61	47.63	47.63	Note8
Shinfox	Foxwell Energy Corpora-tion Ltd.(Foxwell Energy)	Energy service man-agement	100	100	100	
Shinfox	Shinfox Natural Gas Co., Ltd(Shinfox Natural Gas)	Energy service man-agement	80	80	80	Note1
Shinfox	Kunshan Jiuwei Info Tech Co.,Ltd(Kun Shan Jiuwei)	Supply chain finance	100	100	100	Note1
Shinfox	Foxwell Power Co.,Ltd(Foxwell Power)	Energy service man-agement	77.57	77.57	80.23	Note1 、 5
Shinfox	Jiuwei Power Co.,Ltd(Jiuwei Power)	Natural gas service management	100	100	100	Note1
Shinfox	Elegant Energy TECH Co., Ltd.	Energy service man-agement	100	100	100	Note1
Shinfox	Yuanshan Forest Natural Resources Co.,Ltd	Tree planting industry	100	100	100	Note1
Shinfox	Diwei Electric Power Co., Ltd.	Electricity Generating Enterprise	-	-	100	Note1 、 4

Name of Investor	Name of Subsidiary	Main business Activities	Ownership(%)			Description
			June 30 2024	December 31 2023	June 30 2023	
Shinfox	Guanwei Power Co., Ltd.	Electricity Generating Enterprise	51	51	100	Note1 、6
Shinfox	Junwei Power Co., Ltd.	Electricity Generating Enterprise	100	100	-	Note1 、3
Shinfox	Shinfox Far East Company Pte.Ltd.(SFE)	Maritime Engineering	67	67	-	Note1 、7
Shinfox	Eastern Rainbow Green Energy Environmental Technology Co., Ltd. (Eastern Rainbow Green Energy)	Electricity Generating Enterprise	56.63	56.63	-	Note1 、3
Eastern Rainbow Green Energy Environmental Technology Co.,Ltd. (Eastern Rainbow Green Energy)	Eastern Rainbow Environmental Technology Co., Ltd. (Eastern Rainbow Environmental)	Energy Technical Services	100	100	-	Note1 、3
Eastern Rainbow Green Energy	Kunshan Eastern Rainbow Environmental Equipment Co., Ltd.(Kunshan Eastern Rainbow)	Energy Technical Services	100	100	-	Note1 、3
Foxwell Power	Liangwei Electric Power Co., Ltd.	Electricity Generating Enterprise	-	-	100	Note1 、4
Foxwell Power	Xinwei Power Co., Ltd.	Electricity Generating Enterprise	100	100	100	Note1 、3
Foxwell Power	Foxwell Certification Co., Ltd. (Foxwell Certification)	Energy Technical Services	95.5	100	100	Note1 、3 、10
SFE	SFE Hercules Company Corporation(SFEH)	Maritime Engineering	100	-	-	Note1 、9
Syscom Development Co.,Ltd	Foxlink Powerbank International Technology Private Limited	Manufacture of electronic telecommunication components	99.27	99.27	99.27	Note1
Apix Limited(BVI)	Sinocity Industries Limited (Sinocity)	Sales of electronic equipment	100	100	100	
Apix Limited(BVI)	Perennial Ace Limited (Perennial)	Specialised investments holding	100	100	100	Note1
Sinocity	DG LIFESTYLE STORE LIMITED(DG)	Sales of electronic equipment	100	100	100	
Power Quotient International (H.K.) Co., Ltd.	PQI YANCHENG	Manufacture and sales of electronic telecommunication components	100	100	100	
PQI YANCHENG	PQI (Xuzhou)New Energy Co.,Ltd. (PQI Xuzhou)	Manufacture and sales of electronic telecommunication components	100	100	100	Note1

Note 1: Because it does not meet the definition of a significant subsidiary, the financial statements for Foxwell Power、Jiuwei Power and SFE as of June 30, 2024, were reviewed by the auditor, while the financial statements for the rest of the years, as of June 30, 2024 and 2023, were not reviewed by the auditor.

Note 2: GLORY TEK (SAMOA) and GLORY TEK Suzhou jointly held 100% equity interest of GLORY TEK Yancheng.

Note 3: A subsidiary that was established and invested or acquired through merger in 2023.

Note 4: In December 2023, the Group sold 100% of shares in Diwei Power and Liangwei Power, and therefore lost control over the subsidiaries.

Note 5: For the year ended December 31, 2023, the Group disposed 1,601 thousand shares of Foxwell Power and the shareholding ratio was 77.57% after the disposal.

Note 6: For the year ended December 31, 2023, because the Group did not participate in the capital increase of Guanwei Power Co., Ltd. proportionally to its interests, the Group decreased its share interests to 51%.

Note 7: The Group prepaid investments to Shinfox Far East Company Pte Ltd. on December 27, 2022, acquired 40% equity interests in the entity under equity settlement and acquired another 27% equity interests in the entity on November 6, 2023, resulting in the shareholding ratio reaching to 67%.

Note 8: As of June 30, 2024, bondholders of Shinfox Energy Co., Ltd. have requested to convert their bonds into a total of 4,699 common shares of Shinfox Energy Co., Ltd., resulting in a decrease in the shareholding ratio to 46.61%. Please refer to Note 6 (18) for details.

Note 9: A subsidiary that was established and invested or acquired through merger in 2024.

Note 10: In May 2024, Foxwell Certification Co., Ltd., a subsidiary of the Group, conducted a cash capital increase and issued new shares, reserving a portion for employee subscription in accordance with the law. As a result, the Group's shareholding decreased by 4.50%, reducing the shareholding ratio to 95.5%. Please refer to Note 6(32) for details.

C. Subsidiaries not included in the consolidated financial statements

None

D. Adjustments of subsidiaries with different balance sheet dates

None.

E. Significant restrictions

None.

F. Subsidiaries that have non-controlling interests that are material to the Group

The total non-controlling interests of the Group as at 30 June 2024, 31 December 2023 and 30 June 2023 were \$8,546,817, \$8,193,720 and \$6,887,448 respectively. The following are the non-controlling interests and subsidiaries that are significant to the Group information:

Principal place Name of Subsidiary of business		Non-controlling interest					
		June 30,2024		December 31, 2023		June 30, 2023	
		Ownership		Ownership		Ownership	
		Amount	%	Amount	%	Amount	%
SHINFOX Energy Co., Ltd.	Taiwan	7,355,545	53.39	7,004,540	52.37	5,700,518	52.37

Summarised financial information of the subsidiaries:  
Balance sheets

	SHINFOX Energy Co.,Ltd		
	June 30,2024	December 31,2023	June 30,2023
Current assets	\$ 25,435,627	\$ 22,854,710	\$ 15,002,250
Non-current assets	11,972,038	6,433,007	5,235,357
Current liabilities	( 16,842,094)	( 12,106,378)	( 7,764,372)
Non-current liabilities	( 7,764,599)	( 4,862,455)	( 1,823,734)
Total net assets	<u>\$ 12,800,972</u>	<u>\$ 12,318,884</u>	<u>\$ 10,649,501</u>

Statements of comprehensive income

	SHINFOX Energy Co., Ltd.	
	Three months ended June 30,2024	Three months ended June 30,2023
Revenue	\$ 4,249,451	\$ 1,899,412
Profit before income tax	164,340	107,867
Income tax expense	( 64,750)	( 32,324)
Profit for the period	99,590	75,543
Other comprehensive loss, net of tax	26,138	21,051
Total comprehensive income for the period	<u>\$ 125,728</u>	<u>\$ 96,594</u>
Comprehensive income (loss) attributable to non-controlling interest	<u>(\$ 31,994)</u>	<u>(\$ 116)</u>
Dividends paid to non-controlling interest	<u>\$ -</u>	<u>\$ -</u>

	SHINFOX Energy Co., Ltd.	
	Six months ended June 30,2024	Six months ended June 30,2023
Revenue	\$ 6,580,789	\$ 3,287,921
Profit before income tax	276,616	181,142
Income tax expense	( 92,423)	( 48,402)
Profit for the period	184,193	132,740
Other comprehensive loss, net of tax	117,089	14,041
Total comprehensive income for the period	<u>\$ 301,282</u>	<u>\$ 146,781</u>
Comprehensive income (loss) attributable to non-controlling interest	<u>(\$ 35,292)</u>	<u>\$ 1,929</u>
Dividends paid to non-controlling interest	<u>\$ -</u>	<u>\$ -</u>

## Statements of cash flows

SHINFOX Energy Co., Ltd.			
	Six months ended June 30, 2024		Six months ended June 30, 2023
Net cash provided by (used in) operating activities	(\$	2,232,489	(\$ 2,483,951)
Net cash provided by (used in) investing activities	(	5,217,002)	238,349
Net cash provided by financing activities		7,100,642	1,983,296
Effect of exchange rates on cash and cash equivalents	(	86,170)	( 114)
Increase in cash and cash equivalents	(	435,019)	( 262,420)
Cash and cash equivalents, beginning of period		3,912,463	1,831,512
Cash and cash equivalents, end of period	\$	3,477,444	\$ 1,569,092

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

There is no significant change in the current period, please refer to Note 5 of the 2023 Consolidated Financial Report.

### 6. Details of Significant Accounts

#### (1) Cash and cash equivalents

	June 30, 2024	December 31, 2023	June 30, 2023
Cash on hand	\$ 12,717	\$ 13,444	\$ 11,631
Checking accounts and demand deposits	2,842,138	2,182,662	2,147,901
Cash equivalents			
Time deposits	3,777,548	4,757,023	2,804,647
Total	\$ 6,632,403	\$ 6,953,129	\$ 4,964,179

1. The Group 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.
2. The Group has not cash and cash equivalents pledged to others.

(2) Financial assets at fair value through profit or loss (As of June 30, 2023 : None)

Items	June 30, 2024	June 30, 2023
Current items:		
Financial assets mandatorily measured at fair value through profit or loss		
Listed stocks	\$ 927	\$ 927
Convertible bonds	3,203	3,900
	4,130	4,827
Valuation adjustment	6,559	340
	<u>\$ 10,689</u>	<u>\$ 5,167</u>

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 June 30,2024	Three months ended June 30,2023
Current items:		
Financial assets mandatorily measured at fair value through profit or loss		
Convertible bonds	\$ -	\$ -
Listed stocks	307	-
Realized gains and losses on forward foreign exchange contracts	-	524
Total	<u>\$ 307</u>	<u>\$ 524</u>

	Six months ended June 30,2024	Six months ended June 30,2023
Current items:		
Financial assets mandatorily measured at fair value through profit or loss		
Convertible bonds	\$ 7,222	\$ -
Listed stocks	304	-
Realized gains and losses on forward foreign exchange contracts	-	2,443
Total	<u>\$ 7,526</u>	<u>\$ 2,443</u>

- B. The forward foreign exchange transactions entered into by the Group are to hedge against the risks arising from fluctuations in foreign currency assets, but do not qualify for hedge accounting.”
- C. The Group has not pledged financial assets measured at fair value through profit or loss as collateral.
- D. Information relating to credit risk of financial assets at fair value through profit or loss is provided in Note12(2).

(3) Financial assets at fair value through other comprehensive income

Items	June 30, 2024	December 31, 2023	June 30, 2023
Equity instruments:			
listed stocks	\$ 2,505,140	\$ 2,505,140	\$ 1,563,140
Unlisted stocks	580,301	578,287	1,746,820
	3,085,441	3,083,427	3,309,960
Valuation adjustment	1,640,285	68,827	( 913,811)
Total	<u>\$ 4,725,726</u>	<u>\$ 3,152,254</u>	<u>\$ 2,396,149</u>

- A. The Group has elected to classify equity investments that are considered to be strategic investments and steady dividend income as financial assets at fair value through other comprehensive income. The fair value of such investments amounted to \$4,725,726 and \$3,152,254 and \$2,396,149 as at June 30, 2024, December 31, 2023 and June 30,2023, respectively.
- B. As the investee company was dissolved, the Group derecognised the original investment cost and decreased retained earnings by \$744 which was adjusted from cumulative loss for the six months ended June 30,2023.
- C. Amounts recognized in profit or loss in relation to financial assets/liabilities at fair value through profit or loss are listed below:

	Three months ended June 30,2024	Three months ended June 30,2023
<u>Equity instruments at fair value through other comprehensive income</u>		
Fair value change recognised in other comprehensive income	\$ 1,626,842	(\$ 33)
The accumulated loss on disposal reclassified to retained earnings	\$ -	\$ -
	<u>Six months ended June 30,2024</u>	<u>Six months ended June 30,2023</u>
<u>Equity instruments at fair value through other comprehensive income</u>		
Fair value change recognised in other comprehensive income	\$ 1,571,458	\$ 24,242
The accumulated loss on disposal reclassified to retained earnings	\$ -	(\$ 774)

- D. Information relating to credit risk of financial assets at fair value through other comprehensive income is provided in Note 12(2).

(4) Financial assets at amortized cost

Items	June 30, 2024	December 31, 2023	June 30, 2023
Current items :			
Pledged time deposits	\$ 1,678,687	\$ 1,689,866	\$ 1,648,025
Restricted deposits	341,297	385,825	386,663
Time deposits maturing over three months	892,125	778,663	345,839
Total	<u>\$ 2,912,109</u>	<u>\$ 2,854,354</u>	<u>\$ 2,380,527</u>

Non-current items :

Pledged time deposits	\$ 390,938	\$ 383,267	\$ 373,392
Restricted deposits	133,054	23,994	22,340
Total	<u>\$ 523,992</u>	<u>\$ 407,261</u>	<u>\$ 395,732</u>

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

	Three months ended June 30, 2024	Three months ended June 30, 2023
Interest income	<u>\$ 18,778</u>	<u>\$ 6 071</u>
	Six months ended June 30, 2024	Six months ended June 30, 2023
Interest income	<u>\$ 23,665</u>	<u>\$ 12,868</u>

B. Details of the Group's financial assets at amortized cost pledged to others as collateral is provided in Note 8.

C. As at June 30, 2024, December 31, 2023 and June 30, 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 financial assets at amortised cost held by the Group was \$3,436,101 and \$3,261,615 and \$2,776,259 respectively.

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

(5) Notes and accounts receivable

	June 30, 2024	December 31, 2023	June 30, 2023
Notes receivables	<u>\$ 18,496</u>	<u>\$ 25,654</u>	<u>\$ 28,843</u>
Accounts receivables	\$ 1,598,242	\$ 1,149,178	\$ 1,105,519
Construction payments receivable	47,154	852,465	72,487
Less : loss allowance for uncollectible accounts	<u>( 24,391)</u>	<u>( 23,635)</u>	<u>( 23,471)</u>
	<u>\$ 1,621,005</u>	<u>\$ 1,978,008</u>	<u>\$ 1,154,535</u>



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

	June 30, 2024		December 31, 2023	
	Accounts receivable	Notes receivable	Accounts receivable	Notes receivable
Not pass due	\$ 1,476,950	\$ 18,496	\$ 1,877,583	\$ 25,654
UP to 30 days	163,402	-	114,854	-
31 to 90 days	3,353	-	7,511	-
91 to 180 days	-	-	-	-
UP 181 days	1,691	-	1,695	-
	<u>\$ 1,645,396</u>	<u>\$ 18,496</u>	<u>\$ 2,001,643</u>	<u>\$ 25,654</u>

	June 30, 2023	
	Accounts receivable	Notes receivable
Not pass due	\$ 1 059,510	\$ 28,843
UP to 30 days	113,476	-
31 to 90 days	2,936	-
91 to 180 days	389	-
UP 181 days	1,695	-
	<u>\$ 1,178,006</u>	<u>\$ 28,843</u>

The above ageing analysis was based on past due date.

- B. As of June 30, 2024 ,December 31, 2023 and June 30,2023, accounts receivable and notes receivable were all from contracts with customers. And as of January 1, 2023, the balance of receivables from contracts with customers amounted to \$1,234,432.
- C. The Group has no accounts receivable and notes receivable pledged to others.
- D. Information relating to credit risk of accounts receivable is provided in Note 12(2).
- E. As of June 30, 2024, December 31, 2023 and June 30,2023, 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 Group's notes and accounts receivable was \$18,496, \$25,654 and \$28,843; \$1,621,005, \$1,978,008 and \$1,154,535 respectively.

## (6) Inventories

	June 30,2024		
	Cost	Allowance and valuation loss	Book value
Raw material	\$ 662,129	(\$ 34,152)	\$ 627,977
Work in progress	110,290	( 2,093)	108,197
Finished goods	266,561	( 33,705)	232,856
Merchandise	96,540	( 910)	95,630
Total	<u>\$ 1,135,520</u>	<u>(\$ 70,860)</u>	<u>\$ 1,064,660</u>

	December 31,2023		
	Cost	Allowance and valuation loss	Book value
Raw material	\$ 631,097	(\$ 54,764)	\$ 576,333
Work in progress	107,377	( 4,451)	102,926
Finished goods	310,532	( 27,510)	283,022
Merchandise	387,562	( 871)	386,691
Total	<u>\$ 1,436,568</u>	<u>(\$ 87,596)</u>	<u>\$ 1,348,972</u>

	June 30,2023		
	Cost	Allowance and valuation loss	Book value
Raw material	\$ 780,460	(\$ 51,807)	\$ 728,653
Work in progress	89,989	( 2,579)	87,410
Finished goods	201,612	( 29,460)	172,152
Merchandise	49,756	( 6,029)	43,727
Total	<u>\$ 1,121,817</u>	<u>(\$ 89,875)</u>	<u>\$ 1,031,942</u>

The cost of inventories recognized as expense for the year: :

	Three months ended June 30,2024	Three months ended June 30,2023
Cost of engineering and electrical sales	\$ 3,796,240	\$ 1,688,435
Cost of goods sold	1,249,106	1,082,801
Unamortised manufacturing expenses	27,243	37,633
Cost of services	8,000	12,990
Loss on scrapping inventory	-	-
Inventory recovery benefits	( 12,473)	( 622)
Gain on physical inventory	-	210
	<u>\$ 5,068,116</u>	<u>\$ 2,821,447</u>

	Six months ended June 30,2024	Six months ended June 30,2023
Cost of engineering and electrical sales	\$ 5,856,351	\$ 2,906,088
Cost of goods sold	2,525,115	2,273,272
Unamortised manufacturing expenses	58,469	73,118
Cost of services	14,000	24,990
Loss on scrapping inventory	1,009	-
Inventory recovery benefits	( 16,736)	( 1,867)
Gain on physical inventory	-	176
	<u>\$ 8,438,208</u>	<u>\$ 5,275,777</u>

The Group reversed a previous inventory write-down because the Group sold certain inventories which were previously provided with loss on decline in market value and obsolescence during the three months and six months ended June 30,2024 and 2023.

(7) Prepayment

	<u>June 30,2024</u>	<u>December 31,2023</u>	<u>June 30,2023</u>
Advance payment to construction	\$ 7,348,005	\$ 4,658,272	\$ 4,453,493
Excess business tas paid	632,859	549,363	513,857
Others	769,601	893,163	441,094
	<u>\$ 8,750,465</u>	<u>\$ 6,100,798</u>	<u>\$ 5,408,444</u>

(8) Investments accounted for using the equity method

	<u>June 30,2024</u>	<u>December 31,2023</u>	<u>June 30,2023</u>
<u>Investee companies</u>	<u>Carrying amount</u>	<u>Carrying amount</u>	<u>Carrying amount</u>
Associates :			
POWER CHANNEL LIMITED	\$ 860,746	\$ 753,722	\$ 714,604
Studio A Technology Limited	102,022	105,982	101,637
Cheng Shin Digital CO.,LTD	36,003	1,682	-
Synergy Co., Ltd.	31,915	33,401	32,901
TEGNA ELECTRONICS PRIVATE LIMITED	27,340	25,085	26,164
UBILINK	10,000	-	-
Shinfox Far East Company Pte Ltd	-	-	987,719
Joint ventures :			
Changpin Wind Power Ltd.	103,181	105,979	106,233
	<u>\$ 1,171,207</u>	<u>\$ 1,025,851</u>	<u>\$ 1,969,258</u>

A. The Group's share of profit or loss from associates and joint ventures accounted for using the equity method for the six months ended June 30, 2024 and 2023,, was recognized based on the financial statements of the investees for the same periods. Except for Cheng Shin Digital CO., LTD, which was evaluated and recognized based on the financial statements reviewed by an auditor, the rest were evaluated and recognized based on the financial statements for the same periods that were not reviewed by an auditor.

B. Associates

(a)The basic information of the associates that are material to the Group is as follows:

<u>Company name</u>	<u>Principal place of business</u>	<u>Shareholding ratio</u>			<u>Nature of relationship</u>	<u>Methods of Measurement</u>
		<u>June 30,2024</u>	<u>December 31,2023</u>	<u>June 30,2023</u>		
POWER CHANNEL	China (Note 1)	35.75%	35.75%	35.75%	Note 2	Equity method

Note 1: Registered location is Hong Kong.

Note 2: Holds 20% or more of the voting power.

(b)The summarized financial information of the associates that are material to the Group is as follows:

Balance sheet

	POWER CHANNEL LIMITED		
	June 30,2024	December 31,2023	June 30,2023
Current assets	\$ 18,988	\$ 28,970	\$ 30,341
Non-current assets	2,084,492	1,741,522	1,616.822
Current liabilities	-	-	-
Non- current liabilities	-	-	-
Total net assets	<u>\$ 2.103.480</u>	<u>\$ 1,770,492</u>	<u>\$ 1.647.163</u>
Share in associate's net assets	\$ 751.994	\$ 632,951	\$ 588.861
Goodwill	<u>108.752</u>	<u>120,771</u>	<u>125.743</u>
Carrying amount of the associate	<u>\$ 860.746</u>	<u>\$ 753,722</u>	<u>\$ 714.604</u>

Statement of comprehensive income

	POWER CHANNEL LIMITED	
	Three months ended June 30,2024	Three months ended June 30,2023
Revenue	\$ -	\$ -
Profit for the period from continuing operations	\$ 171,733	\$ 36,641
Other comprehensive income,net of tax	-	-
Total comprehensive income	<u>\$ 171,733</u>	<u>\$ 36,641</u>
Dividends received from associates	<u>\$ -</u>	<u>\$ -</u>

	POWER CHANNEL LIMITED	
	Six months ended June 30,2024	Six months ended June 30,2023
Revenue	\$ -	\$ -
Profit for the period from continuing operations	\$ 292,855	\$ 70,430
Other comprehensive income,net of tax	-	-
Total comprehensive income	<u>\$ 292,855</u>	<u>\$ 70,430</u>
Dividends received from associates	<u>\$ 10,527</u>	<u>\$ -</u>

(c)The carrying amount of the Group's interests in all individually immaterial associates (Note) and the Group's share of the operating results are summarized below:

As of June 30, 2024, December 31, 2023 and June 3,2023,the carrying amount of the Group's

individually immaterial associates amounted to \$207,280, \$166,150 and \$1,148,421, respectively.

