

Grand-Tek Technology Co., Ltd.
CONSOLIDATED BALANCE SHEETS
2022/9/30 & 2021/12/31 & 2021/9/30

EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS

Assets		2022/9/30		2021/12/31		2021/9/30	
		Amount	%	Amount	%	Amount	%
Current assets							
1100	Cash and cash equivalents	\$ 132,028	12	\$ 80,526	7	\$ 72,135	7
1110	Current financial assets at fair value through profit or loss	61,133	5	163,569	15	123,543	12
1120	Current financial assets at fair value through other comprehensive income	-	-	3,234	-	2,551	-
1136	Current financial assets at amortised cost	50,270	5	46,500	4	46,500	4
1150	Notes receivable, net	-	-	47	-	32	-
1170	Accounts receivables, net	253,029	22	225,775	20	188,712	18
1180	Accounts receivables -related parties, net	27	-	-	-	17	-
1200	Other receivables	6,816	1	590	-	2,844	-
130X	Inventories	117,974	10	82,625	8	101,422	10
1410	Prepayments	24,209	2	23,270	2	21,817	2
1470	Other current assets	850	-	410	-	1,335	-
11XX	Total current assets	<u>646,336</u>	<u>57</u>	<u>626,546</u>	<u>56</u>	<u>560,908</u>	<u>53</u>
Non-current assets							
1600	Property, plant and equipment	439,198	38	435,812	39	437,370	42
1755	Right-of-use assets	34,111	3	33,827	3	35,056	3
1780	Intangible assets	1,795	-	1,678	-	1,888	-
1840	Deferred tax assets	8,779	1	8,510	1	10,222	1
1900	Other non-current assets	7,518	1	6,457	1	6,466	1
15XX	Total non-current assets	<u>491,401</u>	<u>43</u>	<u>486,284</u>	<u>44</u>	<u>491,002</u>	<u>47</u>
1XXX	Total assets	<u>\$ 1,137,737</u>	<u>100</u>	<u>\$ 1,112,830</u>	<u>100</u>	<u>\$ 1,051,910</u>	<u>100</u>

Grand-Tek Technology Co., Ltd.
CONSOLIDATED BALANCE SHEETS
2022/9/30 & 2021/12/31 & 2021/9/30

EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS

Liabilities and equity		2022/9/30		2021/12/31		2021/9/30	
		Amount	%	Amount	%	Amount	%
Current liabilities							
2130	Current contract liabilities	\$ 15,858	1	\$ -	-	\$ -	-
2150	Notes payable	191	-	2,723	-	721	-
2170	Accounts payables	234,468	21	231,762	21	218,069	21
2180	Accounts payables -related parties	11	-	-	-	-	-
2200	Other payables	62,456	6	61,219	6	48,925	4
2230	Current tax liabilities	21,062	2	13,634	1	7,505	1
2280	Current lease liabilities	11,409	1	8,692	1	8,551	1
2320	Long-term liabilities, current portion	10,365	1	12,278	1	12,244	1
2399	Other current liabilities	1,328	-	1,690	-	1,936	-
21XX	Total current liabilities	<u>357,148</u>	<u>32</u>	<u>331,998</u>	<u>30</u>	<u>297,951</u>	<u>28</u>
Non-current liabilities							
2540	Non-current portion of non-current borrowings	139,627	12	174,540	16	177,622	17
2570	Deferred tax liabilities	3,223	-	2,240	-	2,619	-
2580	Non-current lease liabilities	24,365	2	26,379	2	27,592	3
2600	Other non-current liabilities	4,810	1	4,808	1	3,440	-
25XX	Total non-current liabilities	<u>172,025</u>	<u>15</u>	<u>207,967</u>	<u>19</u>	<u>211,273</u>	<u>20</u>
2XXX	Total liabilities	<u>529,173</u>	<u>47</u>	<u>539,965</u>	<u>49</u>	<u>509,224</u>	<u>48</u>
Share capital							
3110	Share capital - common shares	245,915	22	245,915	22	245,915	23
Capital surplus							
3200	Capital surplus	87,115	7	86,820	7	86,820	8
Retained earnings							
3310	Legal reserve	84,950	7	76,524	7	76,524	7
3320	Special reserve	6,674	1	6,450	-	6,450	1
3350	Unappropriated retained earnings	186,445	16	163,830	15	134,588	13
Other equity							
3400	Other equity interest	(2,535)	-	(6,674)	-	(7,611)	-
3500	Treasury shares	-	-	-	-	-	-
3XXX	Total equity	<u>608