	Three months ended June 30,2024	Three months ended June 30,2023
Profit (loss)for the period from continuing operations	(\$ 20,797)	(\$ 41,405)
Other comprehensive income,net of tax	-	-
Total comprehensive income	<u>(\$ 20,797)</u>	<u>(\$ 41,405)</u>

	Six months ended June 30,2024	Six months ended June 30,2023
Profit (loss)for the period from continuing operations	(\$ 23,252)	(\$ 50,289)
Other comprehensive income,net of tax	-	-
Total comprehensive income	<u>(\$ 23,252)</u>	<u>(\$ 50,289)</u>

Note: Tegna Eletronics Private Limited., Synergy Co., Ltd. ,Studio A Technology Limited ,Cheng Shin Digital CO.,LTD and UBILINK.

#### C. Joint venture

The carrying amount of the Group's interests in all individually immaterial joint ventures and the Group's share of the operating results are summarized below:

As of June 30,2024,December 31,2023 and June 30,2023,the carrying amount of the Group's individually immaterial joint ventures amounted to \$103,181,\$105,979 and \$106,233.

	Three months ended June 30,2024	Three months ended June 30,2023
Net profit from continuing operations for the current period	<u>(\$ 2,592)</u>	<u>(\$ 9,701)</u>
Total comprehensive loss	<u>(\$ 2,592)</u>	<u>(\$ 9,701)</u>

  

	Six months ended June 30,2024	Six months ended June 30,2023
Net profit from continuing operations for the current period	<u>(\$ 2,798)</u>	<u>(\$ 9,869)</u>
Total comprehensive loss	<u>(\$ 2,798)</u>	<u>(\$ 9,869)</u>

- D. Chung Chia Power Co., Ltd. increased its capital by issuing new shares on January 29, 2023. The Group did not acquire shares proportionally to its interest and lost its significant influence, resulting in the decrease of equity interests in the entity from 20% to 8%, which was subsequently recorded as financial assets at fair value through other comprehensive income, and were fully disposed of in December 2023.
- E. On October 17, 2023, the Group acquired 49% equity interests in Cheng Shin Digital Co., Ltd. in the amount of \$490. Gain recognised in bargain purchase transaction from the acquisition amounted to \$707.
- F. On September 25, 2023, the Board of Directors of the Group resolved to increase its shareholding in an overseas investee, Shinfox Far East Company Pte. Ltd. On November 6, 2023, the Group acquired 27% equity interests with the consideration amounting to \$675,778. As a result, the

Group's shareholding ratio increased to 67%, which became the Group's subsidiary.

- G. On September 25, 2023, the Board of Directors of the Company resolved to invest in renewable power plants in Vietnam, GIO Thanh Energy Joint Stock Company, SECO Joint Stock Company, Vietnam Renewable Energy Joint Company Stock and SECO Joint Stock Company. The Group's shareholding ratio in each investee will be 35%. The contract was signed by both parties on September 29, 2023, with an investment amount of VND 853,248,000 thousand. However, the investment has not yet actually been completed as of August 9, 2024.
- H. For the year ended December 31, 2023, the investee under the equity method, POWER CHANNEL LIMITED, of the Group did not participate in the capital increase of Sharetronic Data Technology Co., Ltd. proportionally to ownership, and the shareholding ratio decreased to 16.89%. The Group recognised capital surplus according to shareholding ratio amounting to \$119,631.
- I. For the six months ended June 30, 2024, the Group recognized a change in capital surplus of 6,891 for the investee Power Channel Limited, accounted for using the equity method, related to Sharetronic Data Technology Co., Ltd.
- J. The Group participated in cash capital increases for Cheng Shin Digital Co., Ltd. on January 12, 2024, and May 21, 2024, with amounts of \$40,670 and \$7,276, respectively. After the capital increases, the shareholding ratio remains at 49%.
- K. The Group's sub-subsidiary, Shinfox Energy Co., Ltd., and the Group's ultimate parent company, Cheng Uei Precision Industry Co., Ltd., hold a 51% equity interest in UBILINK. It has been determined that the Group has significant influence over UBILINK.

(9) Property, plant and equipment Buildings and structures

	Land	Buildings and Structures	Machinery	Office equipment	Ship equipment	Leasehold improvement	Other equipment	Unfinished construction	Total
At January 1, 2024									
Cost	\$ 82,558	\$ 1,237,696	\$ 4,339,041	\$ 126,672	\$ 303,319	\$ 348,524	\$ 563,226	\$ 4,830,878	\$ 11,831,914
Accumulated depreciation	-	( 183,500)	( 3,219,684)	( 106,304)	( 7,583)	( 329,832)	( 527,567)	-	( 4,374,470)
<u>2024</u>	<u>\$ 82,558</u>	<u>\$ 1,054,196</u>	<u>\$ 1,119,357</u>	<u>\$ 20,368</u>	<u>\$ 295,736</u>	<u>\$ 18,692</u>	<u>\$ 35,659</u>	<u>\$ 4,830,878</u>	<u>\$ 7,457,444</u>
Opening net book amount as at January 1	82,558	\$ 1,054,196	\$ 1,119,357	\$ 20,368	\$ 295,736	\$ 18,692	\$ 35,659	\$ 4,830,878	\$ 7,457,444
Additions	-	2,918	12,193	4,931	-	4,046	15,540	5,064,150	5,103,778
Disposals	-	-	( 2,667)	( 345)	-	-	-	-	( 3,012)
Reclassifications	-	( 108,061)	2,497,952	-	5,436,517	-	( 7,972)	( 7,947,101)	( 128,665)
Depreciation charge	-	( 12,587)	( 114,484)	( 4,500)	( 34,336)	( 5,556)	( 19,385)	-	( 190,848)
Net change differences	-	19,925	7,200	1,819	109,741	1,463	( 2,254)	79,724	217,618
Closing net book amount as at June 30	<u>\$ 82,558</u>	<u>\$ 956,391</u>	<u>\$ 3,519,551</u>	<u>\$ 22,273</u>	<u>\$ 5,807,658</u>	<u>\$ 18,645</u>	<u>\$ 21,588</u>	<u>\$ 2,027,651</u>	<u>\$ 12,456,315</u>
At June 30, 2024									
cost	\$ 82,558	\$ 1,140,715	\$ 6,697,737	\$ 131,620	\$ 5,850,599	\$ 363,923	\$ 562,139	\$ 2,027,651	\$ 16,856,942
Accumulated depreciation	-	( 184,324)	( 3,178,186)	( 109,347)	( 42,941)	( 345,278)	( 540,551)	-	( 4,400,627)
	<u>\$ 82,558</u>	<u>\$ 956,391</u>	<u>\$ 3,519,551</u>	<u>\$ 22,273</u>	<u>\$ 5,807,658</u>	<u>\$ 18,645</u>	<u>\$ 21,588</u>	<u>\$ 2,027,651</u>	<u>\$ 12,456,315</u>

	<u>Land</u>	<u>Buildings and Structures</u>	<u>Machinery</u>	<u>Office equipment</u>	<u>Leasehold improvement</u>	<u>Other equipment</u>	<u>Unfinished construction</u>	<u>Total</u>
At January 1, 2023								
Cost	\$ -	\$ 1,205,962	\$ 4,002,934	\$ 121,876	\$ 334,640	\$ 1,122,200	\$ 1,009,586	\$ 7,797,198
Accumulated depreciation	-	( 158,974)	( 2,451,013)	( 103,373)	( 321,112)	( 1,111,082)	-	( 4,145,554)
<u>2024</u>	<u>\$ -</u>	<u>\$ 1,046,988</u>	<u>\$ 1,551,921</u>	<u>\$ 18,503</u>	<u>\$ 13,528</u>	<u>\$ 11,118</u>	<u>\$ 1,009,586</u>	<u>\$ 3,651,644</u>
Opening net book amount as at January 1	-	\$ 1,046,988	\$ 1,551,921	\$ 18,503	\$ 13,528	\$ 11,118	\$ 1,009,586	\$ 3,651,644
Additions	54,772	35,291	16,854	3,355	37	1,087	87,447	198,843
Disposals	-	-	( 2,726)	( 283)	-	-	-	( 3,009)
Reclassifications	-	-	( 49,890)	-	6,603	49,765	( 1,281)	5,197
Depreciation charge	-	( 11,623)	( 98,394)	( 4,574)	( 5,537)	( 21,859)	-	( 141,987)
Net change differences	<u>-</u>	<u>( 21,551)</u>	<u>( 8,268)</u>	<u>70</u>	<u>244</u>	<u>( 921)</u>	<u>-</u>	<u>( 30,426)</u>
Closing net book amount as at June 30	<u>\$ 54,772</u>	<u>\$ 1,049,105</u>	<u>\$ 1,409,497</u>	<u>\$ 17,071</u>	<u>\$ 14,875</u>	<u>\$ 39,190</u>	<u>\$ 1,095,752</u>	<u>\$ 3,680,262</u>
At June 30, 2023								
cost	\$ 54,772	\$ 1,216,730	\$ 3,924,620	\$ 120,034	\$ 335,523	\$ 1,156,486	\$ 1,095,752	\$ 7,903,917
Accumulated depreciation	<u>-</u>	<u>( 167,625)</u>	<u>( 2,515,123)</u>	<u>( 102,963)</u>	<u>( 320,648)</u>	<u>( 1,117,296)</u>	<u>-</u>	<u>( 4,223,655)</u>
	<u>\$ 54,772</u>	<u>\$ 1,049,105</u>	<u>\$ 1,409,497</u>	<u>\$ 17,071</u>	<u>\$ 14,875</u>	<u>\$ 39,190</u>	<u>\$ 1,095,752</u>	<u>\$ 3,680,262</u>



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 June 30	
		2024	2023
Amount capitalised	\$	-	\$ 10,567
Range of the interest rates for capitalisation		-	2.5811%~2.6876%
		Six months ended June 30	
		2024	2023
Amount capitalised	\$	14,881	\$ 19,800
Range of the interest rates for capitalisation		1.6%~2.689%	2.5811%~2.6876%

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

(10) Leasing arrangements – lessee

1. The Group leases various assets, including land, buildings, machinery and equipment 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.
2. The carrying amount of right-of-use assets and the depreciation charge are as follows:

	June 30, 2024	December 31, 2023	June 30, 2023
	Carrying amount	Carrying amount	Carrying amount
Land	\$ 372,217	\$ 343,467	\$ 277,959
Building	269,344	286,972	280,443
Transportation equipment (Business vehicles)	4,925	3,431	2,489
Office equipment (photocopiers)	186	197	-
	<u>\$ 646,672</u>	<u>\$ 634,067</u>	<u>\$ 560,891</u>

	Three months ended June 30, 2024	Three months ended June 30, 2023
	Depreciation charge	Depreciation charge
Land	\$ 5,161	\$ 3,189
Building	25,210	21,719
Transportation equipment (Business vehicles)	721	709
Office equipment (photocopiers)	11	-
Less : Capitalisation of depreciation	( 1,052)	-
	<u>\$ 30,051</u>	<u>\$ 25,617</u>

	Six months ended June 30,2024	Six months ended June 30,2023
	Depreciation charge	Depreciation charge
Land	\$ 9,930	\$ 6,390
Building	49,017	48,515
Transportation equipment (Bussiness vehicles)	1,436	1,388
Office equipment (photocopiers)	22	12
Less : Capitalisation of depreciation	( 2,921)	-
	<u>\$ 57,484</u>	<u>\$ 56,305</u>

3. For the three months and six months ended June 30, 2024 and 2023, the additions to right-of-use assets amounted to \$44,529, \$0, \$53,374 and \$103,337, respectively.

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

	Three months ended June 30,2024	Three months ended June 30,2023
<u>Items affecting profit or loss</u>		
Interest expense on lease liabilities	\$ 2,565	\$ 1,496
Expense on short-term lease contracts	3,670	1,963
Expense on leases of low-value assets	723	636
Expense on variable lease payments	1,629	2,429
Profit from lease modification	24	-

  

	Six months ended June 30,2024	Six months ended June 30,2023
<u>Items affecting profit or loss</u>		
Interest expense on lease liabilities	\$ 4,354	\$ 3,061
Expense on short-term lease contracts	6,818	4,249
Expense on leases of low-value assets	1,377	1,331
Expense on variable lease payments	3,023	4,063
Profit from lease modification	24	77

5. For the six months ended June 30,2024 and 2023,the Group's total cash outflows for leases amounted to \$71,839 and \$65,211 respectively..
6. Variable lease payments
  - (1) Some of the Group's lease contracts contain variable lease payment terms that are linked to sales generated from electricity sold. For aforementioned contracts, up to 3.66%~53.76% of lease payments are on the basis of variable payment terms and are accrued based on the sales amount. Variable payment terms are used for a variety of reasons and various lease payments that depend on sales are recognized in profit or loss in the period in which the event or condition that triggers those payments occurs.
  - (2) A 1% increase in the aggregate sales amount with such variable lease contracts would increase total lease payments by approximately \$30.

(11) Leasing arrangements – lessor

1. The Group leases various assets, including land and buildings. Rental contracts are typically made for periods of 1 and 3 years. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions.
2. For the six months ended June 30,2024 and 2023, the Group recognized rent income in the amounts of \$17,139, based on the operating lease agreement, which does not include variable lease payments.
3. The maturity analysis of the lease payments under the operating leases is as follows:

	<u>June 30,2024</u>	<u>December 31, 2023</u>	<u>June 30,2023</u>
2023	\$ -	\$ -	\$ 17,057
2024	15,459	8,583	8,501
2025	7,085	-	-
Total	<u>\$ 22,544</u>	<u>\$ 8,583</u>	<u>\$ 25,558</u>

(12) Investment property

	<u>Land</u>	<u>Buildings and Structures</u>	<u>Total</u>
At January 1, 2024			
cost	\$ 344,587	\$ 71,458	\$ 416,045
Accumulated depreciation	-	( 32,855)	( 32,855)
	<u>\$ 344,587</u>	<u>\$ 38,603</u>	<u>\$ 383,190</u>
<u>2024</u>			
Opening net book amount as at January 1	\$ 344,587	\$ 38,603	\$ 383,190
Reclassifications	-	117,507	117,507
Depreciation charge	-	( 3,587)	( 3,587)
Closing net book amount as at June 30	<u>\$ 344,587</u>	<u>\$ 152,523</u>	<u>\$ 497,110</u>
At June 30,2024			
Cost	\$ 344,587	\$ 188,965	\$ 533,552
Accumulated depreciation	-	( 36,442)	( 36,442)
	<u>\$ 344,587</u>	<u>\$ 152,523</u>	<u>\$ 497,110</u>

	Land	Buildings and Structures	Total
At January 1, 2023			
cost	\$ 344,587	\$ 71,458	\$ 416,045
Accumulated depreciation	-	( 23,591)	( 23,591)
	<u>\$ 344,587</u>	<u>\$ 47,867</u>	<u>\$ 392,454</u>
<u>2023</u>			
Opening net book amount as at January 1	\$ 344,587	\$ 47,867	\$ 392,454
Depreciation charge	-	( 4,645)	( 4,645)
Closing net book amount as at June 30	<u>\$ 344,587</u>	<u>\$ 43,222</u>	<u>\$ 387,809</u>
At June 30,2023			
cost	\$ 344,587	\$ 71,458	\$ 416,045
Accumulated depreciation	-	( 28,236)	( 28,236)
	<u>\$ 344,587</u>	<u>\$ 43,222</u>	<u>\$ 387,809</u>

1. Rental income from investment property and direct operating expenses arising from investment property are shown below:

	<u>Three months ended June 30,2024</u>	<u>Three months ended June 30,2023</u>
Rental income from investment property	\$ 8,570	\$ 8,570
Direct operating expenses arising from the investment property that generated rental income during the year	\$ 1,793	\$ 2,322

	<u>Six months ended June 30,2024</u>	<u>Six months ended June 30,2023</u>
Rental income from investment property	\$ 17,139	\$ 17,139
Direct operating expenses arising from the investment property that generated rental income during the year	\$ 3,587	\$ 4,645

2. The fair value of the investment property held by the Group as of June 30, 2024 ,December 31, 2023 and June 30 2023 was \$607,671 and \$548,707,and \$548,707 respectively, which was valued by external independent appraisers. Valuations were made using the comparison, income and cost approach.
3. The Group has no investment property pledged to others. Please refer to Note 8 for details.

(13) Intangible assets

	<u>Goodwill</u>	<u>Customer Relationship</u>	<u>Trademarks</u>	<u>Others</u>	<u>Total</u>
At January 1,2024					
Cost	\$ 1,031,255	\$ 197,637	\$ 50,765	\$ 113,296	\$ 1,392,953
Accumulated depreciation	<u>-</u>	<u>( 68,956)</u>	<u>-</u>	<u>( 69,312)</u>	<u>( 138,268)</u>
	<u>\$ 1,031,255</u>	<u>\$ 128,681</u>	<u>\$ 50,765</u>	<u>\$ 43,984</u>	<u>\$ 1,254,685</u>
<u>2024</u>					
Opening net book amount as at January 1,2024	\$ 1,031,255	\$ 128,681	\$ 50,765	\$ 43,984	\$ 1,254,685
Additions	-	-	-	7,873	7,873
Amortisation charge	-	( 24,705)	-	( 7,920)	( 32,625)
Net exchange differences	<u>31,546</u>	<u>-</u>	<u>2,885</u>	<u>( 1)</u>	<u>34,430</u>
Closing net book amount as at June 30	<u>\$ 1,062,801</u>	<u>\$ 103,976</u>	<u>\$ 53,650</u>	<u>\$ 43,936</u>	<u>\$ 1,264,363</u>
At June 30,2024					
Cost	\$ 1,062,801	\$ 197,637	\$ 53,650	\$ 106,302	\$ 1,420,390
Accumulated depreciation	<u>-</u>	<u>( 93,661)</u>	<u>-</u>	<u>( 62,366)</u>	<u>( 156,027)</u>
	<u>\$ 1,062,801</u>	<u>\$ 103,976</u>	<u>\$ 53,650</u>	<u>\$ 43,936</u>	<u>\$ 1,264,363</u>
	<u>Goodwill</u>	<u>Customer Relationship</u>	<u>Trademarks</u>	<u>Others</u>	<u>Total</u>
At January 1,2023					
Cost	\$ 971,947	\$ 197,637	\$ 50,773	\$ 100,973	\$ 1,321,330
Accumulated depreciation	<u>-</u>	<u>(4,616)</u>	<u>-</u>	<u>( 58,590)</u>	<u>( 63,206)</u>
	<u>\$ 971,947</u>	<u>\$ 193,021</u>	<u>\$ 50,773</u>	<u>\$ 42,383</u>	<u>\$ 1,258,124</u>
<u>2023</u>					
Opening net book amount as at January 1,2023	\$ 971,947	\$ 193,021	\$ 50,773	\$ 42,383	\$ 1,258,124
Additions — acquired separately	-	-	-	4,676	4,676
Additions — acquired through business combinations	-	-	-	-	-
Amortisation charge	-	( 32,170)	-	( 6,319)	( 38,489)
Net exchange differences	<u>7,774</u>	<u>-</u>	<u>771</u>	<u>( 16)</u>	<u>8,469</u>
Closing net book amount as at June 30	<u>\$ 979,721</u>	<u>\$ 160,851</u>	<u>\$ 51,484</u>	<u>\$ 40,724</u>	<u>\$ 1,232,780</u>
At June 30,2023					
Cost	\$ 979,721	\$ 197,637	\$ 51,484	\$ 102,682	\$ 1,331,524
Accumulated depreciation	<u>-</u>	<u>( 36,786)</u>	<u>-</u>	<u>( 61,958)</u>	<u>( 98,744)</u>
	<u>\$ 979,721</u>	<u>\$ 160,851</u>	<u>\$ 51,484</u>	<u>\$ 40,724</u>	<u>\$ 1,232,780</u>

1. Goodwill and trademark right (indefinite useful life) are allocated as follows to the Group's cash-generating units identified according to operating segments:

	June 30,2024		December 31,2023	
	Goodwill	Trademarks	Goodwill	Trademarks
System and peripheral products	\$ 611,760	\$ -	\$ 611,760	\$ -
3C retail and peripheral products	352,116	53,650	320,570	50,765
Energy Service Management	98,925	-	98,825	-
	<u>\$ 1,062,801</u>	<u>\$ 53,650</u>	<u>\$ 1,031,255</u>	<u>\$ 50,765</u>

  

	June 30,2023	
	Goodwill	Trademarks
System and peripheral products	611,760	\$ -
3C retail and peripheral products	328,433	51,484
Energy Service Management	39,528	-
	<u>\$ 979,721</u>	<u>\$ 51,484</u>

- The recoverable amount of all cash-generating units calculated using the value-in-use exceeded their carrying amount, so the goodwill and trademark right (indefinite useful life) were not impaired. The recoverable amount of goodwill and trademark right (indefinite useful life) has been determined based on value-in-use calculations. These calculations use pre-tax cash flow projections and discount rate (12.34%~19.33%) based on financial budgets covering a five-year period.
- The goodwill generated by the Group due to the merger and acquisition. According to International Accounting Standard No. 36, the goodwill obtained from business combination shall be subject to an impairment test at least annually. The company itself is a cash-generating unit that generates independent cash flows.  
Goodwill is assessed by calculating the company's value-in-use and book value of net assets to assess whether impairment is required. For the calculation of value-in-use, it mainly considers the operating net profit rate, growth rate and discount rate.

(14) Other non-current assets-others

	June 30,2024	December 31,2023	June 30,2023
Guarantee deposits paid (Note)	\$ 451,100	\$ 276,191	\$ 246,011
Net defined benefit asset	99,307	99,011	97,078
Other non-current assets	58,198	17,720	16,130
	<u>\$ 608,605</u>	<u>\$ 392,922</u>	<u>\$ 359,219</u>

Note: Please refer to Note 8.

(15) Short-term borrowings

Type of borrowings	June 30,2024	Interest rate range	Collateral
Bank borrowings			
Unsecured borrowings	\$ 10,736,575	1.70%~3.99%	None
Secured borrowings	906,124	2.38%~3.05%	Please refer to note 8
	<u>\$ 11,642,699</u>		

<u>Type of borrowings</u>	<u>December 31,2023</u>	<u>Interest rate range</u>	<u>Collateral</u>
Bank borrowings			
Unsecured borrowings	\$ 8,374,000	1.70%~3.17%	None
Secured borrowings	<u>806,124</u>	2.93%	Please refer to note 8
	<u>\$ 9,180,124</u>		

<u>Type of borrowings</u>	<u>June 30,2023</u>	<u>Interest rate range</u>	<u>Collateral</u>
Bank borrowings			
Unsecured borrowings	\$ 7,518,844	1.69%~3.85%	None
Secured borrowings	<u>856,124</u>	2.25%~2.93%	Please refer to note 8
	<u>\$ 8,374,968</u>		

(16) Short-term notes and bills payable

	<u>June 30,2024</u>	<u>December 31,2023</u>	<u>June 30,2023</u>
Commercial papers	\$ 3,690,200	\$ 4,013,200	\$ 2,078,200
Discount amortisation	( 16,648)	( 7,586)	( 4,470)
	<u>\$ 3,673,552</u>	<u>\$ 4,005,614</u>	<u>\$ 2,073,730</u>
Annual interest rate range	<u>1.97%~2.74%</u>	<u>1.79%~2.68%</u>	<u>1.86%~2.71%</u>

The short-term notes and bills payable are not secured by collateral.

(17) Other account payables

	<u>June 30,2024</u>	<u>December 31,2023</u>	<u>June 30,2023</u>
Dividends payable	\$ 669,013	\$ -	\$ 549,084
Payable on salary and bonus	406,548	455,577	276,243
Payable on employees compensation and directors remuneration	337,032	192,013	188,024
Payable on equipment	227,166	142,156	84,452
Others	<u>344,489</u>	<u>286,491</u>	<u>149,890</u>
	<u>\$ 1,984,248</u>	<u>\$ 1,076,237</u>	<u>\$ 1,247,693</u>

(18) Bonds payables (For the month ended of June 30, 2023 : None)

	<u>June 30,2024</u>	<u>December 31,2023</u>
Bonds payables	\$ 2,464,100	\$ 3,000,000
Less:Discount on bonds payable	<u>( 97,920)</u>	<u>( 148,221)</u>
	<u>\$ 2,366,180</u>	<u>\$ 2,851,779</u>

A. The terms of the first domestic secured convertible bonds issued by a subsidiary of the Group - Shinfox Energy Co., Ltd. are as follows:

- (a) The Company - Shinfox Energy Co., Ltd. issued \$3,000,000, 0% first domestic secured convertible bonds, as approved by the regulatory authority. The bonds mature three years from the issue date (November 22, 2023 ~ November 22, 2026) and will be redeemed in cash at face value at the maturity date. The bonds were listed on the Taipei Exchange on November 22, 2023.
- (b) The bondholders have the right to ask for conversion of the bonds into common shares of the Company during the period from the date after three months of the bonds issue before the maturity date, except for the stop transfer period as specified in the terms of the bonds or the laws/regulations. The rights and obligations of the new shares converted from the bonds are the same as the issued and outstanding common shares.
- (c) The conversion price of the bonds is set up based on the pricing model specified in the terms of the bonds. The conversion price on the date of the bonds issue amounted to NT\$114. As of June 30, 2024, bondholders applied to exercise the amount totaling 535,900, converting into 4,701 thousand shares of common stock of Senwei Energy Company. The exercise of conversion rights resulted in an increase of 126,107 in equity attributable to owners of the parent company and an increase of 382,755 in non-controlling interests. As of June 30, 2024, the issuance of the aforementioned 2 thousand shares of common stock is still pending the board of directors' resolution on the capital increase record date.
- (d) The Company may repurchase all the bonds outstanding in cash at the bonds' face value at any time after the following events occur: (i) the closing price of the Company common shares is above the then conversion price by 30% for 30 consecutive trading days during the period from the date after three months of the bonds issue to 40 days before the maturity date, or (ii) the outstanding balance of the bonds is less than 10% of total initial issue amount during the period from the date after three months of the bonds issue to 40 days before the maturity date.
- (e) Under the terms of the bonds, all bonds redeemed (including bonds repurchased from the Taipei Exchange), matured and converted are retired and not to be re-issued; all rights and obligations attached to the bonds are also extinguished.

B. Regarding the issuance of convertible bonds, the equity conversion options were separated from the liability component and were recognised in 'capital surplus— share options' in accordance with IAS 32. The call options and put options embedded in bonds payable were separated from their host contracts and were recognised in \$9,117 of 'financial assets or liabilities at fair value through profit or loss' in net amount in accordance with IFRS 9 because the economic characteristics and risks of the embedded derivatives were not closely related to those of the host contracts. The effective interest rate of the bonds payable after such separation was 1.7688%.



(19) Long-term borrowings

Type of borrowings	Long-term bank borrowings and repayment term	Interest rate Range	Unused credit line	June 30,2024
Long-term bank borrowings				
Bank unsecured borrowings				
FIT Holding				
-including covenants	Borrowing period is from October 2023 to October 2025; pay entire amount of principal when due, interest is repayable monthly.	1.98%~2.14%	\$ 810,000	\$ 700,000
-without covenants	Borrowing period is from May 2023 to May 2027; pay entire amount of principal when due, interest is repayable monthly.	2.13%~2.23%	-	600,000
Foxlink Image				
-including covenants	Borrowing period is from September 2023 to December 2025 ; pay entire amount of principal when due, interest is repayable monthly.	2.03%	1,815,000	300,000
-without covenants	Borrowing period is from July 2023 to January 2026 ; pay entire amount of principal when due, interest is repayable monthly	1.93%~2.01%	1,035,000	1,615,000
PQI				
-including covenants	Borrowing period is from October 2023 to October 2025; pay principal based on each bank's regulations, interest is repayable monthly.	2.24%~2.35%	75,000	425,000
-without covenants	Borrowing period is from June 2022 to June 2026; pay principal based on each bank's regulations, interest is repayable monthly.	2.13%~2.23%	-	600,000
Glory Science				
-without covenants	Borrowing period is from July 15,2019 to December 23, 2024; pay principal and interest based on each bank's regulations.	1.99%~2.44%	-	70,000
Foxwell Energy				
-without covenants	Borrowing period is from January 2019 to December 2035; pay entire amount in installments.	2.28%~2.36%	281,792	30,923
Foxwell Power				
-including covenants	Borrowing period is from October 2022 to June 2029; pay entire amount in installments.	2.67%~2.68%	-	55,625
Bank secured borrowings				
Glory Science				
	Borrowing period is from December 31 2019 to December 31 2024; pay principal in installments quarterly, interest is calculated monthly.	1.99%	-	15,000
Foxwell Energy				
	Borrowing period is from May 2018 to February 2036; pay entire amount in installments.	2.28%~2.78%	224,303	231,978

Foxwell Power	Borrowing period is from October 2022 to September 2028;pay entire amount in installments.	2.68%	-	84,375
Syndicated borrowings				
Foxwell Power	Borrowing period is from October 2022 to October 2025;pay entire Amount of principal when due.	2.60%~2.82%	88,600	1,661,400
Other secured loans				
SFE	Borrowing period is from June 2024 to May 2026; pay entire amount in installments.	7.33%~7.34%	-	<u>3,273,373</u>
Less: Current portion (shown as other current liabilities)				9,662,674
Less:Syndicated expense				( 791,084)
Less:Amortization of long-term notes and bill payable discount				( 10,937)
				<u>( 148)</u>
				<u>\$ 8,860,505</u>

Type of borrowings	Long-term bank borrowings and repayment term	Interest rate Range	Unused credit line	December 31,2023
Long-term bank borrowings				
Bank unsecured borrowings				
FIT Holding				
-including covenants	Borrowing period is from September 2023 to October 2025; pay entire amount of principal when due, interest is repayable monthly.	1.90%~2.06%	\$ 979,000	\$ 500,000
-without covenants	Borrowing period is from May 2023 to May 2027; pay entire amount of principal when due, interest is repayable monthly.	2.00%	-	600,000
Foxlink Image				
-including covenants	Borrowing period is from September 2023 to December 2025 ; pay entire amount of principal when due, interest is repayable monthly.	1.90%~1.95%	1,844,000	356,000
-without covenants	Borrowing period is from Mar 2023 to December 2025 ; pay entire amount of principal when due, interest is repayable monthly	1.80%~1.90%	600,000	2,050,000
PQI				
-including covenants	Borrowing period is from August 2023 to October 2025; payprincipal based on each bank's regulations,interest is repayable monthly.	2.11%~2.21%	75,000	425,000
-without covenants	Borrowing period is from June 2022 to June 2026; payprincipal based on each bank's regulations,interest is repayable monthly.	2.00%~2.10%	-	600,000
Glory Science				
-without covenants	Borrowing period is from July 15,2019 to December 23, 2024; payprincipal and interest based on each bank's regulations.	1.86%~2.32%	-	85,000

Foxwell Energy -without covenants	Borrowing period is from January 2019 to December 2035; pay entire amount in installments.	2.23%~2.28%	277,448	32,576
Foxwell Power -including covenants	Borrowing period is from October 2022 to September 2028; pay entire amount in installments.	2.55%	-	6,250
Bank secured borrowings				
Glory Science	Borrowing period is from December 31 2019 to December 31 2024; pay principal in installments quarterly, interest is calculated monthly.	1.86%	-	25,000
Foxwell Energy	Borrowing period is from May 2018 to February 2036; pay entire amount in installments.	2.23%~2.65%	220,646	246,323
Foxwell Power	Borrowing period is from October 2022 to September 2028;pay entire amount in installments.	2.55%	-	93,750
Syndicated borrowings				
Foxwell Power	Borrowing period is from October 2022 to October 2025;pay entire Amount of principal when due.	2.58%~2.69%	255,600	<u>1,494,400</u> <u>6,514,299</u>
Less: Current portion (shown as other current liabilities)				( 233,246)
Less:Syndicated expense				( 15,313)
Less:Amortization of long-term notes and bill payable discount				<u>( 529)</u>
				<u>\$ 6,265,211</u>

<u>Type of borrowings</u>	<u>Long-term bank borrowings and repayment term</u>	<u>Interest rate Range</u>	<u>Unused credit line</u>	<u>June 30,2023</u>
Long-term bank borrowings				
Bank unsecured borrowings				
FIT Holding -including covenants	Borrowing period is from February 2022 to June 2025 ; pay entire amount of principal when due, interest is repayable monthly.			
-without covenants	Borrowing period is from August 2022 to May 2027; pay entire amount of principal when due, interest is repayable monthly.	1.90%~1.97%	\$ 871,000	\$ 530,000
		2.00%	-	600,000
Foxlink Image -including covenants	Borrowing period is from June 2023 to June 2025; pay entire amount of principal when due, interest is repayable monthly.			
-without covenants	Borrowing period is from June 2022 to March 2025 ; pay entire amount of principal when due, interest is repayable monthly	1.90%	1,955,000	115,000
		1.70%~1.89%	910,000	1,660,000

PQI -including covenants	Borrowing period is from September 2022 to February 2024; pay principal based on each bank's regulations, interest is repayable monthly.	2.03%	-	300,000
-without covenants	Borrowing period is from June 2022 to June 2026; pay principal based on each bank's regulations, interest is repayable monthly.	2.00%	-	600,000
Glory Science -without covenants	Borrowing period is from July 15, 2019 to December 23, 2024; pay principal and interest based on each bank's regulations.	1.86%~2.32%	-	100,000
Foxwell Energy -without covenants	Borrowing period is from January 2019 to December 2035; pay entire amount in installments.	2.15%~2.23%	282,006	34,229
Foxwell Power -including covenants	Borrowing period is from October 2022 to September 2028; pay entire amount in installments.	2.55%	-	6,875
Bank secured borrowings				
Glory Science	Borrowing period is from December 31 2019 to December 31 2024; pay principal in installments quarterly, interest is calculated monthly.	1.86%	-	30,000
Foxwell Energy	Borrowing period is from May 2018 to February 2036; pay entire amount in installments.	2.15%~2.67%	224,088	260,668
Foxwell Power	Borrowing period is from October 2022 to September 2028; pay entire amount in installments.	2.55%	-	<u>103,125</u>
Syndicated borrowings				
Foxwell Power	Borrowing period is from October 2022 to October 2025; pay entire Amount of principal when due.	2.24%~2.69%	469,300	<u>1,280,700</u>
Less: Current portion (shown as other current liabilities)				5,620,597
Less: Syndicated expense				( 883,246)
Less: Amortization of long-term notes and bill payable discount				( 19,688)
				<u>( 1,103)</u>
				<u>\$ 4,716,560</u>

A. The Group entered into the borrowing contracts with Bank SinoPac, EnTie Bank, Far Eastern Bank, Taishin Bank and Yuanfa Commercial Bank, and the total credit line is \$2,900 thousand. As of June 30, 2024, the borrowings that have been used amounted to \$1,425 thousand. In the duration period of these contracts, the financial ratios in the semi-annual consolidated and annual consolidated financial statements shall be as follows:

- (a) Current assets to current liabilities ratio of at least 80%;
- (b) Liabilities not exceeding 200% of tangible net equity;
- (c) Interest coverage of at least 300% to 500%;
- (d) Financial liabilities not exceeding 75% of tangible net equity
- (e) Tangible net equity of at least NT\$1,500,000 thousand to NT\$ 8,000,000 thousand;
- (f) Net equity of at least NT\$1,800,000 thousand.

- B. On March 7, 2022, the long-term borrowing agreement between the Group's second-tier subsidiary, Foxwell Power Co., Ltd., and Taishin bank stipulates that the Group shall annually review the financial ratios to maintain a current ratio not less than 150%, a net debt-to-equity ratio not more than 200% and a net asset value not less than \$800,000 before July 31 during the facility period each year. Additionally, the Group is required to review the shareholding ratio of the ultimate parent company and the parent company on a semi-annual basis. As of December 31, 2023, the Group had not violated the terms of the contracts with the abovementioned banks; as of December 31, 2023, the Group had reclassified the unpaid portion as current portion of long-term borrowings in accordance with the terms of the contracts. Foxwell Power Co., Ltd. received a credit approval letter from Taishin Bank on February 29, 2024. During the credit period, financial ratios will be reviewed semi-annually based on the consolidated financial statements issued by an accountant. The agreed financial ratios are as follows: the current ratio should not be less than 100%, the debt-to-equity ratio should not exceed 250%, and the net worth should not be less than \$800,000. Additionally, every six months, the ultimate parent company and the parent company's shareholding ratio must be reviewed. If the aforementioned financial ratios are not met, an additional interest rate of 0.15% will be applied. As of June 30, 2024, the debt-to-equity ratio did not meet the agreed ratio and will be handled according to the agreement on the review date. Additionally, on February 29, 2024, Foxwell Power Co., Ltd. obtained a credit approval letter from Taishin Bank and subsequently signed a long-term loan agreement with Taishin Bank on June 5, 2024. The agreement stipulates that the financial ratios must be reviewed every six months during the credit period, based on the financial statements provided by an accountant. The agreed financial ratios include a current ratio of not less than 100%, a debt-to-equity ratio not exceeding 250%, and a net worth of not less than \$900,000. Furthermore, the ultimate parent company and the parent company's shareholding ratio must be reviewed every six months. If the financial ratios do not meet the aforementioned requirements, an additional 0.15% interest rate will be applied. As of June 30, 2024, the debt-to-equity ratio has not met the agreed-upon standard, and it will be addressed according to the agreement on the review date.
- C. The Group's second-tier subsidiary, Foxwell Power Co., Ltd., entered into a syndicated contract for a credit line of \$1,750,000 with 3 financial institutions including O-Bank, etc. The credit line is divided into item A and item B. As of June 30, 2024, December 31, 2023 and June 30, 2023, the drawn credit line were all item A. The purpose of item B is to repay the outstanding balance of item A for the Company, and thus when the preconditions for the first drawdown of credit item B are met, the credit line of item A will be converted into the borrowing of item B. The financial commitments related to item B are as follows:
- (a) Foxwell Power Co., Ltd. committed to review the latest six months' or twelve months' revenue from ancillary services on a semi-annual or annual basis after the site of the project has been qualified to trade on the energy trading platform and the first settlement amount of ancillary services revenue has been remitted to the reserve account. The interest rate will be adjusted by 0.1% if the cumulative number of times did not meet the above requirement of which the revenue reached 80% of the average monthly income listed in the "Estimated statement of annual gain and loss and cash flow".
  - (b) Foxwell Power Co., Ltd. committed to review the DSCR semi-annually based on the revenue from ancillary services and the principal and interest amount for the last twelve months, which shall not be less than 1.1 times from the date the first monthly settlement amount of ancillary services revenue for the site of project has been remitted to the reserve account for a full twelve months.
- D. The Group's second-tier subsidiary, Foxwell Energy Co. Ltd., signed a loan agreement with CTBC Bank and ten other banks on March 10, 2023. An amendment to the agreement was

signed on January 29, 2024, adjusting the loan amount to \$3,360,000. During the contract period, the tangible net worth must be no less than \$6,000,000, as reflected in the financial statements reviewed semi-annually, and the parent company's shareholding ratio must be maintained. As of June 30, 2024, the loan has matured and been repaid.

E. Information on collateral pledged for long-term borrowings is provided in Note 8.

(20) Pensions

1. (a) The Group 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 Law. 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 Group 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 Group 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 qualify for retirement in the following year, the Group will make contributions for the deficit by next March.
- (b) The pension costs under the abovementioned defined contribution plan for the three months and six months ended June 30, 2024 and 2023 were \$147,326, \$296 and \$341, respectively.
- (c) Expected contributions to the defined benefit pension plans of the Group for the year ending December 31, 2025 amount to \$142.
2. (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 and its domestic subsidiaries contribute monthly an amount based on 6%~8% 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 Company's foreign subsidiaries have established a defined contribution pension plan in accordance with the local regulations. Other than the monthly contributions, the Group has no further obligations.
- (c) The pension costs under the abovementioned defined contribution pension plan for the three months and six months ended June 30, 2024 and 2023 were \$22,376, \$24,726, \$43,396 and \$41,835, respectively.

(21) Share capital

As described in Note 1, the Company acquired 100% of the shares of Glory Science, PQI and Foxlink Image through share swap by exchanging 1 common share of Glory Science into 1 common share of the Company, 1 common share of PQI converted to 0.194 common share of the Company and 1 common share of Foxlink Image converted to 0.529 common share of the Company. As of June 30, 2024, the Company's authorized capital was \$3,000,000, consisting of 300,000 thousand shares of ordinary stock (including 30,000 thousand shares reserved for employee stock options), and the paid-in capital was \$2,462,421 with a par value of \$10 (in dollars) per share. Ordinary shares outstanding as at June 30, 2024 amounted to 246,242 thousand shares.

(22) Capital

	2024				
	<u>Share premium</u>	<u>Difference between consideration and carrying amount of subsidiaries acquired or disposed</u>	<u>Changes in ownership interests in subsidiaries</u>	<u>Net change in equity of associates</u>	<u>Total</u>
At January 1	\$ 3,413,692	\$ 222,102	\$ 1,182,413	\$185,835	\$ 5,004,042
Capital surplus used to issue cash to shareholders	( 123,121)	-	-	-	( 123,121)
The Group did not participate in the capital increase raised by a subsidiary			118		118
Convertible bonds issued by the subsidiary	-	-	126,107	-	126 107
Recognition of change in equity of associates in proportion to the Group's ownership	-	-	-	6 891	6,891
Compensation cost	-	-	668	-	668
At June 30	<u>\$ 3,290,571</u>	<u>\$ 222,102</u>	<u>\$ 1,309,306</u>	<u>\$ 192,726</u>	<u>\$ 5,014 705</u>

	2023				
	<u>Share premium</u>	<u>Difference between consideration and carrying amount of subsidiaries acquired or disposed</u>	<u>Changes in ownership interests in subsidiaries</u>	<u>Net change in equity of associates</u>	<u>Total</u>
At January 1	\$ 3,536,813	\$ 204,782	\$ 1,034,198	\$ 66,204	\$ 4,841,997
Capital surplus used to issue cash to shareholders	( 123,121)	-	-	-	( 123,121)
Recognition of change in equity of associates in proportion to the Group's ownership	-	-	-	111,765	111,765
At June 30	<u>\$ 3,413,692</u>	<u>\$ 204,782</u>	<u>\$ 1,034,198</u>	<u>\$ 177,969</u>	<u>\$ 4,830,641</u>

A. In accordance with IFRS Q&A issued by Accounting Research and Development Foundation (ARDF) on October 26, 2018 and ARDF Interpretation 100-390, as described in Note 4, the share swap transactions between the Company and Glory Science were considered as a reorganization under common control on October 1, 2018.

B. Pursuant to the R.O.C. Company Act, capital surplus arising from paid-in capital in excess of par value 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 capitalized mentioned above should not exceed 10% of the paid-in capital each year. Capital surplus should not be used to cover the accumulated

deficit unless the legal reserve is insufficient.

C. The shareholders resolved the Company to distribute cash by a capital surplus of \$123,121 (NT\$0.5(in dollars) per share) on March 7, 2024, and \$123,121(NT\$0.5(in dollars) per share) on March 13,2023.

(23) Retained earnings

A. Under the Company's Articles of Incorporation, the current year's earnings, if any, shall first be used to pay all taxes and offset prior years' operating losses and then 10% of the remaining amount shall be set aside as legal reserve until the legal reserve equals the paid-in capital. The remaining earnings shall be proposed by the Board of Directors and resolved by the shareholders as dividends to shareholders.

According to the Company's dividend policy, no more than 90% of the distributable retained earnings shall be distributed as shareholders' bonus and cash dividend distributed in any calendar year shall be at least 20% of the total distributable earnings in that year based on future capital expenditures budget and capital requirements.

B. 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.

C. (a)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.

(b)The Company is substantially a continuation of Glory Science,therefore, the amount previously set aside by the Company as special reserve in accordance with Order No. Financial-Supervisory-Securities-Corporate-1010012865 , dated April 6,2012, shall be the same as the amount reclassified from accumulated translation adjustment under shareholders' equity to retained earnings for the exemptions elected by the Group. The special reserve increased as a result of retained earnings arising from the adoption of IFRS amounted to \$8,361.

D. The appropriation of 2023 and 2022 earnings as proposed and resolved by the shareholders on May 27,2024 and May 30, 2023 are as follows:

		2023	
		Amount	Dividend per Share(NTD)
Legal reserve	\$	15,004	
Special reserve	(	290,674)	
Cash dividends		369,363	\$ 1.50

E. The appropriation of 2023 earnings as proposed and resolved by the Board of Directors on March 7, 2024 are as follows::

		2022	
		Amount	Dividend per Share(NTD)
Legal reserve	\$	54,089	
Special reserve		69,906	
Cash dividends		369,363	\$ 1.50



Information about earning distribution of the Company as approved and proposed by the Board of Directors and resolved at the shareholders' will be posted in the "Market Observation Post System" at the website of the Taiwan Stock Exchange.

(24) Operating revenue

A. Disaggregation of revenue from contracts with customers

The Group derives revenue in the following major product lines and geographical regions:

Revenue from external customer contracts

<u>Three months ended June 30, 2024</u>	<u>China</u>	<u>Taiwan</u>	<u>Hong Kong</u>	<u>US</u>
System and peripheral products	\$ 444,591	\$ 1,867	\$ 65,202	\$ 198,735
3C retail and peripheral products	-	15,160	147,762	-
3C components	22,980	3,248	-	-
Energy service management	4,884	4,204,213	-	-
	<u>\$ 472,455</u>	<u>\$ 4,224,488</u>	<u>\$ 212,964</u>	<u>\$ 198,735</u>
<u>Three months ended June 30, 2024</u>	<u>Europe</u>	<u>Others</u>	<u>Total</u>	
System and peripheral products	\$ 233,128	\$ 518,741	\$ 1,462,264	
3C retail and peripheral products	-	1	162,923	
3C components	814	11,728	38,770	
Energy service management	-	40,354	4,249,451	
	<u>\$ 233,942</u>	<u>\$ 570,824</u>	<u>\$ 5,913,408</u>	

Revenue from external customer contracts

<u>Three months ended June 30, 2023</u>	<u>China</u>	<u>Taiwan</u>	<u>Hong Kong</u>	<u>US</u>
System and peripheral products	\$ 315,980	\$ 976	\$ 79,900	\$ 119,991
3C retail and peripheral products	1	12,877	250,846	-
3C components	15,367	8,587	3,081	3,224
Energy service management	1,032	1,898,485	-	-
	<u>\$ 332,380</u>	<u>\$ 1,920,925</u>	<u>\$ 333,827</u>	<u>\$ 123,215</u>

<u>Three months ended June 30, 2023</u>	<u>Europe</u>	<u>Others</u>	<u>Total</u>
System and peripheral products	\$ 215,330	\$ 291,474	\$ 1,023,651
3C retail and peripheral products	-	248	263,972
3C components	-	7,113	37,372
Energy service management	-	-	1,899,517
	<u>\$ 215,330</u>	<u>\$ 298,835</u>	<u>\$ 3,224,512</u>

<u>Six months ended June 30,2024</u>	<u>China</u>	<u>Taiwan</u>	<u>Hong Kong</u>	<u>US</u>
System and peripheral products	\$ 748,632	\$ 2,735	\$ 118,318	\$ 381,091
3C retail and peripheral products	4,551	40,742	467,148	-
3C components	46,088	6,466	-	-
Energy service management	22,102	6,518,331	-	-
	<u>\$ 821,373</u>	<u>\$ 6,568,274</u>	<u>\$ 585,466</u>	<u>\$ 381,091</u>
<u>Six months ended June 30,2024</u>	<u>Europe</u>	<u>Others</u>	<u>Total</u>	
System and peripheral products	\$ 470,276	\$ 870,260	\$ 2,591,312	
3C retail and peripheral products	-	93	512,534	
3C components	1,343	25,234	79,131	
Energy service management	-	40,354	6,580,787	
	<u>\$ 471,619</u>	<u>\$ 935,941</u>	<u>\$ 9,763,764</u>	
Revenue from external customer contracts				

<u>Six months ended June 30,2023</u>	<u>China</u>	<u>Taiwan</u>	<u>Hong Kong</u>	<u>US</u>
System and peripheral products	\$ 656,618	\$ 2,116	\$ 86,552	\$ 238,523
3C retail and peripheral products	520	30,349	661,225	23
3C components	36,534	16,097	4,261	3,224
Energy service management	2,100	3,285,926	-	-
	<u>\$ 695,772</u>	<u>\$ 3,334,488</u>	<u>\$ 752,038</u>	<u>\$ 241,770</u>

<u>Six months ended June 30,2023</u>	<u>Europe</u>	<u>Others</u>	<u>Total</u>
System and peripheral products	\$ 325,098	\$ 659,557	\$ 1,968,464
3C retail and peripheral products	-	3,355	695,472
3C components	626	22,443	83,185
Energy service management	-	-	3,288,026
	<u>\$ 325,724</u>	<u>\$ 685,355</u>	<u>\$ 6,035,147</u>

#### B. Unfulfilled construction contracts

Aggregate amount of the transaction price allocated to and the year expected to recognize revenue for the unsatisfied performance obligations in relation to the contracted significant construction contracts as of June 30, 2024 ,December 31,2023 and June 30,2023 are as follows:

<u>Year</u>	<u>Year expected to recognise revenue</u>	<u>Contracted amount</u>
June 30,2024	Year 2023-2025	\$ 43,416,752
December 31, 2023	Year 2023-2025	41,439,682
June 30,2023	Year 2023-2025	51,264,749

#### C. Contract assets and contract liabilities

(a) The Group has recognized the following revenue-related contract assets and contract liabilities:

	<u>June 30,2024</u>	<u>December 31,2023</u>	<u>June 30,2023</u>
Contract assets:			
Contract assets:			
- construction contracts	<u>\$ 9,892,709</u>	<u>\$ 8,675,960</u>	<u>\$ 4,860,175</u>
Contract liabilities:			
Contract liabilities:	200,256	153,805	361,182
- advance sales receipts			
Contract liabilities:			
- construction contracts	<u>39,616</u>	<u>42,777</u>	<u>13,604</u>
	<u>\$ 239,872</u>	<u>\$ 196,582</u>	<u>\$ 374,786</u>

(b)The aforementioned revenue-related contract assets and contract liabilities as at June 30,2024, December 31, 2023 and June 30, 2023 are as follows:

	<u>June 30,2024</u>	<u>December 31,2023</u>	<u>June 30,2023</u>
Total costs incurred and revenue recognized	\$ 24,319,931	\$ 20,545,655	\$ 10,223,734
Less:Progress billings	( 14,466,838)	( 11,912,472)	( 5,377,163)
Net balance sheet position for Construction in progress	<u>\$ 9,853,093</u>	<u>\$ 8,633,183</u>	<u>\$ 4,846,571</u>
Presented as:			
Contract assets- current	\$ 9,892,709	\$ 8,675,960	\$ 4,860,175
Contract liabilities-current	( 39,616)	( 42,777)	( 13,604)
	<u>\$ 9,853,093</u>	<u>\$ 8,633,183</u>	<u>\$ 4,846,571</u>

(c) Revenue recognized that was included in the contract liability balance at the beginning of the period

	<u>Three months ended June 30,2024</u>	<u>Three months ended June 30,2023</u>
Revenue recognised that was included in the contract liability balance at the beginning of the period		
Unearned revenue	<u>\$ 2,669</u>	<u>\$ 19,421</u>

	<u>Six months ended June 30,2024</u>	<u>Six months ended June 30,2023</u>
Revenue recognised that was included in the contract liability balance at the beginning of the period		
Unearned revenue	<u>\$ 10,026</u>	<u>\$ 36,957</u>

D. Information about the significant construction contracts contracted by the Group is provided in Note 9.

(25) Interest income

	Three months ended June 30,2024	Three months ended June 30,2023
Interest income from bank deposits \$	46,809	\$ 21,451
Interest income from financial as- sets measured at amortised cost	18,778	6,071
	<u>\$ 65,587</u>	<u>\$ 27,522</u>
	Six months ended June 30,2024	Six months ended June 30,2023
Interest income from bank deposits \$	78,068	\$ 35,952
Interest income from financial as- sets measured at amortised cost	23,665	12,868
	<u>\$ 101,733</u>	<u>\$ 48,820</u>

(26) Other income

	Three months ended June 30,2024	Three months ended June 30,2023
Rent income	\$ 20,724	\$ 21,735
Other income-Other	8,482	6,973
	<u>\$ 29,206</u>	<u>\$ 28,708</u>
	Six months ended June 30,2024	Six months ended June 30,2023
Rent income	\$ 40,154	\$ 41,336
Other income-Other	21,518	12,416
	<u>\$ 61,672</u>	<u>\$ 53,752</u>

(27) Other gains and losses

	Three months ended June 30,2024	Three months ended June 30,2023
Foreign exchange gains	\$ 65,616	\$ 13,488
Financial assets measured at fair value through profit or loss	307	524
Gain on disposals of property, plant and equipment	1,906	2,145
Government grants revenue	675	1,691
Depreciation charge on investment (	1,793)	( 2,322)
property		
Others	<u>( 1,854)</u>	<u>( 7,797)</u>
	<u>\$ 64,857</u>	<u>\$ 7,729</u>

	<u>Six months ended June 30,2024</u>	<u>Six months ended June 30,2023</u>	
Foreign exchange gains	\$ 185,156	(\$ 2,108)	
Financial assets measured at fair value through profit or loss	7,526	2,443	
Gain on disposals of property, plant and equipment	5,367	2,154	
Government grants revenue	3,431	3,409	
Depreciation charge on investment (property	3,587)	( 4,645)	
Others	( 3,053)	( 36,364)	
	<u>\$ 194,840</u>	<u>(\$ 35,111)</u>	
(28) <u>Finance costs</u>			
	<u>Three months ended June 30,2024</u>	<u>Three months ended June 30,2023</u>	
Interest expense :			
Bank loans	\$ 132,118	\$ 49,035	
Loans from related parties	29,918	-	
Bonds payable	12,684	-	
Lease liabilities	2,565	1,496	
Other Interest Expenses	15	-	
	<u>\$ 177,300</u>	<u>\$ 50,531</u>	
	<u>Six months ended June 30,2024</u>	<u>Six months ended June 30,2023</u>	
Interest expense :			
Bank loans	\$ 181,451	\$ 84,926	
Loans from related parties	32,219	-	
Bonds payable	25,267	-	
Lease liabilities	4,354	3,061	
Other Interest Expenses	31	-	
	<u>\$ 243,322</u>	<u>\$ 87,987</u>	
(29) <u>Expense by nature</u>			
	<u>Three months ended June 30,2024</u>		
		Classified as	
	Classified as	Operating	
<u>Nature</u>	<u>operating costs</u>	<u>Expenses</u>	<u>Total</u>
Employee benefit expense			
Wages and salaries	\$ 113,881	\$ 270,025	\$ 383,906
Labour and health insurance fees	13,463	13,425	26,888
Pension costs	13,406	8,823	22,229
Other personnel expenses	10,177	5,056	15,233
	<u>\$ 150,927</u>	<u>\$ 297,329</u>	<u>\$ 448,256</u>
Depreciation charge	<u>\$ 124,352</u>	<u>\$ 32,859</u>	<u>\$ 157,211</u>
Amortisation charge	\$ 50	\$ 16,504	\$ 16,554

Three months ended June 30,2023			
Nature	Classified as operating costs	Classified as Operating Expenses	Total
Employee benefit expense			
Wages and salaries	\$ 77,275	\$ 166,897	\$ 244,172
Labour and health insurance fees	10,109	8,376	18,485
Pension costs	16,969	7,430	24,399
Other personnel expenses	7,730	9,120	16,850
	<u>\$ 112,083</u>	<u>\$ 191,823</u>	<u>\$ 303,906</u>
Depreciation charge	<u>\$ 62,160</u>	<u>\$ 33,600</u>	<u>\$ 95,760</u>
Amortisation charge	<u>\$ 46</u>	<u>\$ 18,461</u>	<u>\$ 18,507</u>

Six months ended June 30,2024			
Nature	Classified as operating costs	Classified as Operating Expenses	Total
Employee benefit expense			
Wages and salaries	\$ 219,356	\$ 466,742	\$ 686,098
Labour and health insurance fees	37,491	30,202	67,693
Pension costs	25,776	17,324	43,100
Other personnel expenses	17,346	12,122	29,468
	<u>\$ 299,969</u>	<u>\$ 526,390</u>	<u>\$ 826,359</u>
Depreciation charge	<u>\$ 184,421</u>	<u>\$ 63,911</u>	<u>\$ 248,332</u>
Amortisation charge	<u>\$ 83</u>	<u>\$ 32,542</u>	<u>\$ 32,625</u>

Six months ended June 30,2023			
Nature	Classified as operating costs	Classified as Operating Expenses	Total
Employee benefit expense			
Wages and salaries	\$ 239,374	\$ 295,825	\$ 535,199
Labour and health insurance fees	20,142	18,731	38,873
Pension costs	27,012	14,482	41,494
Other personnel expenses	16,684	20,756	37,440
	<u>\$ 303,212</u>	<u>\$ 349,794</u>	<u>\$ 653,006</u>
Depreciation charge	<u>\$ 130,636</u>	<u>\$ 67,656</u>	<u>\$ 198,292</u>
Amortisation charge	<u>\$ 93</u>	<u>\$ 38,396</u>	<u>\$ 38,489</u>

A. According to 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' and supervisors' remuneration. The ratio shall not be lower than 6% for employees' compensation and shall not be higher than 3% for directors' and supervisors' remuneration.

B. For the six months ended June 30, 2024 and 2023, employees' compensation was accrued at \$30,000 and \$0, respectively; directors' remuneration was accrued at \$2,000 and 0. The aforementioned amounts were recognized in salary expenses. For the six months ended June 30, 2023 is reported as net loss after tax, therefore, employees' remuneration and directors' remuneration have not been accrued.

C. The employees' compensation and directors' remuneration as resolved by the Board of Directors were the same as the estimated amount recognized in the 2023 financial statements.

D. Information about employees' compensation and directors' remuneration of the Company as resolved at the meeting of the Board of Directors will be posted in the "Market Observation Post System" at the website of the Taiwan Stock Exchange.

(30) Income tax

(A) Income tax expense

(a) Components of income tax expense :

	<u>Three months ended June 30, 2024</u>		<u>Three months ended June 30, 2023</u>
Current tax:			
Current tax on profits for the year	\$ 143,311	\$	46,298
Tax on undistributed surplus earnings	7,747		4,711
Prior year income tax (over) underestimation	<u>5,715</u>	(	<u>5,878</u> )
Total current tax	156,773		45,131
Deferred tax :			
Origination and reversal of temporary differences	( 39,013)	(	1,964)
Total deferred tax	<u>( 39,013)</u>	(	<u>1,964</u> )
Income tax expense	<u>\$ 117,760</u>	\$	<u>43,167</u>
	<u>Six months ended June 30, 2024</u>		<u>Six months ended June 30, 2023</u>
Current tax:			
Current tax on profits for the year	\$ 187,698	\$	73,455
Tax on undistributed surplus earnings	7,747		11,463
Prior year income tax (over) underestimation	<u>6,046</u>	(	<u>2,036</u> )
Total current tax	201,491		82,882
Deferred tax :			
Origination and reversal of temporary differences	( 13,770)	(	10,072)
Total deferred tax	<u>( 13,770)</u>	(	<u>10,072</u> )
Income tax expense	<u>\$ 187,721</u>	\$	<u>72,810</u>

(b)The income tax (charge)/credit relating to components of other comprehensive income is as follows:

	<u>Three months ended June 30,2024</u>	<u>Three months ended June 30,2023</u>
Currency translation differences	\$ <u>4,592</u>	(\$ <u>8,989</u> )
	<u>Six months ended June 30,2024</u>	<u>Six months ended June 30,2023</u>
Currency translation differences	\$ <u>27,597</u>	(\$ <u>9,616</u> )

B. The Company's income tax returns through 2019 have been assessed and approved by the Tax Authority. The Company's domestic subsidiaries' income tax returns through 2019 and 2023 have been assessed and approved by the Tax Authority.

(31) Earnings per share

	<u>Three months ended June 30,2024</u>		
	<u>Amount after tax</u>	<u>Weighted average number of ordinary shares outstanding(share in thousands)</u>	<u>Earnings per Share (in dollars)</u>
<u>Basic earnings per share</u>			
Profit attributable to the parent	\$ <u>250,594</u>	<u>246,242</u>	\$ <u>1.02</u>
<u>Diluted earnings per share</u>			
Profit attributable to the parent	\$ 250,494	246,242	
Assumed conversion of all dilutive potential ordinary shares Employees compensation	<u>-</u>	<u>541</u>	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ <u>250,594</u>	<u>246,783</u>	\$ <u>1.02</u>
	<u>Three months ended June 30,2023</u>		
	<u>Amount after tax</u>	<u>Weighted average number of ordinary shares outstanding(share in thousands)</u>	<u>Earnings per Share (in dollars)</u>
<u>Basic earnings per share</u>			
Profit attributable to the parent	\$ <u>16,098</u>	<u>246,242</u>	\$ <u>0.06</u>
<u>Diluted earnings per share</u>			
Profit attributable to the parent	\$ 16,098	246,242	
Assumed conversion of all dilutive potential ordinary shares Employees compensation	<u>-</u>	<u>-</u>	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ <u>16 098</u>	<u>246,,242</u>	\$ <u>0.06</u>



Six months ended June 30,2024			
	Amount after tax	Weighted average num- ber of ordinary shates outstanding(share in thousands)	Earnings per Share (in dollars)
<u>Basic earnings per share</u>			
Profit attributable to the parent	\$ 434,896	246,242	\$ 1.77
<u>Diluted earnings per share</u>			
Profit attributable to the parent	\$ 434,896	246,242	
Assumed conversion of all dilutive potential ordinary shares Employees compensation	-	801	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ 434,896	247,043	\$ 1.76

Six months ended June 30,2023			
	Amount after tax	Weighted average num- ber of ordinary shates outstanding(share in thousands)	Earnings per Share (in dollars)
<u>Basic earnings per share</u>			
Profit attributable to the parent	\$ 10,298	246,242	\$ 0.04
<u>Diluted earnings per share</u>			
Profit attributable to the parent	\$ 10,298	246,242	
Assumed conversion of all dilutive potential ordinary shares Employees compensation	-	332	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ 10,298	246,574	\$ 0.04

(32) Transactions with non-controlling interest

- A. Second-tier subsidiary, Foxwell Certification Co., Ltd., of the Group conducted a cash capital increase and issued new shares in May 2024, with a portion legally reserved for employee stock options. As a result, the group's shareholding decreased by 4.50%. This transaction increased non-controlling interests by \$1,232 and equity attributable to the owners of the parent company by \$118.
- B. Second-tier subsidiary, Foxwell Power Co., Ltd., of the Group approved the distribution of cash dividends through a resolution passed at the shareholders' meeting on May 15, 2024. This transaction decreased non-controlling interests by \$6,731.
- C. Second-tier subsidiary, Shinfox Energy Co., Ltd., of the Group approved the distribution of cash dividends through a resolution passed at the shareholders' meeting on May 21, 2024. This transaction decreased non-controlling interests by \$169,798.

- D. For the months ended June 30,2024,the Group’s second-tier subsidiary,Shinfox Energy Co.,Ltd., had changes in equity due to issuing convertible bonds.This transaction resulted in an increase in the non-controlling interests by \$382,755,and an increase in the equity attributable to owners of the parent by \$126,107.Please refer to Note6(18).
- E. Second-tier subsidiary,Guanwei Power Co.,Ltd.,of the Group increased its capital by issuing new shares on July 5,2023.The Group did not acquire shares proportionally to its interest.As a result,the Group decreased its share interest by 49%,and the transaction price amounted to \$34,300.This transaction resulted in an increase in the non-controlling interests by \$22,and a decrease in the equity attributable to owners of the parent by\$22.

(33) Business combinations

A. Eastern Rainbow Engineering Co. Ltd.

- (a) On October 6, 2023, the Group acquired new ordinary shares issued by Eastern Rainbow Engineering Co. Ltd. amounting to \$218,020 in the form of cash. After the acquisition, the Group held 56.63% equity interests in Eastern Rainbow Engineering Co. Ltd. and obtained control over the entity.
- (b) The allocation of the acquisition price of Eastern Rainbow Engineering Co. Ltd. was completed in the fourth quarter of 2023, and the fair value of the identifiable intangible assets and goodwill acquired amounted to \$716 and \$9,519, respectively.
- (c) The operating revenue included in the consolidated statement of comprehensive income since October 6, 2023 contributed by Eastern Rainbow Engineering Co. Ltd. was \$67,503. Eastern Rainbow Engineering Co. Ltd. also contributed loss before income tax of (\$23,557) over the same period. Had Eastern Rainbow Engineering Co. Ltd. been consolidated from January 1, 2023, the consolidated statement of comprehensive income for the six months ended June 30,2024 would show operating revenue of \$91,506 and loss before income tax of (\$48,718).

B. Shinfox Far East Company Pte. Ltd. (SFE)

- (a) The Group originally held 40% equity interests in SFE before the combination and acquired another 27% equity interests with the consideration amounting to \$1,649,347 in the form of cash. After the acquisition, the Group held totaling 67% equity interests in SFE and obtained the control over SFE. The Company recognised gain on disposal of investment amounting to \$45,025 (shown as ‘other gains and losses -gains on disposal of investments’).
- (b) The allocation of the acquisition price of SFE was completed in the fourth quarter of 2023, and the fair value of goodwill acquired amounted to \$49,878.
- (c) The operating revenue included in the consolidated statement of comprehensive income since November 6, 2023 contributed by SFE was \$522,429. SFE also contributed loss before income tax of (\$92,246) over the same period. Had SFE been consolidated from January 1, 2023, the consolidated statement of comprehensive income for the six months ended June 30,2024 would show operating revenue of \$0 and loss before income tax of (\$3,242).

- C. The following table summarises the consideration paid for Eastern Rainbow Engineering Co. Ltd. and SFE and the fair values of the assets acquired and liabilities assumed at the acquisition date:

	Eastern Rainbow Engineering Co. Ltd.	SFE
Purchase consideration		
Cash paid	\$ 218,020	\$ 663,097
Fair value of equity interest held before the business combination	-	986,250
Non- controlling interest's s proportionate share of the recognised amounts of acquiree's identifiable net assets	159,688	787,798
	<u>377,708</u>	<u>2,437,145</u>
Fair value of the identifiable assets acquired and liabilities assumed		
Cash	273,914	225,447
Other current assets	284,856	396,034
Property, plant and equipment	38,072	2,038,523
Intangible assets	716	-
Deferred tax assets	34,144	-
Other non-current assets	9,290	14,451
Other current liabilities	( 237,750)	( 278,405)
Deferred tax liabilities	( 2,710)	-
Other non-current liabilities	( 32,262)	( 8,783)
Total identifiable net assets	<u>368,189</u>	<u>2,387,267</u>
Goodwill	<u>\$ 9,519</u>	<u>\$ 49,878</u>

(34) Supplemental cash flow information

A. Investing activities with partial cash payments

	Six months ended June 31,2024	Six months ended June 30,2023
Purchase of property, plant and equipment	\$ 5,103,778	\$ 198,843
Add: Opening balance of payable on quipment	142,156	90,341
Less: Ending balance of payable on equipment	( 227,166)	( 84,452)
Capitalisation of depreciation	( 2,921)	-
Cash paid during the period	<u>\$ 5,015,847</u>	<u>\$ 204,732</u>

B. Financing activities with no cash flow effects :

	Six months ended June 30,2024	Six months ended June 30,2023
Cash dividends declared but not yet distributed	<u>\$ 669,013</u>	<u>\$ 549,084</u>

(35) Changes in liabilities from financing activities

	Short-term borrowing	Short-term notes and bills payable	Long-term borrowings_ (including Current portion)	Bonds payable	Lease Liability	Other paya- ble-related_ party	Liabilities From financing activities gross
January 1,2024	\$ 9,180,124	\$ 4,005,614	\$ 6,498,457	\$2,851,779	\$ 415,854	\$ -	\$ 22,951,828
Changes in cash flow from fi- nancing activitie	2,462,575	( 332,062)	3,153,132	-	( 56,267)	1,500,000	6,727,378
Changes in other non-cash items	-	-	-	( 485,599)	50,633	-	( 434,966)
Impact of changes in foreign exchange rate	-	-	-	-	6,569	-	6,569
June 30,2024	<u>\$ 11,642,699</u>	<u>\$ 3,673,552</u>	<u>\$ 9,651,589</u>	<u>\$2,366,180</u>	<u>\$ 416,789</u>	<u>\$1,500,000</u>	<u>\$ 27,750,809</u>

	Short-term borrowing	Short-term notes and bills payable	Long-term borrowings_ (including Current portion)	Lease Liability	Liabilities from financing activities gross
January 1,2023	\$ 7,035,719	\$ 1,789,159	\$ 5,397,714	\$ 292,328	\$ 14,514,920
Changes in cash flow from financ- ing Activitie	1,339,249	284,571	202,092	( 52,507)	1,773,405
Changes in other non-cash items	-	-	-	102,889	102,889
Impact of changes in foreign exchange rate	-	-	-	( 1,098)	( 1,098)
June 30,2023	<u>\$ 8,374,968</u>	<u>\$ 2,073,730</u>	<u>\$ 5,599,806</u>	<u>\$ 341,612</u>	<u>\$ 16,390,116</u>

7. Related Party Transactions

(1) Names of related parties and relationship

Names of related parties	Relationship with the Company
Cheng Uei Precision Industry Co.,Ltd(Cheng Uei)	Ultimate parent
Fugang Electronic(Dongguan) Co.,Ltd(FGEDG)	Other related party
Fugang Electronic(Xuzhou) Co.,Ltd(FG XuZhou)	Other related party
Kunshan Fugang Electric Trading Co.,Ltd(KFET)	Other related party
VA Product Inc.(VA)	Other related party
Studio A Inc.(Studio A)	Other related party
Straight A Inc.(Straight A)	Other related party
Sharetronic Data Technology Co.,Ltd(Sharetronic)	Other related party
Dongguam Fuqiang Electronics Co.,Ltd(DGFQ)	Other related party
Fugang Electric (Kunshan) Co.,Ltd	Other related party
Foxlink Technical India Private Ltd.	Other related party
Hon Hai Precision Industry Co., Ltd.	Other related party
Deepwaters Digital Support Inc.(Deepwaters)	Other related party
STUDIO A TECHNOLOGY LTD.(STUDIO A)	Associate
Changpin Wind Power Ltd.(Changpin)	Joint Venture
Cheng Shin Digital Co., Ltd. (Cheng Shin Digital)	Associate (Note)
Note: The Group became a related party to the company after acquiring a 49% equity stake on October 17, 2023.	

(2) Significant related party transactions

A. Operating revenue

	Three months ended June 30,2024	Three months ended June 30,2023
Associate	\$ 205,489	\$ 9,953
Other related parties	13,195	9,979
Joint Venture	32,055	128,354
Cheng Uei	6,927	6,315
	<u>\$ 257,666</u>	<u>\$ 154,601</u>
	<u>Six months ended June 30,2024</u>	<u>Six months ended June 30,2023</u>
Associate	\$ 229,956	\$ 18,968
Other related parties	41,592	30,867
Joint Venture	32,056	128,354
Cheng Uei	12,556	18,248
	<u>\$ 316,160</u>	<u>\$ 196,437</u>

- (a) Goods sold to the abovementioned related parties are based on mutual agreement and are not sold to the third parties. The collection terms are 90 to 120 days after monthly billings.
- (b) The Group entered into contracted construction agreements with related parties and charged construction revenue, service revenue and electricity sales revenue from related parties. The transaction price and credit terms are the same with the market situation or the general customers.

#### B.Purchases

	<u>Three months ended June 30,2024</u>	<u>Three months ended June 30,2023</u>
Purchases of goods :		
Associate	\$ 594	\$ 2,068
Other related parties	174	139
Cheng Uei	<u>20</u>	<u>3,651</u>
	<u>\$ 788</u>	<u>\$ 5,858</u>
Engineering cost :		
Associate	\$ 1,428	\$ -
Other related parties	-	-
	<u>\$ 1,428</u>	<u>\$ -</u>
	<u>Six months ended June 30,2024</u>	<u>Six months ended June 30,2023</u>
Purchases of goods :		
Associate	\$ 1,240	\$ 3,587
Other related parties	717	560
Cheng Uei	<u>68</u>	<u>5,204</u>
	<u>\$ 2,025</u>	<u>\$ 9,351</u>
Engineering cost :		
Associate	\$ 3,333	\$ -
Other related parties	<u>669</u>	<u>-</u>
	<u>\$ 4,002</u>	<u>\$ -</u>

The prices and terms are determined in accordance with mutual agreement, and the payment term is 90 to 120 days after monthly billings.

#### C.Receivables from related parties

	<u>June 30,2024</u>	<u>December 31,2023</u>	<u>June 30,2023</u>
Accounts receivable :			
Joint Venture	\$ 5,250	\$ 5,250	\$ -
Associate	3,906	4,071	5,953
Other related parties	5,154	6,598	9,512
Cheng Uei	<u>6,930</u>	<u>17,784</u>	<u>9,078</u>
	<u>\$ 21,240</u>	<u>\$ 33,703</u>	<u>\$ 24,543</u>

Other receivables :

Sharetronic	\$	6,620	\$	6,338	\$	6,472
Associate		4,274		1,982		1,659
Other related parties		154		535		2,222
Cheng Uei		<u>54</u>		<u>18</u>		<u>166</u>
	\$	<u>11,102</u>	\$	<u>8,873</u>	\$	<u>10,519</u>

Other receivables mainly come from rental income, manpower support income and advances on behalf of others.

D. Payables to related parties

	June 30, 2024	December 31, 2023	June 30, 2023
Accounts payable :			
Cheng Uei	\$ 19	\$ 8,584	\$ 5,305
Other related parties	58	1,288	-
Associate	<u>400</u>	<u>38</u>	<u>1,567</u>
	<u>\$ 477</u>	<u>\$ 9,910</u>	<u>\$ 6,872</u>
Other payables :			
Cheng Uei	\$ 41,297	\$ 9,657	\$ 9,485
Other related parties	3,858	6,907	2,257
Associate	<u>1,204</u>	<u>136</u>	<u>983</u>
	<u>\$ 46,359</u>	<u>\$ 16,700</u>	<u>\$ 12,725</u>

(a) Payables to related parties, mainly arose from purchases, and the payment terms are 90 to 120 days after monthly billings.

(b) Other payables to related parties, mainly arose from management, legal and system maintenance fees payable.

E, Lease transactions — lessee

(a) The Group leases, buildings from the ultimate parent company and other related parties. Rental contracts are typically made for periods from 2013 to 2028 years. Rents are paid monthly.

(b) Acquisition of use-of-right assets

	Three months ended June 30, 2024	Three months ended June 30, 2023
Cheng Uei	<u>\$ -</u>	<u>\$ -</u>

	Six months ended June 30, 2024	Six months ended June 30, 2023
Cheng Uei	<u>\$ 3,222</u>	<u>\$ 14,395</u>

(c) Lease liability

i. Outstanding balance

	June 30, 2024	December 31, 2023	June 30, 2023
Cheng Uei	<u>\$ 103,061</u>	<u>\$ 111,104</u>	<u>\$ 121,658</u>

ii. Interest expense

	<u>Three months ended June 30, 2024</u>	<u>Three months ended June 30, 2023</u>
Cheng Uei	\$ 397	\$ 484
Other related parties	<u>-</u>	<u>-</u>
	<u>\$ 397</u>	<u>\$ 484</u>
	<u>Six months ended June 30, 2024</u>	<u>Six months ended June 30, 2023</u>
Cheng Uei	\$ 820	\$ 974
Other related parties	<u>-</u>	<u>9</u>
	<u>\$ 820</u>	<u>\$ 983</u>

F. Rental revenue

	<u>Three months ended June 30, 2024</u>	<u>Three months ended June 30, 2023</u>
Other related parties	\$ 12,210	\$ 13,034
Cheng Uei	<u>5,118</u>	<u>5,118</u>
	<u>\$ 17,328</u>	<u>\$ 18,152</u>
	<u>Six months ended June 30, 2024</u>	<u>Six months ended June 30, 2023</u>
Other related parties	\$ 23,072	\$ 23,952
Cheng Uei	<u>10,236</u>	<u>10,236</u>
	<u>\$ 33,308</u>	<u>\$ 34,188</u>

G. Loans from related parties:

Loans from related parties : (From January 1, 2023 to June 30, 2023: None)

(a) Outstanding balance

	<u>June 30, 2024</u>
Cheng Uei	<u>\$ 1,500,000</u>

(b) Interest expense

	<u>Three months ended June 30, 2024</u>
Cheng Uei	<u>\$ 29,918</u>
	<u>Six months ended June 30, 2024</u>
Cheng Uei	<u>\$ 32,219</u>

The loans are settled at maturity. The interest rate was 8% per annum.

H. Loans to others and guarantee/endorse: Please refer to Notes 13(1) B.



(3) Key management compensation

	<u>Three months ended June 30,2024</u>		<u>Three months ended June 30,2023</u>	
Salaries and other short-term employee benefits	\$	12,902	\$	6,766
Post-employment benefits		602		249
	\$	<u>13,504</u>	\$	<u>7,015</u>
	<u>Six months ended June 30,2024</u>		<u>Six months ended June 30,2023</u>	
Salaries and other short-term employee benefits	\$	36,329	\$	12,155
Post-employment benefits		1,375		477
	\$	<u>37,704</u>	\$	<u>12,592</u>

8. Pledged Assets

The Group's assets pledged as collateral is as follows:

<u>Pledged asset</u>	<u>Book Value</u>			<u>Purpose</u>
	<u>June 30,2024</u>	<u>December 31,2023</u>	<u>June 30,2023</u>	
Time deposits (shown as financial assets at amortised cost-current)	\$ 69,303	\$ 65,776	\$ 69,837	Guarantee for fast customs clearance and issuance of material purchasing guarantee and security deposit
Restricted bank deposits and pledged time deposits (show as financial assets at amortised cost-current)	1,950,681	2,009,915	1,964,851	Letters of guarantee for construction performance, short-term borrowings and guarantee notes,etc.
Guarantee deposits paid (show as other current assets)	998,955	1,001,654	999,333	Guarantee for Construction performane, performance bond
Guarantee deposits paid (show as other non-current assets)	430,963	262,327	231,033	Guarantee for electric energy transfer,deposits,-guarantee and customs deposit
Time deposits(show as financial assets at amortised cost-non-current)	4,500	4,500	4,500	Guarantee for lease Performance
Restricted bank deposits and pledged time deposits(show as financial assets at amortised cost-non-current)	519,492	402,761	391,232	Impound, bond guarantee, performance guarantee and guarantee for developpment plan
Property, plant and equipment-ship equipment	5,650,840	-	-	Long-term borrowings
Property, plant and equipment-Others	859,059	1,004,783	1,224,989	Short-term notes and bill ,Short and long-term borrowings
Investment Property	115,206	-	3,327	Long-term borrowings
	<u>\$ 10,598,999</u>	<u>\$ 4,751,716</u>	<u>\$ 4,889,102</u>	

9. Significant Contingent Liabilities and Unrecognized Contract Commitments

(1) Contingencies

A. The Group's subsidiary, Shih Fong Power Co., Ltd. ("Shih Fong"), carried out the "Shih Fong Power's FongPing River and Its Tributary Hydroelectric Project" (the "Project") in Hualien County and planned to build a weir in FongPing River for hydropower plants to generate electricity. Since 2000, the Company has successively obtained the permit to build the infrastructure as an electricity enterprise and the work permit to operate power generation equipment as an electricity enterprise (the "Work Permit"). As the construction was unable to be completed on time, an extension was applied for according to the law year by year and the Work Permit was obtained as approved and issued by the Ministry of Economic Affairs. Certain litigations that ensued during the period of application for the renewal of the Work Permit were as follows:

(a) Administrative Appeal

The local indigenous peoples (the "Petitioners") filed a petition on May 14, 2021 with the Administrative Appeals Committee of the Executive Yuan (AAC), requesting "the suspension of the Project" and "the revocation of work permit in 2021 issued by the Ministry of Economic Affairs". Regarding the dispute with the former, the administrative appeal was dismissed from the AAC on May 31, 2021; and regarding the dispute with the latter, the decision of administrative appeal was rendered by the AAC on March 3, 2022 and the original administrative action was revoked. In accordance with the decision of the AAC, the Ministry of Economic Affairs sent a letter to Shih Fong on March 10, 2022, ordering it to consult and obtain consent and participation from the indigenous peoples or tribes. Shih Fong disagreed with the judgement and filed an administrative litigation according to the law on April 29, 2022, requesting the Executive Yuan to revoke the decision of administrative appeal of Shih Fong's Work Permit in 2021. Currently, the case trial has been initiated by the court on November 9, 2022 and it was dismissed by the Taipei High Administrative Court on March 14, 2024.

(b) Administrative litigation

The Petitioners disagreed with the decision of dismiss on May 31, 2021 by the AAC and filed an administrative litigation with the Taipei High Administrative Court (THAC). On December 3, 2021, the THAC rendered a judgement that the Project is suspended until the administrative litigation is finalised. The Ministry of Economic Affairs and Shih Fong disagreed with the abovementioned judgement and filed an counterappeal with the Supreme Administrative Court (SAC). On March 31, 2022, the SAC revoked the original verdict, excluding certain final judgements.

However, in order to conduct the construction smoothly in the future and respect the will of local peoples, Shih Fong sent a letter to the Zhuoxi Township Office on April 7, 2022, requesting it to consult and obtain consent from the tribes. Shih Fong completed relevant tribal consultation and obtained a majority of consent in December 2022 and sent a letter to the Bureau of Energy to report the results of the tribal consultation. Shih Fong had obtained the renewal Work Permit in 2021 and 2022 in December 2022 and the Work Permit in 2023 was renewed by the Ministry of Economic Affairs in February 2023. However, the Petitioners disagreed with the issuance of the Work Permit in 2023 by the Ministry of Economic Affairs and requested for a suspension until the administrative litigation is finalised. On September 28, 2023, the Supreme Court issued a ruling that "the execution shall be stayed until the administrative litigation is concluded and the certain litigation expenses shall all be abandoned." Shih Fong had obtained the Work Permit for 2024 to 2026 was renewed by the Ministry of Economic Affairs in February 2024 which will be valid until December 31, 2026.

- B. The Group's second-tier subsidiary, Foxwell Energy Corporation Ltd. ("Foxwell Energy"), entered into a 'Transportation and Installment Contract of Wind Turbines in Wind Farm Site No. 26' with a Singapore contractor, Teras Offshore Pte. Ltd. As the contractor failed to submit the essential documents within the time frame prescribed in the contract, Foxwell Energy has the right to revoke the contract and has notified the contractor in writing of the termination of the contract. After receiving the written notice from Foxwell Energy, the contractor entrusted a lawyer on December 11, 2021 to request for compensation from Foxwell Energy, and state that it will refer the matter to arbitration if the compensation is not paid. On December 24, 2021, Foxwell Energy also appointed a lawyer to send a letter stating that it was a lawful termination of the contract and it reserves the right to claim compensation from the contractor. As of August 9, 2024, Foxwell Energy has not yet received the notice of arbitration submitted by the contractor to the arbitration institution, and the termination of the contract has no impact on the original construction contract and subsequent performance obligations.
- C. The Group's second-tier subsidiary, Elegant Energy TECH Co., Ltd., was commissioned by VAI Renewables Co., Ltd. to develop a wind farm. As there are objections over the development process of the wind farm, VAI Renewables Co., Ltd. has filed a claim for reimbursement to the second-tier subsidiary, Elegant Energy TECH Co., Ltd., for approximately \$33,593, which has not yet started trial proceedings, and it is not possible to predict the outcome of the court trial.

(2)Commitments

- A. As of June 30, 2024, December 31, 2023 and June 30, 2023 , the letters of guarantee to be issued by the bank, which are required for the Group's performance guarantee for the property procurement and installation of Taiwan Power Company's offshore wind power project, both amounted to \$5,400,000, of which the amounts provided by the Group to banks as pledges (shown as financial assets at amortised cost) were both \$1,620,000, the endorsement and guarantee amount provided by the second-tier subsidiary, Shinfox Energy Co., Ltd. was both \$3,780,000, and the amounts pledged by the letter of guarantee assigned by subcontractors were both \$1,608,370.
- B. Except as described in Note 9(2) A., the Group's second-tier subsidiary, Shinfox Energy Co., Ltd., provided performance guarantee on the subcontracted construction and the credit line on the guaranteed amount to the Group's second-tier subsidiary, Foxwell Energy Corporation Ltd., amounting to \$24,991,903,\$19,786,950 and \$18,717,827 as of June 30, 2024 ,December 31,2023 and June 30,2023, respectively.
- C. As of June 30, 2024, December 31, 2023 and June 30, 2023, the letters of guarantee to be issued by the bank, which are required for performance guarantee under the contracted photovoltaic electric systems, amounted to \$438,489, \$150,519 and \$139,944, respectively.
- D. Capital expenditure contracted for at the balance sheet date but not yet incurred is as follows:

	<u>June 30,2024</u>	<u>December 31,2023</u>	<u>June 30,2023</u>
Equipment purchases agreements			
Contract price	<u>\$ 8,483,889</u>	<u>\$ 13,314,805</u>	<u>\$ 2,518,413</u>
Unpaid amount	<u>\$ 5,711,072</u>	<u>\$ 9,765,514</u>	<u>\$ 676,624</u>

	<u>June 30,2024</u>	<u>December 31,2023</u>	<u>June 30,2023</u>
Construction con- tract			
Contract price	\$ 49,404,026	\$ 44,455,932	\$ 47,020,816
Unpaid amount	\$ 30,375,437	\$ 28,075,259	\$ 35,030,959

E. On August 13, 2020, the Group entered into an equipment procurement contract and an operation and maintenance contract with Taiwan Power Company for the Phase II of Taipower's Offshore Wind Power Project, the "Wind Farm Property Procurement and Installation Project" amounting to \$56,588,000 and \$6,300,000, respectively. The terms of the equipment procurement contract specifies that the Company shall complete the foundation construction for WTGS and offshore substation as of September 30, 2024, shall complete all WTGS which shall be under the security constrained dispatch process as of December 31, 2025, shall complete the whole construction as of December 31, 2025 and shall provide 2 years warranties from the date of completion and acceptance of the whole construction. In addition, the equipment shall provide guaranteed generating capacity. The performance term of this project is divided into stages progress and the final completion deadline. The default penalty shall be computed until the termination date of the contract according to each stage of the project. The operation and maintenance contract specifies the terms such as the guaranteed annual availability and default penalty of all WTGS as well as the relevant rights and obligations of both parties. The contract period is 5 years from the time when all WTGS are under the security constrained dispatch process. As of June 30, 2024, the Group's construction projects were completed on schedule and there was no compensation loss incurred due to overdue projects.

F. The Group entered the operation and maintenance contract with Changyuan Wind Power Ltd., Beiyuan Wind Power Ltd. and Shinfox Power Co., Ltd. for WTGS and solar energy equipment. The contract specifies the terms such as the bonus and penalty of operation and maintenance as well as the relevant rights and obligations of both parties. The contract period is 20 years from the parallel connection date.

G. Second-tier subsidiary, Foxwell Power Co., Ltd., of the Group signed a renewable energy purchase agreement with a power generation company. The contract specifies a minimum annual purchase quantity and price. If the group fails to purchase the agreed-upon quantity of electricity, it bears liability for breach of contract. As of June 30, 2024, the group has not incurred any breaches under this agreement.

H. Second-tier subsidiary Foxwell Power Co., Ltd., of the Group signed a renewable energy sales contract with a power customer. The contract not only specifies the term for fulfilling the power sales obligation but also includes a commitment to a minimum annual sales volume. If the group fails to provide the agreed-upon electricity quantity, it bears liability for breach of contract. As of June 30, 2024, the group has not incurred any breaches under this agreement.

#### 10. Significant Disaster Loss

None

## 11. Significant Subsequent Events

- A. Second-tier subsidiary, Foxwell Energy Co. Ltd., of the Group has been contracted by Taiwan Power Company for the Phase II of Taipower's Offshore Wind Power Project, the "Wind Farm Property Procurement and Installation Project". On July 17, 2024, the board of directors resolved to pursue a syndicated loan with CTBC Bank and other banks, with a loan amount of approximately \$21,475,000. The sub-subsidiary of our group, Shinfox Energy Co., Ltd., is expected to provide an endorsement guarantee for the loan.
- B. On August 8, 2024, the Board of Directors of the second-tier subsidiary, Shinfox Energy Co., Ltd., of the Group resolved to provide an endorsement and guarantee for the subsidiary, Foxwell Energy Co. Ltd., with the credit line within the limit of US\$23.775 million financial institutions.

## 12. Others

### (1) Capital management

The Group's objectives when managing capital are to safeguard the Group'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 Group may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt.

### (2) Financial instruments

#### A. Financial instruments by category

	<u>June 30,2024</u>	<u>December 31,2023</u>	<u>June 30,2023</u>
<u>Financial assets</u>			
Financial assets at fair value through profit or loss			
Financial assets mandatorily measured at fair value through profit or loss	<u>\$ 10,689</u>	<u>\$ 5,167</u>	<u>\$ -</u>
Financial assets at fair value through other comprehensive income Designation of equity instrument	<u>\$ 4,725,726</u>	<u>\$ 3,152,254</u>	<u>\$ 2,396,149</u>
Financial assets at amortised cost			
Cash and cash equivalents	\$ 6,632,403	\$ 6,953,129	\$ 4,964,179
Financial assets at amortised Cost	3,436,101	3,261,615	2,776,259
Notes receivable	18,496	25,654	28,843
Accounts receivable (including related parties)	1,642,245	2,011,711	1,179,078
Other receivables(including related parties)	85,844	99,617	20,274
Guarantee deposits paid	<u>1,450,055</u>	<u>1,277,845</u>	<u>1,245,344</u>
	<u>\$ 13,265,144</u>	<u>\$ 13,629,571</u>	<u>\$ 10,213,977</u>

### Financial liabilities

Short-term borrowings	\$ 11,642,699	\$ 9,180,124	\$ 8,374,968
Short-term notes and bills payable	3,673,552	4,005,614	2,073,730
Notes payable	29,559	32,677	657
Accounts payable (including related parties)	3,330,553	2,591,139	1,000,979
Other payables (including related parties)	3,530,607	1,092,937	1,260,418
Long-term borrowings (including current portion)	9,651,589	6,498,457	5,599,806
Guarantee deposits received	37,938	40,328	24,113
	<u>\$ 31,896,497</u>	<u>\$ 23,441,276</u>	<u>\$ 18,334,671</u>
Lease liability	<u>\$ 416,789</u>	<u>\$ 415,854</u>	<u>\$ 341,612</u>

### B. Financial risk management policies

- (a) The Group's activities expose it to a variety of financial risks: market risk (including foreign exchange risk and interest rate risk), credit risk and liquidity risk. To reduce the adverse impact on the financial performance of the Group caused by uncertainty, the Group undertakes forward exchange contracts to hedge against exchange rate risks; the derivative instruments undertaken by the Group are for hedging purposes and not for trading or speculation.
- (b) Risk management is carried out by a central treasury department (Group treasury) under policies approved by the Board of Directors. Group treasury identifies, evaluates and hedges financial risks in close co-operation with the Group's operating units. The Board provides written principles for overall risk management, as well as written policies covering specific areas and matters, such as foreign exchange risk, interest rate risk, credit risk, use of derivative financial instruments and non-derivative financial instruments, and investment of excess liquidity.
- (c) Information on undertaking derivatives to avoid financial risks is provided in Note 6(2).

### C. Significant financial risks and degrees of financial risks

#### (a) Market risk

##### Exchange rate risk

- The Group operates internationally and is exposed to exchange rate risk arising from the transactions of the Company and its subsidiaries used in various functional currencies, primarily with respect to the USD and RMB. The foreign exchange rate risk arises from future commercial transactions and recognized assets and liabilities.
- Management has set up a policy to require group companies to manage their foreign exchange risk against their functional currency. The group entities are required to hedge their entire foreign exchange risk exposure with the Group treasury. Exchange rate risk is measured through a forecast of the highly probable USD and RMB expenditures.
- The group utilizes forward foreign exchange transactions to hedge against exchange rate risks; however, hedge accounting is not applied, and financial assets or liabilities measured at fair value through profit or loss are recognized. Please refer to Note 6(2) for further details.
- The Group's businesses involve some non-functional currency operations (the Company's and certain subsidiaries' functional currency: NTD; other certain sub-

sidiaries' functional currency: RMB). The information on assets and liabilities denominated in foreign currencies whose values would be materially affected by the exchange rate fluctuations is as follows:

June 30,2024			
	Foreign currency amount(In thousands)	Exchange rate	Book value (NTD)
<b>(Foreign currency:functional currency)</b>			
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:NTD	\$ 92,150	32.4500	\$ 2,990,268
RMB:NTD	71,493	4.4450	317,786
HKD:NTD	3,114	4.550	14,169
EUR:NTD	168	34.7100	5,831
HKD:RMB	3,069	0.9127	12,451
USD:RMB	17,634	7.1268	572,223
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	\$ 24,110	32.4500	\$ 782,370
RMB:NTD	1,583	4.4450	7,036
USD:RMB	3,373	7.1268	106,852
USD:HKD	182	7.8099	5,906

  

December 31,2023			
	Foreign currency amount(In thousands)	Exchange rate	Book value (NTD)
<b>(Foreign currency:functional currency)</b>			
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:NTD	\$ 88,946	30.7050	\$ 2,731,087
RMB:NTD	73,337	4.3270	317,329
JPY:NTD	1,020	0.2172	222
HKD:NTD	1,202	3.929	4,723
EUR:NTD	168	33.9800	5,709
HKD:RMB	3,065	0.9080	12,042
USD:RMB	16,340	7.0961	501,720
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	\$ 21,551	30.7050	\$ 661,723
RMB:NTD	56	4.3270	242
JPY:NTD	1,767	0.2172	384
USD:RMB	2,005	7.0961	61,564
USD:HKD	569	4.3270	17,471

June 30,2023			
	Foreign currency amount(In thousands)	Exchange rate	Book value (NTD)
<b>(Foreign currency:functional currency)</b>			
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:NTD	\$ 40,687	31.1400	\$ 1,266,993
RMB:NTD	120,261	4.2820	514,958
JPY:NTD	468,086	0.2150	100,638
HKD:NTD	20,178	3.9740	80,187
EUR:NTD	168	33.8100	5,680
HKD:RMB	3,229	1.0775	12,832
USD:RMB	21,653	7.2565	674,274

Financial liabilities

Monetary items

USD:NTD	\$ 20,766	31.1400	\$ 646,653
RMB:NTD	76,284	4.2820	326,648
JPY:NTD	7,000	0.2150	1,505
USD:RMB	3,558	7.2565	110,796
USD:HKD	894	7.8359	27,839

D. The total exchange gain (loss), including realized and unrealized, arising from significant foreign exchange variation on the monetary items held by the Group for the three months and six months ended June 30, 2024 and 2023 amounted to \$65,616 , \$13,488, \$185,156 and (\$2,108), respectively.

E. Analysis of foreign currency market risk arising from significant foreign ex change variation:

Six months ended June 30,2024			
Sensitivity analysis			
	Degree of Variation	Effect on profit or loss before tax	Effect on other comprehensive income
<b>(Foreign currency: functional currency)</b>			
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:NTD	1%	\$ 29,903	\$ -
RMB:NTD	1%	3,178	-
HKD:NTD	1%	142	-
EUR:NTD	1%	58	-
HKD:RMB	1%	125	-
USD:RMB	1%	5,722	-
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	1%	\$ 7,824	\$ -



RMB:NTD	1%	70	-
USD:RMB	1%	1,069	-
USD:HKD	1%	59	-

Six months ended June 30,2023

Sensitivity analysis

	Degree of Variation	Effect on profit or loss before tax	Effect on other comprehensive income
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**(Foreign currency:  
functional currency)**

Financial assets

Monetary items

USD:NTD	1%	\$ 12,670	\$ -
RMB:NTD	1%	5,150	-
JPY:NTD	1%	1,006	-
HKD:NTD	1%	802	-
EUR:NTD	1%	57	-
HKD:RMB	1%	128	-
USD:RMB	1%	6,743	-

Financial liabilities

Monetary items

USD:NTD	1%	\$ 6,467	\$ -
RMB:NTD	1%	3,266	-
JPY:NTD	1%	15	-
USD:RMB	1%	1,108	-
USD:HKD	1%	278	-

Price risk

- i. The Group's equity securities, which are exposed to price risk, are the held financial assets at fair value through profit or loss and financial assets at fair value through other comprehensive income. To manage its price risk arising from investments in equity securities, the Group diversifies its portfolio. Diversification of the portfolio is done in accordance with the limits set by the Group.
- ii. The Group's investments in equity securities comprise shares issued by listed and unlisted companies at home and abroad. The prices of equity securities would change due to the change of the future value of investee companies. If the prices of these equity securities had increased/decreased by 1% with all other variables held constant, profit net of tax for the six months ended June 30, 2024 and 2023 would have increased/decreased by \$86 and \$0, respectively, as a result of gains/losses on equity securities classified as at fair value through profit or loss. And other components of equity would have increased/decreased by \$37,806 and \$19,169, respectively, as a result of other comprehensive income classified as equity investment at fair value through other comprehensive income.

Cash flow and fair value interest rate risk

- i. The Group's main interest rate risk arises from short-term borrowings and long-term borrowings with variable rates, which expose the Group to cash flow interest rate risk. For the six months ended June 30,2024 and 2023, the Group's borrowings were denominated in New Taiwan Dollars and US Dollars.

- ii. If the borrowing interest rate had increased/decreased by 0.1% with all other variables held constant, profit, net of tax for the six months ended June 30, 2024 and 2023 would have decreased or increased by \$19,974 and \$12,839, 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 Group arising from default by the clients or counterparties of financial instruments on the contractual obligations. The main factor is that counterparties could not repay in full the accounts receivable based on the agreed terms.
  - ii. The Group manages their credit risk, taking into consideration the entire group's concern. According to the Group's credit policy, each local entity in the Group is responsible for managing and analyzing 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 the limits set by the Board of Directors. The utilization of credit limits is regularly monitored.
  - iii. The Group adopts 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.
  - iv. The default occurs when the contract payments are past due over 90 days.
  - v. The Group classifies customers' accounts receivable and contract assets in accordance with default situation. The Group applies the simplified approach using provision matrix to estimate expected credit loss under the provision matrix basis.
  - vi. The Group used the forecastability to adjust the historical and timely information to assess the default possibility of accounts receivable. On June 30, 2024, December 31, 2023 and June 30, 2023, the provision matrix is as follows:

	<u>Expected loss rate</u>	<u>Total book value</u>	<u>Loss allowance</u>
<u>June 30, 2024</u>			
Not past due	0.03%~4.54%	\$ 1,476,950	\$ 19,443
Up to 30 days past due	0.03%~6.30%	163,402	2,586
31~90 days past due	0.03%~59.09%	3,353	671
91~180 days past due	100%	-	-
Over 181 days past due	100%	<u>1,691</u>	<u>1,691</u>
		<u>\$ 1,645,396</u>	<u>\$ 24,391</u>

	<u>Expected loss rate</u>	<u>Total book value</u>	<u>Loss allowance</u>
<u>December 31, 2023</u>			
Not past due	0.03%~4.41%	\$ 1,877,583	\$ 9,563
Up to 30 days past due	0.65%~10.97%	114,854	10,875
31~90 days past due	0.65%~46.01%	7,511	1,502
91~180 days past due	100%	-	-
Over 181 days past due	100%	<u>1,695</u>	<u>1,695</u>
		<u>\$ 2,001,643</u>	<u>\$ 23,635</u>

	<u>Expected loss rate</u>	<u>Total book value</u>	<u>Loss allowance</u>
<u>June 30, 2023</u>			
Not past due	0.03%~4.41%	\$ 1,059,510	\$ 5,318
Up to 30 days past due	0.82%~12.73%	113,476	15,482
31~90 days past due	12.73%~45.28%	2,936	587
91~180 days past due	100%	389	389
Over 181 days past due	100%	<u>1,695</u>	<u>1,695</u>
		<u>\$ 1,178,006</u>	<u>\$ 23,471</u>

- vii. Movements in relation to the Group applying the modified approach to provide loss allowance for accounts receivable and contract assets are as follows:

	<u>2024</u>
	<u>Accounts receivable</u>
At January 1	\$ 23,635
Provision for impairment	800
Amounts written off due to irrecoverability	( 44)
At June 30	<u>\$ 24,391</u>
	<u>2023</u>
	<u>Accounts receivable</u>
At January 1	\$ 24,172
Amounts written off due to irrecoverability	( 877)
Effect of foreign exchange	176
At June 30	<u>\$ 23,471</u>

(c) Liquidity risk

The table below analyses the Group's non-derivative financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date. The amounts disclosed in the table are the contractual undiscounted cash flows.

Non-derivative financial liabilities

		<u>Between 2</u>	
<u>June 30, 2024</u>	<u>Less than 1 year</u>	<u>and 5 years</u>	<u>Over 5 years</u>
Short-term borrowings	\$ 11,919,438	\$ -	\$ -
Short-term notes and bills payable	3,690,200	-	-
Notes payable	29,559	-	-
Accounts payable (Related parties)	3,330,553	-	-
Other payables (Related parties)	3,530,607	-	-
Lease liability	107,598	216,738	243,855
Bonds payable	-	2,464,100	-
Long-term borrowings (including current portion)	889,914	8,858,836	50,005

### Non-derivative financial liabilities

		Between 2	
December 31,2023	<u>Less than 1 year</u>	<u>and 5 years</u>	<u>Over 5 years</u>
Short-term borrowings	\$ 9,356,138	\$ -	\$ -
Short-term notes and bills payable	4,013,200	-	-
Notes payable	32,677	-	-
Accounts payable (Related parties)	2,591,139	-	-
Other payables (Related parties)	1,092,937	-	-
Lease liability	98,355	206,990	161,050
Bonds payable	-	3,000,000	-
Long-term borrowings (including current portion)	284,609	6,294,106	58,909

### Non-derivative financial liabilities

		Between 2	
June 30,2023	<u>Less than 1 year</u>	<u>and 5 years</u>	<u>Over 5 years</u>
Short-term borrowings	\$ 8,427,809	\$ -	\$ -
Short-term notes and bills payable	2,078,200	-	-
Notes payable	657	-	-
Accounts payable (Related parties)	1,000,979	-	-
Other payables (Related parties)	1,260,418	-	-
Lease liability	85,753	194,774	188,042
Long-term borrowings (including current portion)	1,006,621	4,779,792	74,521

### (3)Financial instruments

- 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. An active market refers to a market in which transactions for an asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. The fair value of the Group's investment in listed stocks is included in Level 1.
- Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3: Unobservable inputs for the asset or liability. The fair value of the Group's investment in unlisted stocks is included in Level 1.
- B. Fair value information on investment property at cost is provided in Note 6(12).
- C. Financial instruments not measured at fair value
- (a) Except for those listed in the table below, the carrying amounts of cash and cash equivalents, notes receivable, accounts receivable, other receivables, short-term borrowings, notes payable, accounts payable and other payables are approximate to their fair values.

June 30,2024

		Fair value		
	Book Value	Level1	Level2	Level3
<b>Financial liabilities:</b>				
Bonds payable	\$ 2,366,180	\$ -	\$ 2,364,058	\$ -

December 31,2023

		Fair value		
	Book Value	Level1	Level2	Level3
<b>Financial liabilities:</b>				
Bonds payable	\$ 2,851,779	\$ -	\$ 2,851,779	\$ -

For the month ended of June 30, 2023 : None

(b) The methods and assumptions of fair value estimate are as follows:

Bonds payable is measured at present value, which is calculated based on the cash flow expected to be paid and discounted using a market rate prevailing at balance sheet date.

D. The related information of financial and non-financial instruments measured at fair value level on the basis of the nature, characteristics and risks of the assets and liabilities are as follows:

June 30,2024	Level1	Level2	Level3	Total
<b>Assets</b>				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss				
Equity securities	\$ 1,572	\$ -	\$ -	\$ 1,572
Financial assets at fair value through other comprehensive income				
Equity securities	\$4,259,665	-	466,061	4,725,726
Embedded derivatives				
Put options of convertible bonds	-	9,117	-	9,117
	<u>\$ 4,261,237</u>	<u>\$ 9,117</u>	<u>\$ 466,061</u>	<u>\$ 4,736,415</u>

December 31,2023

	Level1	Level2	Level3	Total
<b>Assets</b>				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss				
Equity securities	\$ 1,267	\$ -	\$ -	\$ 1,267
Financial assets at fair value through other comprehensive income				
Equity securities	2,712,530	-	439,724	3,152,254
Embedded derivatives				
Put options of convertible bonds	-	3,900	-	3,900
	<u>\$ 2,713,797</u>	<u>\$ 3,900</u>	<u>\$ 439,724</u>	<u>\$ 3,157,421</u>

June 30,2023	Level1	Level2	Level3	Total
<b>Assets</b>				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through other comprehensive income				
Equity securities	<u>\$ 1,476,237</u>	<u>\$ -</u>	<u>\$ 919,912</u>	<u>\$ 2,396,149</u>

E. The methods and assumptions the Group used to measure fair value are as follows:

- (a) The instruments the Group used market quoted prices as their fair values (that is, Level 1) are listed below by characteristics:

- |     | Market quoted price   | Listed shares<br>Closing price |
|-----|---|--------------------------------|
| (b) | Except for financial instruments with active markets, the fair value of other financial instruments is measured by using valuation techniques or by reference to counterparty quotes.   |                                |
| (c) | When assessing non-standard and low-complexity financial instruments, for example, debt instruments without active market, interest rate swap contracts, foreign exchange, swap contracts and options, the Group adopts valuation technique that is widely used by market participants. The inputs used in the valuation method to measure these financial instruments are normally observable in the market.   |                                |
| (d) | The valuation of derivative financial instruments is based on a valuation model widely accepted by market participants, such as present value techniques and option pricing models. Forward exchange contracts are usually valued based on the current forward exchange rate.   |                                |
| (e) | The output of valuation model is an estimated value and the valuation technique may not be able to capture all relevant factors of the Group's financial and non-financial instruments. Therefore, the estimated value derived using valuation model is adjusted accordingly with additional inputs, for example, model risk or liquidity risk and etc. In accordance with the Group's management policies and relevant control procedures relating to the valuation models used for fair value measurement, management believes adjustment to valuation is necessary in order to reasonably represent the fair value of financial and non-financial instruments at the consolidated balance sheet. Price information and parameters used in valuation were carefully assessed and was adjusted according to current market conditions. |                                |
| (f) | The Group takes into account adjustments for credit risks to measure the fair value of financial and non-financial instruments to reflect credit risk of the counterparty and the Group's credit quality  |                                |

F. For the six months ended June 30, 2024 and 2023, there was no transfer between Level 1 and Level 2.

G. The following chart is the movement of Level 3 for the six months ended June 30,2024 and 2023:

	2024	2023
At January 1	\$ 439,724	\$ 889,509
Transfers	-	169,942
Loss recognised in other comprehensive income	24,324	( 137,412)
Effect of exchange rate changes	2,013	( 2,127 )
At June 30	<u>\$ 466,061</u>	<u>\$ 919,912</u>

- H. For the six months ended June 30, 2024 and 2023, information on transfers into Level 3 is provided in Note 6(8).
- I. Treasury segment is in charge of valuation procedures for fair value measurements being categorized within Level 3, 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.
- J. 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:

	<u>Fair value at June 30, 2024</u>	<u>Valuation technique</u>	<u>Significant unobservable input</u>	<u>Range (weighted average)</u>	<u>Relationship of inputs to fair value</u>
Non-derivative equity instrument: :					
Unlisted shares	\$ 667	Market comparable companies	Discount for lack of marketability	20%~50%	The higher the discount for lack of marketability, the lower the fair value Not applicable
	465,394	Net asset value	Not applicable	-	Not applicable
	<u>Fair value at December 31, 2023</u>	<u>Valuation technique</u>	<u>Significant unobservable input</u>	<u>Range (weighted average)</u>	<u>Relationship of inputs to fair value</u>
Non-derivative equity instrument: :					
Unlisted shares	\$ 649	Market comparable companies	Discount for lack of marketability	20%~50%	The higher the discount for lack of marketability, the lower the fair value Not applicable
	439,075	Net asset value	Not applicable	-	Not applicable
	<u>Fair value at June 30, 2023</u>	<u>Valuation technique</u>	<u>Significant unobservable input</u>	<u>Range (weighted average)</u>	<u>Relationship of inputs to fair value</u>
Non-derivative equity instrument: :					
Unlisted shares	\$ 481,598	Market comparable companies	Discount for lack of marketability	20%	The higher the discount for lack of marketability, the lower the fair value Not applicable
	438,314	Net asset value	Not applicable	-	Not applicable

- K. The Group 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 categorized within Level 3 if the inputs used to valuation models have changed:

			June 30,2024			
			Recognised in profit or loss		Recognised in other comprehensive income	
			Favourable change	Unfavourable change	Favourable change	Unfavourable change
Financial assets	Input	Change				
Equity instrument	Discount for lack of marketability	±5%	\$ -	\$ -	\$ 33	(\$ 33)
			December 31,2023			
			Recognised in profit or loss		Recognised in other comprehensive income	
			Favourable change	Unfavourable change	Favourable change	Unfavourable change
Financial assets	Input	Change				
Equity instrument	Discount for lack of marketability	±5%	\$ -	\$ -	\$ 32	(\$ 32)
			June 30,2023			
			Recognised in profit or loss		Recognised in other comprehensive income	
			Favourable change	Unfavourable change	Favourable change	Unfavourable change
Financial assets	Input	Change				
Equity instrument	Discount for lack of marketability	±5%	\$ -	\$ -	\$ 24,080	(\$ 24,080)



13. Supplemental Disclosures
  - (1) Significant transaction information
    - A. Loans to others: Please refer to table 1.
    - B. Provision of endorsements and guarantees to others: Please refer to table 2.
    - C. The holding of marketable securities at the end of the period (not including sub subsidiaries, associates and joint ventures): Please refer to table 3.
    - D. Acquisition or sale of the same security with the accumulated cost exceeding \$300 million or 20% of the Company's paid-in capital: Please refer to table 4.
    - E. Acquisition of real estate reaching NT\$300 million or 20% of paid-in capital or more: None.
    - F. Disposal of real estate reaching NT\$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: Please refer to table 5.
    - H. Receivables from related parties reaching \$100 million or 20% of paid-in capital or more: Please refer to table 6.
    - I. Trading in derivative instruments undertaken during the reporting periods: None.
    - J. Significant inter-company transactions during the reporting periods: Please refer to table 7.
  - (2) Information for investors

Names, locations and other information about investee companies (not including investors in Mainland China): Please refer to table 8.
  - (3) Information on investments in Mainland China
    - A. Basic information: Please refer to table 9.
    - B. Significant transactions conducted with investors in Mainland China directly or indirectly through other companies in the third areas :  

Significant transactions with Mainland China invested companies directly or indirectly through third-party territories and their prices, payment terms, and unrealized gains/losses: please refer to Note 13(1)G for details on significant transactions between the Company and its subsidiaries with Mainland China invested companies for the six months ended June 30, 2024.
  - (4) Major shareholder information

Please refer to table 10.

#### 14. Segment Information

##### (1) General information

The Group has classified the reportable operating segments based on product types. The Company's operations and segmentation are both developed according to the product types. The current main product types are: 3C components, systems and peripheral products, 3C product retail and others.

##### (2) Measurement of segment information

The Board of Directors assesses the performance of the operating segments based on the operating income(loss).

##### (3) 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 June 30, 2024

	Systems and peripheral Products department	3C product Retail Department	3C component department	Energy service management	Adjustment	Total
Revenue from external customer	\$ 1,462,264	\$ 162,923	\$ 38,770	\$ 4,249,451	\$ -	\$ 5,913,408
Inter-segment revenue	-	-	-	-	-	-
Inter-segment revenue	\$ 1,462,264	\$ 162,923	\$ 38,770	\$ 4,249,451	\$ -	\$ 5,913,408
Segment income (loss)	\$ 269,892	(\$ 19,684)	(\$ 61,156)	\$ 236,122	(\$ 34,957)	\$ 390,217

##### Three months ended June 30, 2023

	Systems and peripheral Products department	3C product Retail Department	3C component department	Energy service management	Adjustment	Total
Revenue from external customer	\$ 1,023,651	\$ 263,972	\$ 37,372	\$ 1,899,517	\$ -	\$ 3,224,512
Inter-segment revenue	-	-	-	( 105)	105	-
Inter-segment revenue	\$ 1,023,651	\$ 263,972	\$ 37,372	\$ 1,899,412	\$ 105	\$ 3,224,512
Segment income (loss)	\$ 82,970	(\$ 16,111)	(\$ 84,265)	\$ 116,999	(\$ 5,166)	\$ 94,427

Six months ended June 30,2024

	Systems and peripheral Products department	3C product Retail Department	3C component department	Energy service management	Adjustment	Total
Revenue from external customer	\$ 2,591,312	\$ 512,534	\$ 79,131	\$ 6,580,787	\$ -	\$ 9,763,764
Inter-segment revenue	-	-	-	2	( 2)	-
Inter-segment revenue	<u>\$ 2,591,312</u>	<u>\$ 512,534</u>	<u>\$ 79,131</u>	<u>\$ 6,580,789</u>	<u>(\$ 2)</u>	<u>\$ 9,763,764</u>
Segment income (loss)	<u>\$ 423,050</u>	<u>(\$ 35,831)</u>	<u>(\$ 127,631)</u>	<u>\$ 295,814</u>	<u>(\$ 52,974)</u>	<u>\$ 502,428</u>

Six months ended June 30,2023

	Systems and peripheral Products department	3C product Retail Department	3C component department	Energy service management	Adjustment	Total
Revenue from external customer	\$ 1,968,464	\$ 695,472	\$ 83,185	\$ 3,288,026	\$ -	\$ 6,035,147
Inter-segment revenue	-	-	-	( 105)	105	-
Inter-segment revenue	<u>\$ 1,968,464</u>	<u>\$ 695,472</u>	<u>\$ 83,185</u>	<u>\$ 3,287,921</u>	<u>\$ 105</u>	<u>\$ 6,035,147</u>
Segment income (loss)	<u>\$ 160,979</u>	<u>(\$ 20,928)</u>	<u>(\$ 149,831)</u>	<u>\$ 193,778</u>	<u>(\$ 7,397)</u>	<u>\$ 176,601</u>

(4) Reconciliation for segment income (loss)

The external revenue and segment profit (loss) reported to the chief operating decision-maker is measured in a manner consistent with revenue and profit (loss) before tax in the financial statements. Therefore, no reconciliation was needed.

A reconciliation of reportable segment income or loss to the income/(loss) before tax from continuing operations for the three months and six months ended June 30, 2024 and 2023 is provided as follows:

	Three months ended June 30, 2024	Three months ended June 30, 2023
Reportable segments income	\$ 390,217	\$ 94,427
Unrealised financial instrument gains		
Non-operating income and expenses, net	13,059	6,211
Income before tax from continuing operations	<u>\$ 403,276</u>	<u>\$ 100,638</u>
	Six months ended June 30, 2024	Six months ended June 30, 2023
Reportable segments income	\$ 502,428	\$ 176,601
Unrealised financial instrument gains		
Non-operating income and expenses, net	193,568	( 19,861)
Income before tax from continuing operations	<u>\$ 695,996</u>	<u>\$ 156,740</u>

FIT HOLDING CO., LTD.  
Loans to others  
Six months ended June 30, 2024

Table 1

Expressed in thousands of NTD  
(Except as otherwise indicated)

No.	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the six months ended June 30, 2024	Balance at June 30, 2024	Actual amount drawn down	Interest rate	Nature of loan (Note 1)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral Item	Collateral Value	Limit on loans granted to a single party (Note 2)	Ceiling on total loans granted	Footnote
1	Foxlink Image Technology Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	Other receivables	Y	234,203	177,800	177,800	3.00%	2	-	Operations	-	-	-	2,057,640	2,057,640	
1	Foxlink Image Technology Co., Ltd.	Power Quotient International Co., Ltd.	Other receivables	Y	500,000	-	-	2.00%	2	-	Operations	-	-	-	2,057,640	2,057,640	
2	Glorytek (Suzhou) Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	Other receivables-related parties	Y	224,350	222,250	158,242	3.00%	2	-	Operations	-	-	-	263,844	263,844	
3	Power Quotient Technology (YANCHENG) Co., Ltd.	Glory Optics (Yancheng) Co., Ltd.	Other receivables	Y	359,160	342,265	342,265	3.00%	2	-	Group capital movement	-	-	-	730,314	730,314	
3	Power Quotient Technology (YANCHENG) Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	Other receivables	Y	224,350	222,250	222,250	3.00%	2	-	Group capital movement	-	-	-	730,314	730,314	
4	Dongguan Hanyang Computer Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	Other receivables	Y	111,525	111,125	22,225	3.65%	2	-	Operations	-	-	-	357,872	357,872	
4	Dongguan Hanyang Computer Co., Ltd.	Glory Optics (Yancheng) Co., Ltd.	Other receivables	Y	111,525	111,125	-	3.65%	2	-	Operations	-	-	-	357,872	357,872	
5	Shinfox Energy Co. Ltd.	Shinfox Far East Company Pte.Ltd.	Other receivables-related parties	Y	1,500,000	1,500,000	1,500,000	8.00%	2	-	Group capital movement	-	-	-	4,672,180	4,672,180	

Note 1: Fill in the nature of the loan as follows:

- (1) Fill in 1 for business transaction.
- (2) Fill in 2 for short-term financing

Note 2: The Company's and its subsidiaries' limits on loans to singal party and total loans are calculated based on the Company's and its subsidiaries' "Procedures for Provision of Loans".

- (a) Total limit on loans granted to the companies having business relationship with the Company is 40% of the Company's net assets, limit on loans granted to a single party is 150% of the amount of business transactions between the creditor and borrower in the current year; the amount of business transactions means the higher between sales and purchases.
- (b) Limit on total loans to parties with short-term financing is 40% of the Company's net assets; but limit on loans to a single party is 30% of the Company's net assets.
- (c) Ceiling on total loans granted between foreign companies whose voting shares are 100% held by the Company directly or indirectly, or on loans granted to the Company by such foreign companies is 100% of their net asset value.  
The total amount of loans granted to a single company should not exceed 100% of the net assets. Financing period shall not be more than 3 years.
- (d) Among the Company and the parent company or subsidiaries, or loans between the Company's subsidiaires, excluding the loans to others qualifying the abovementioned condition, (c), the authorised limit on the Company's or the Company's subsidiaries' loans to a singal party shall be lower than 10% of the company's net assets based on the company's latestest financial statements.
- (e) Limit on total loans and individual limit on lonas to others of the Company's subsidiaries are both under 40% of the Company's net assets.

FIT HOLDING CO., LTD.  
Provision of endorsements and guarantees to others  
Six months ended June 30, 2024

Table 2

Expressed in thousands of NTD  
(Except as otherwise indicated)

Number	Endorser/ guarantor	Party being endorsed/guaranteed		Limit on endorsements/ guarantees provided for a single party (Note 2)	Maximum outstanding endorsement/ guarantee amount as of June 30,2024	Outstanding endorsement/ guarantee amount at June 30,2024	Actual amount drawn down	Amount of endorsements/ guarantees secured with collateral	Ratio of accumulated endorsement/ guarantee amount to net asset value of the endorser/ guarantor company	Ceiling on total amount of endorsements/ guarantees provided	Provision of endorsements/ guarantees by parent company to subsidiary	Provision of endorsements/ guarantees by subsidiary to parent company	Provision of endorsements/ guarantees to the party in Mainland China	Footnote
		Company name	Relationship with the endorser/ guarantor (Note 1)											
0	FIT Holding Co., Ltd.	Power Quotient International Co., Ltd.	2	\$ 61,939,332	\$ 1,320,000	\$ 1,170,000	\$ 1,025,000	\$ -	11.33	\$ 61,939,332	Y	N	N	
0	FIT Holding Co., Ltd.	Glory Science Co., Ltd.	2	\$ 61,939,332	990,000	990,000	605,000	-	9.59	61,939,332	Y	N	N	
0	FIT Holding Co., Ltd.	Glory Optics (Yancheng) Co., Ltd.	2	\$ 61,939,332	134,610	133,350	133,350	-	1.29	61,939,332	Y	N	Y	
1	Foxlink Image Technology Co., Ltd.	Power Quotient International Co., Ltd.	4	30,864,612	1,440,000	1,440,000	1,225,000	-	13.95	30,864,612	N	N	N	
1	Foxlink Image Technology Co., Ltd.	Glory Science Co., Ltd.	4	30,864,612	440,000	440,000	400,000	-	4.26	30,864,612	N	N	N	
2	Shinfox Energy Co. Ltd.	Foxwell Energy Co. Ltd.	2	70,082,700	35,840,000	34,990,000	24,570,569	-	338.94	70,082,700	N	N	N	
2	Shinfox Energy Co. Ltd.	Shinfox Far East Company Pte.Ltd.	2	65,410,520	4,273,100	4,273,100	4,081,334	-	41.39	70,082,700	N	N	N	
2	Shinfox Energy Co. Ltd.	Changpin Wind Power Ltd.	6	65,410,520	120,000	120,000	120,000	-	1.16	70,082,700	N	N	N	
3	Foxwell Energy Corporation Ltd.	Xinwei Power Co., Ltd.	2	14,779,089	113,200	-	-	-	-	14,779,089	N	N	N	

Note 1: Relationship between the endorser/guarantor and the party being endorsed/guaranteed is classified into the following seven categories; fill in the number of category each case belongs to:

- (1) Having business relationship.
- (2) The endorser/guarantor parent company owns directly and indirectly more than 50% voting shares of the endorsed/guaranteed subsidiary.
- (3) The endorsed/guaranteed company owns directly and indirectly more than 50% voting shares of the endorser/guarantor parent company.
- (4) The endorser/guarantor parent company owns directly and indirectly more than 90% voting shares of the endorsed/guaranteed company.
- (5) Mutual guarantee of the trade made by the endorsed/guaranteed company or joint contractor as required under the construction contract.
- (6) Due to joint venture, all shareholders provide endorsements/guarantees to the endorsed/guaranteed company in proportion to its ownership.
- (7) Joint guarantee of the performance guarantee for pre-sold home sales contract as required under the Consumer Protection Act.

Note 2: Total limit or limit on loans to a singal party of the Company's and subsidiaires is calculated in accordance with the Company's "Procedures for Provision of Endorsements and Guarantees".

- (1) Limit on total endorsements is 600% of the Company's net asset.
- (2) Limit on endorsements to a single party is 600% of the Company's net asset.
- (3) Limit on total endorsements granted by the Company and its subsidiaries is 600% of the Company's net asset.
- (4) Total limit on the Company's and its subsidiaries endorsement/guarantee to a singal party is 600% of the Company's net assets and to the subsidiaries that the Company owned more than 90% (included) voting shares is 600% of the Company's net assets.
- (5) For business transaction with the Company, the guarantee amount should not exceed 150% of the amount of business transaction, which is the higher between sales and purchases.
- (6) The companies whose voting rights are 90% owned directly and indirectly by the Company can provide endorsement/guarantee each other with a limat of 10% of the Company's net assets, but not available for the companies whose voting rights are 100% owned directly and indirectly by the Company.
- (7) The Company's subsidiary who prepared to provide endorsement/guarantee to others due to business transaction shall implement in accordance with the Company's procedures, and the calculation of the Company's net assets shall use the subsidiary's net assets.
- (8) Foxwell Energy Co. Ltd. engages in endorsement guarantees for its subsidiaries with a shareholding of 90% or more, the individual limit shall not exceed 150% of Foxwell Energy Corporation Ltd.'s net worth. For endorsement guarantees on entities other than those mentioned above, the limit for a single enterprise shall not exceed 140% of Foxwell Energy Corporation Ltd.'s net worth.

FIT HOLDING CO., LTD.

Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures)

Six months ended June 30, 2024

Table 3

Expressed in thousands of NTD  
(Except as otherwise indicated)

				As of June 30, 2024				
Securities held by	Marketable securities	Relationship with the securities issuer	General ledger account	Number of shares				
				(in thousands)	Book value	Ownership (%)	Fair value	Footnote
FIT Holding Co., Ltd.	Foxwell Energy Co., Ltd	Not applicable	Financial assets at fair value through other comprehensive income-non-current	22,500	\$ 210,529	12.00	\$ 210,529	Not pledged as collateral
Foxlink Image Technology Co., Ltd.	TAIWAN Mobile Co.,Ltd	Not applicable	Financial assets at fair value through other comprehensive income-non-current	1,631	174,464	0.04	174,464	Not pledged as collateral
Foxlink Image Technology Co., Ltd.	Central Motion Picture Corporation	Investee of the Company's parent company which is accounted for using equity method	Financial assets at fair value through other comprehensive income-non-current	4,294	179,720	4.00	179,720	Not pledged as collateral
Foxlink Image Technology Co., Ltd.	Cheng Uei Precision Industry Co., Ltd.	The Company's parent company	Financial assets at fair value through other comprehensive income-non-current	49,503	3,910,737	9.66	3,910,737	Not pledged as collateral
Foxlink Image Technology Co., Ltd.	Wellgen Medical Co., Ltd.	Not applicable	Financial assets at fair value through other comprehensive income-non-current	1,500	-	14.09	-	Not pledged as collateral
Power Quotient International Co., Ltd.	SAINT SONG CORP.	Not applicable	Financial assets at fair value through other comprehensive income-non-current	127	-	1.05	-	Not pledged as collateral
Power Quotient International Co., Ltd.	OURS TECHNOLOGY INC.	Not applicable	Financial assets at fair value through other comprehensive income-non-current	13	-	0.21	-	Not pledged as collateral
Power Quotient International Co., Ltd.	INNOPLUS CO., LTD.	Not applicable	Financial assets at fair value through other comprehensive income-non-current	160	-	12.00	-	Not pledged as collateral
Power Quotient International Co., Ltd.	TAIWAN Mobile Co.,Ltd	Not applicable	Financial assets at fair value through other comprehensive income-non-current	1,631	174,464	0.04	174,464	Not pledged as collateral
Power Quotient International Co., Ltd.	STACK DEVICES CORP.	Not applicable	Financial assets at fair value through other comprehensive income-non-current	70	-	0.11	-	Not pledged as collateral

Securities held by	Marketable securities	Relationship with the securities issuer	General ledger account	As of June 30, 2024				
				Number of shares (in thousands)	Book value	Ownership (%)	Fair value	Footnote
Power Quotient Technology (YANCHENG) Co., Ltd.	Jiangsu Foxlink New Energy Technology Co.,Ltd.	Not applicable	Financial assets at fair value through other comprehensive income-non-current	-	75,145	12.90	75,145	Not pledged as collateral
Shinfox Co., Ltd.	Corvus Energy Ltd.	Not applicable	Financial assets at fair value through other comprehensive income-non-current	22	-	0.04	-	Not pledged as collateral
Foxwell Energy Corporation Ltd.	Full Entertainment Marketing Co., Ltd.	Not applicable	Financial assets at fair value through other comprehensive income-non-current	300	-	3.00	-	Not pledged as collateral
Eastern Rainbow Green Energy Environmental Technology Co., Ltd.	Shin Kong Financial Holding Co.,Ltd.	Not applicable	Financial assets at fair value through profit or loss-current	43	426	-	426	Not pledged as collateral
Eastern Rainbow Green Energy Environmental Technology Co., Ltd.	Shin Kong Financial Holding Co.,Ltd. Preferred Share B	Not applicable	Financial assets at fair value through profit or loss-current	1	16	-	16	Not pledged as collateral
Eastern Rainbow Green Energy Environmental Technology Co., Ltd.	Mildef Crete Inc.	Not applicable	Financial assets at fair value through profit or loss-current	10	1,130	0.02	1,130	Not pledged as collateral
Kunshan Eastern Rainbow Environmental Equipment Co., Ltd.	Wuxi EASTERN Rainbow Environmental Protection Engineering Co.,Ltd	Not applicable	Financial assets at fair value through other comprehensive income-non-current	-	667	10.00	667	Not pledged as collateral



FIT HOLDING CO., LTD.

Acquisition or sale of the same security with the accumulated cost exceeding \$300 million or 20% of the Company's paid-in capital

Six months ended June 30, 2024

Table 4

Expressed in thousands of NTD

(Except as otherwise indicated)

Investor	Marketable securities	General ledger account	Counterparty	Relationship with the counterparty	Balance as at January 1, 2024		Addition		Disposal				Balance as at June 30, 2024		Footnote
					No. of shares (in thousands)	Amount	No. of shares (in thousands)	Amount	No. of shares (in thousands)	Selling price	Book value	Gain (loss) on disposal	No. of shares (in thousands)	Amount	
Shinfox Energy Co., Ltd.	Foxwell Energy Corporation Ltd.	Investment accounted for using equity method	Foxwell Energy Corporation Ltd.	Note1	867,000,000	\$ 8,670,000	68,500,000	\$ 685,000	-	\$ -	\$ -	\$ -	935,500,000	\$ 9,355,000	Note3
Shinfox Far East Company Ptd Ltd	SFE Hercules Company Corporation	Investment accounted for using equity method	SFE Hercules Company Corporation	Note2	-	-	200	5,452,901	-	-	-	-	200	5,452,901	Note3

Note1 : The company is a subsidiary of the company.

Note2 : The account is classified as an investment under the equity method.

Note3 : The above-mentioned amount represents the investment cost. For detailed information regarding its carrying amount, please refer to Note 6(8) and table 8.

Note4 : The company is the parent company of the company.

FIT HOLDING CO., LTD.  
Purchases or sales of goods from or to related parties reaching \$100 million or 20% of paid-in capital or more  
Six months ended June 30, 2024

Table 5

Expressed in thousands of NTD  
(Except as otherwise indicated)

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		Footnote
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	
Wei Hai Fu Kang Electric Co., Ltd.	Foxlink Image Technology Co., Ltd.	Affiliate	Sales	(\$ 506,817)	( 100%)	Flexible collection, depending on the capital requirement	Mutual agreement	None	\$ 233,021	100%	
Foxlink Image Technology Co., Ltd.	Wei Hai Fu Kang Electric Co., Ltd.	Affiliate	Purchases	506,817	24%	Flexible collection, depending on the capital requirement	Mutual agreement	None	( 233,021)	( 23%)	
Foxwell Energy Co. Ltd.	Shinfox Far East Company Pte Ltd	Affiliate	Purchases	1,188,970	20%	Note1	Note1	Note1	( 48,184)	( 2%)	
Shinfox Far East Company Pte Ltd	Foxwell Energy Co. Ltd.	Affiliate	Sales	( 1,188,970)	( 18%)	Note1	Note1	Note1	48,184	11%	

Note1 : The transaction prices and payment terms for inter-subsidiary transactions are in line with market conditions or equivalent to those for general customers.

FIT HOLDING CO., LTD.  
Receivables from related parties reaching \$100 million or 20% of paid-in capital or more  
Six months ended June 30, 2024

Table 6

Expressed in thousands of NTD  
(Except as otherwise indicated)

Creditor	Counterparty	Relationship with the counterparty	Balance as at June 30, 2024	Turnover rate	Overdue receivables		Amount collected subsequent to the balance sheet date	Allowance for doubtful accounts
					Amount	Action taken		
Foxlink Image Technology Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	Affiliate	177,800	Note1	-	-	-	-
Glory Science Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	Affiliate	363,285	3.82	-	-	-	-
Glorytek (Suzhou) Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	Affiliate	171,548	Note1	-	-	-	-
Glory Science Co., Ltd.	Glory Optics (Yancheng) Co., Ltd.	Affiliate	261,980	Note1	-	-	-	-
Glory Science Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	Affiliate	147,620	Note1	-	-	-	-
Dongguan Fu Wei Electronics Co., Ltd.	Foxlink Image Technology Co., Ltd.	Affiliate	421,359	1.86	-	-	46,596	-
Wei Hai Fu Kang Electric Co., Ltd.	Foxlink Image Technology Co., Ltd.	Affiliate	233,021	5.54	-	-	15,987	-
Power Quotient Technology (YANCHENG) Co., Ltd.	Glory Optics (Yancheng) Co., Ltd.	Affiliate	342,265	Note1	-	-	-	-
Power Quotient Technology (YANCHENG) Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	Affiliate	222,250	Note1	-	-	-	-
Shinfox Energy Co., Ltd.	Shinfox Far East Company Pte Ltd	Affiliate	1,533,315	Note1	-	-	-	-

Note 1: It was recognised in other receivables, therefore it was not applicable.

FIT HOLDING CO., LTD.  
Significant inter-company transactions during the reporting period  
Six months ended June 30, 2024

Table 7

Expressed in thousands of NTD  
(Except as otherwise indicated)

Number (Note 1)	Company name	Counterparty	Relationship (Note2)	General ledger account	Amount	Transaction	
						Transaction terms	Percentage of consolidated total operating revenues or total assets (Note 3)
1	Foxlink Image Technology Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	3	Other receivables	177,800	Based on the Company's policies	0%
2	Glory Science Co., Ltd.	Glory Optics (Yancheng) Co., Ltd.	3	Other receivables	261,980	Based on the Company's policies	0%
2	Glory Science Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	3	Accounts receivable	363,285	Based on the Company's policies	1%
2	Glory Science Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	3	Other receivables	147,620	Based on the Company's policies	0%
3	Glorytek (Suzhou) Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	3	Other receivables	171,548	Based on the Company's policies	0%
4	Dongguan Fu Wei Electronics Co., Ltd.	Foxlink Image Technology Co., Ltd.	3	Accounts receivable	421,359	Flexible collection, depending on the capital requirement	1%
4	Dongguan Fu Wei Electronics Co., Ltd.	Foxlink Image Technology Co., Ltd.	3	Processing Fees Revenue	356,116	Flexible collection, depending on the capital requirement	4%
6	Wei Hai Fu Kang Electric Co., Ltd.	Foxlink Image Technology Co., Ltd.	3	Accounts receivable	233,021	Flexible collection, depending on the capital requirement	0%
6	Wei Hai Fu Kang Electric Co., Ltd.	Foxlink Image Technology Co., Ltd.	3	Sales	506,817	Flexible collection, depending on the capital requirement	5%
7	Power Quotient Technology (YANCHENG) Co., Ltd.	Glory Optics (Yancheng) Co., Ltd.	3	Other receivables	342,265	Based on the Company's policies	1%
7	Power Quotient Technology (YANCHENG) Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	3	Other receivables	222,250	Based on the Company's policies	0%
8	Shinfox Energy Co., Ltd.	Shinfox Far East Company Pte Ltd	3	Other receivables	1,533,315	Transaction prices are calculated based on the actual amounts incurred.	3%
8	Foxwell Energy Co. Ltd.	Shinfox Far East Company Pte Ltd	3	Construction cost	1,188,970	Sales price are approximate to normal clients	12%

Note 1: The numbers filled in for the transaction company in respect of inter-company transactions are as follows:

Transaction							Percentage of consolidated total operating revenues or total assets (Note 3)
Number (Note 1)	Company name	Counterparty	Relationship (Note2)	General ledger account	Amount	Transaction terms	

(1) Parent company is '0'.

(2) The subsidiaries are numbered in order starting from '1'.

Note 2: Relationship between transaction company and counterparty is classified into the following three categories; fill in the number of category each case belongs to.

(1) Parent company to subsidiary.

(2) Subsidiary to parent company.

(3) Subsidiary to subsidiary.

Note 3: Percentage of total consolidated revenues or total assets is calculated using the total consolidated assets at the end of the year when the subject of transaction is an asset/liability, and is calculated by total consolidated revenues during the year when the subject of transaction is a revenue/expense.

Note 4: The inter-company transactions not exceeding \$0.1 billion are not disclosed. In addition, counterparty related parties' transactions are not disclosed.

FIT HOLDING CO., LTD.  
Information on investees  
Six months ended June 30, 2024

Table 8

Expressed in thousands of NTD  
(Except as otherwise indicated)

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at June 30,2024			Net profit (loss) of the investee for the six months ended June 30,2024	Investment income (loss) recognized by the Company for the six months ended June 30,2024	Footnote
				Balance as at June 30, 2024	Balance as at December 31, 2023	Number of shares	Ownership (%)	Book value			
FIT Holding Co., Ltd.	Glory Science Co., Ltd.	Taiwan	Manufacture and sales of optical instruments	\$ 2,814,868	\$ 2,814,868	60,000,001	100.00	\$ 337,847	(\$ 87,471)	(\$ 87,471)	Subidiary (Note 1)
FIT Holding Co., Ltd.	Foxlink Image Technology Co., Ltd.	Taiwan	Manufacture of image scanners and multifunction printers	3,011,140	3,011,140	164,993,974	100.00	5,868,290	505,001	501,895	Subidiary (Note 1)
FIT Holding Co., Ltd.	Power Quotient International Co., Ltd.	Taiwan	Manufacture and sales of telecommunication electronic components	3,372,180	3,372,180	444,690,529	100.00	5,539,669	69,557	69,525	Subidiary (Note 1)
FIT Holding Co., Ltd.	Shih Fong Power Co., Ltd.	Taiwan	Hydroelectricity generation	299,952	299,952	37,500,000	16.30	388,774	4,134	674	Subidiary (Note 2)
FIT Holding Co., Ltd.	Synergy Co., Ltd.	Taiwan	Optoelectronics Industry 、Renewable energy and Energy technical services	36,760	36,760	3,676,000	36.76	31,915	( 4,042)	( 1,486)	Investee (Note 2)
Foxlink Image Technology Co., Ltd.	ACCU-IMAGE TECHNOLOGY LIMITED	British Virgin Islands	Manufacture of image scanners and multifunction printers	1,401,090	1,401,090	20,241,034	100.00	2,583,893	261,525	-	Second-tier subsidiary (Note 1)
Foxlink Image Technology Co., Ltd.	Shih Fong Power Co., Ltd.	Taiwan	Hydroelectricity generation	957,600	957,600	79,800,000	34.70	958,791	4,134	-	Investee (Note 2)
ACCU-IMAGE TECHNOLOGY POWER CHANNEL LIMITED		Hong Kong	Holding and reinvesting businesses	139,211	139,211	3,575	35.75	860,746	268,010	-	Investee (Note 2)
Glory Science Co., Ltd.	GLORY TEK (BVI) CO., LTD.	British Virgin Islands	General investments business	1,541,369	1,541,369	47,499,819	100.00	54,611	( 81,558)	-	Second-tier subsidiary (Note 1)

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at June 30,2024			Net profit (loss) of the investee for the six months ended June 30,2024	Investment income (loss) recognized by the Company for the six months ended June 30,2024	Footnote
				Balance as at June 30, 2024	Balance as at December 31, 2023	Number of shares	Ownership (%)	Book value			
GLORY TEK (BVI) CO., LTD.	GLORY TEK (SAMOA) CO., LTD.	Samoa	General investments business	1,033,553	1,033,553	31,850,628	100.00	429,503 (	54,885)	-	Third-tier subsidiary (Note 1)
GLORY TEK (BVI) CO., LTD.	GLORY OPTICS (BVI) CO., LTD.	British Virgin Islands	Trading	519,200	519,200	16,000,000	100.00 (	438,769) (	26,917)	-	Third-tier subsidiary (Note 1)
GLORY TEK (BVI) CO., LTD.	GLORYTEK SCIENCE INDIA PRIVATE LIMITED	India	Trading and manufacturing	109,222	109,222	21,773,105	99.27	84,625	239	-	Third-tier subsidiary (Note 1)
GLORYTEK SCIENCE INDIA PRIVATE LIMITED	TEGNA ELECTRONICS PRIVATE LIMITED	India	Trading and manufacturing	11,668	11,668	3,001,000	10.00	13,670	4,625	-	Investee (Note 2)
Power Quotient International Co., Ltd.	Power Quotient International (H.K.) Co., Ltd.	Hong Kong	Sales of electronic telecommunication components	440,846	440,846	106,100,000	100.00	730,560	7,798	-	Second-tier subsidiary (Note 2)
Power Quotient International Co., Ltd.	PQI JAPAN CO., LTD	Japan	Sales of electronic telecommunication components	23,129	23,129	24,300	100.00	2,164	-	-	Second-tier subsidiary (Note 2)
Power Quotient International Co., Ltd.	SYSCOM DEVELOPMENT CO., LTD.	British Virgin Islands	Specialised investments holding	352,504	352,504	10,862,980	100.00	87,539	285	-	Second-tier subsidiary (Note 2)
Power Quotient International Co., Ltd.	Apix LIMITED	British Virgin Islands	Specialised investments holding	3,357,575	3,357,575	12,501	100.00	1,185,456 (	36,924)	-	Second-tier subsidiary (Note 1)
Power Quotient International Co., Ltd.	Power Sufficient International Co., Ltd.	Taiwan	Sales of medical equipment	10,000	10,000	1,000,000	100.00	13,081	37	-	Second-tier subsidiary (Note 2.3)
Power Quotient International Co., Ltd.	Shinfox Energy Co., Ltd.	Taiwan	Energy service management	3,646,600	3,646,600	102,951,145	46.61	5,445,425	239,463	-	Second-tier subsidiary (Note 1)
Shinfox Energy Co., Ltd.	Foxwell Energy Corporation Ltd.	Taiwan	Energy service management	9,355,000	8,670,000	935,500,000	100.00	9,823,151	367,331	-	Third-tier subsidiary (Note 1)
Shinfox Energy Co., Ltd.	SHINFOX NATURAL GAS CO., LTD.	Taiwan	Energy service management	360,000	360,000	36,000,000	80.00	280,539	8,081	-	Third-tier subsidiary (Note 2)
Shinfox Energy Co., Ltd.	Foxwell Power Co., Ltd.	Taiwan	Energy service management	656,590	656,590	46,539,000	77.57	759,966	38,038	-	Third-tier subsidiary (Note 1)

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at June 30,2024			Net profit (loss) of the investee for the six months ended June 30,2024	Investment income (loss) recognized by the Company for the six months ended June 30,2024	Footnote
				Balance as at June 30, 2024	Balance as at December 31, 2023	Number of shares	Ownership (%)	Book value			
Shinfox Energy Co., Ltd.	Jiuwei Power Co., Ltd.	Taiwan	Natural gas power generation business	1,100,000	1,100,000	110,000,000	100.00	1,085,287	( 888)	-	Third-tier subsidiary (Note 1)
Shinfox Energy Co., Ltd.	Elegant Energy TECH Co., Ltd.	Taiwan	Energy technical services	200,000	200,000	500,000	100.00	126,131	( 977)	-	Third-tier subsidiary (Note 2)
Shinfox Energy Co., Ltd.	Yuanshan Forest Natural Resources Co., Ltd.	Taiwan	Tree planting industry	100,000	100,000	10,000,000	100.00	95,877	( 3,805)	-	Third-tier subsidiary (Note 2)
Shinfox Energy Co., Ltd.	Changpin Wind Power Ltd.	Taiwan	Electricity Generating Enterprise	120,000	120,000	12,000,000	50.00	103,181	( 798)	-	Joint venture (Note 2)
Shinfox Energy Co., Ltd.	Guanwei Power Co., Ltd.	Taiwan	Electricity Generating Enterprise	35,700	35,700	3,570,000	51.00	35,421	( 395)	-	Third-tier subsidiary (Note 2)
Shinfox Energy Co., Ltd.	Shinfox Far East Company Pte Ltd	Singapore	Maritime Engineering	1,739,320	1,739,320	53,600,000	67.00	1,566,785	( 519,659)	-	Third-tier subsidiary (Note 2)
Shinfox Energy Co., Ltd.	Junwei Power Co., Ltd.	Taiwan	Electricity Generating Enterprise	12,000	12,000	1,200,000	100.00	11,786	( 170)	-	Third-tier subsidiary (Note 2)
Shinfox Energy Co., Ltd.	Eastern Rainbow Green Energy Environmental Technology Co., Ltd.	Taiwan	Energy technical services	218,020	218,020	19,820,000	56.63	192,020	( 35,050)	-	Third-tier subsidiary (Note 2)
Shinfox Energy Co., Ltd.	UbiLink AI	Taiwan	Software Services Industry	10,000	-	1,000,000	10.00	10,000	-	-	Investee (Note 2)
Foxwell Energy Corporation Ltd.	Xinwei Power Co., Ltd.	Taiwan	Electricity Generating Enterprise	37,300	37,300	3,730,000	100.00	35,745	1,932	-	Four-tier subsidiary (Note 2)
Foxwell Power Co., Ltd.	Foxwell Certification Co., Ltd.	Taiwan	Energy technical services	28,650	10,000	2,865,000	95.50	21,110	( 3,690)	-	Four-tier subsidiary (Note 2)
Foxwell Power Co., Ltd.	Cheng Shin Digital CO., LTD.	Taiwan	Energy technical services	48,437	490	4,843,660	49.00	36,003	( 3,258)	-	Investee (Note 1)
Eastern Rainbow Green Energy Environmental Technology Co., Ltd.	Eastern Rainbow Environmental Resource Co., Ltd.	Taiwan	Energy technical services	2,500	2,500	250,000	100.00	1,623	915	-	Four-tier subsidiary (Note 2)
Shinfox Far East Company Pte Ltd	SFE Hercules Company Corporation	Panama	Maritime Engineering	5,452,901	-	200	100.00	5,478,222	24,893	-	Four-tier subsidiary (Note 2)



Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at June 30,2024			Net profit (loss) of the investee for the six months ended June 30,2024	Investment income (loss) recognized by the Company for the six months ended June 30,2024	Footnote
				Balance as at June 30, 2024	Balance as at December 31, 2023	Number of shares	Ownership (%)	Book value			
SYSCOM DEVELOPMENT CO., LTD	Foxlink Powerbank International Technology Private Limited	India	Sales of electronic telecommunication components	109,129	109,129	21,790,000	99.27	84,706	266	-	Third-tier subsidiary (Note 2)
Apix LIMITED	Sinocity Industries Co., Ltd.	Hong Kong	Sales of electronic product	2,804,625	2,804,625	6,000,000	100.00	938,945 (	27,859)	-	Third-tier subsidiary (Note 1)
Apix LIMITED	Perennial Ace Limited	British Virgin Islands	Specialised investments holding	691,185	691,185	-	100.00	246,354 (	9,066)	-	Third-tier subsidiary (Note 2)
Sinocity Industries Co., Ltd.	DG LIFESTYLE STORE LIMITED	Macau	Sales of electronic product	403	403	100,000	100.00 (	17,556) (	4,793)	-	Four-tier subsidiary (Note 1)
Perennial Ace Limited	Studio A Technology Limited	Hong Kong	Sales of electronic product	4,998	4,998	1,225,000	24.50	102,022 (	37,005)	-	Investee (Note 2)
Foxlink Powerbank International Technology Private Limited	TEGNA ELECTRONICS PRIVATE LIMITED	India	Trading and manufacturing	11,668	11,668	3,001,000	10.00	13,670	4,625	-	Investee (Note 2)

Note 1: It was recognised based on the company's financial statements reviewed by the independent auditors.

Note 2: The information provided is disclosed based on the company's own information without being subject to auditor's review.

Note 3:Power Sufficient International Co., Ltd. completed the deregistration process in June 2023 and is currently processing related matters.

FIT HOLDING CO., LTD.  
Information on investments in Mainland China  
Six months ended June 30, 2024

Table 9

Expressed in thousands of NTD  
(Except as otherwise indicated)

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Taiwan to Mainland China /			Accumulated amount of remittance from Taiwan to Mainland China as of June 30,2024	Net income of investee for the six months ended June 30,2024	Ownership held by the Company (direct or indirect)	Investment income (loss) recognized by the Company for the six months ended June 30,2024	Book value of investments in Mainland China as of June 30,2024	Accumulated amount of investment income remitted back to Taiwan as of June 30,2024	Footnote
				Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2024	Remitted to Mainland China	Remitted back to Taiwan							
Dong Guan Han Yang Computer Limited	Manufacture of image scanners and multifunction printers and investment in property	\$ 197,770	Note 2	\$ 197,770	\$ -	\$ -	\$ 197,770	\$ 22,652	100	\$ 22,652	\$ 357,872	\$ -	Note 8
Sharetronic Data Technology Co., Ltd.	Manufacture and sales of mobile phone, LCD TV Connector and electronic components	1,090,159	Note 2	139,211	-	-	139,211	1,572,435	6	104,696	734,175	-	Note 8
Dong Guan Fu Zhang Precision Industry Co., Ltd.	Mould development and moulding tool manufacture	263,243	Note 2	193,580	-	-	193,580	( 16,273)	100	( 16,273)	110,087	-	Note 8
Wei Hai Fu Kang Electric Co., Ltd.	Manufacture and sale of parts and moulds of photocopiers and scanners	486,750	Note 2	389,400	-	-	389,400	93,204	100	93,204	761,376	-	Note 7
Dongguan Fu Wei Electronics Co., Ltd.	Manufacture and sales of image scanners, multifunction and printers and its accessories	194,700	Note 2	172,255	-	-	172,255	57,178	100	57,178	570,478	-	Note 7
Glorytek (Suzhou) Co., Ltd.	Trading and manufacturing	454,300	Note 2	442,950	-	-	442,950	( 28,576)	100	( 28,576)	263,844	-	Note 7
Glorytek (Yancheng) Co., Ltd.	Trading and manufacturing	292,050	Note 2	292,050	-	-	292,050	( 41,292)	100	( 41,292)	( 718,507)	-	Note 7
Yancheng Yao Wei Technology Co., Ltd	Trading and manufacturing	44,450	Note 3	-	-	-	-	283	100	283	86,177	-	Note 7
Glory Optics (Yancheng) Co., Ltd.	Trading and manufacturing	1,174,435	Note 4	577,610	-	-	577,610	( 56,193)	100	( 56,193)	353,817	-	Note 7
Power Quotient Technology (YANCHENG) Co., Ltd.	Manufacture and sales of electronic components	649,000	Note 2	Note5	-	-	-	7,837	100	7,837	730,314	-	Note 7
Jiangsu Foxlink New Energy Technology Co.,Ltd.	Manufacture and sales of electronic components	44,450	Note 3	Note6	-	-	-	35	100	35	44,814	-	Note 8
Kunshan Jiuwei Info Tech Co., Ltd.	Supply chain finance energy service management	1,623	Note 1	1,623	-	-	1,623	1,018	100	1,018	32,544	-	Note 8
Kunshan Eastern Rainbow	Energy technical services	22,225	Note 1	22,225	-	-	22,225	( 4,717)	100	( 4,717)	27,420		Note 8

Note 1: Directly go to the Mainland China for investment.

Note 2: Through investing in an existing company in the third area, which then invested in the investee in Mainland China.

Note 3: As the investment is invested through an existing company in Mainland China, which then invested in the investee.

Note 4: An investee established in the third area and an reinvestee in Mainland China invested by an investee in Mainland China.

Note 5: The capital of an indirect investment of PQI, Power Quotient Technology (YANCHENG) Co., Ltd., was remitted by the financing from the investee in the third party.

Note 6: The capital of an indirect investment of PQI (Xuzhou) New Energy Co., Ltd. , was remitted by a capital from Power Quotient Technology (YANCHENG) Co., Ltd.

Note 7: It was recognised based on the investee's financial statements reviewed by the independent auditors.

Note 8: It was disclosed based on the information provided by the company itself and were not reviewed by the independent auditor.

Company name	Accumulated amount of remittance from Taiwan to Mainland China as of June 30, 2024	Investment amount approved by the Investment Commission of the Ministry of Economic Affairs (MOEA)	Ceiling on investments in Mainland China imposed by the Investment Commission of MOEA
Foxlink Image Technology Co., Ltd.	\$ 1,105,286	\$ 1,277,611	\$ 3,086,461
Glory Science Co., Ltd.	1,312,610	1,312,610	203,080
Power Quotient International Co., Ltd.	23,848	731,096	7,791,270

FIT HOLDING CO., LTD.  
Major shareholders information  
June 30, 2024

Table 10

Name of major shareholders	Shares	
	Number of shares held	Ownership (%)
Foxlink International Investment Ltd.	58,303,464	23.67%
Zhi De Investment Co., Ltd.	21,055,687	8.55%
Fu Uei International Investment Ltd. (FUII)	14,690,257	5.96%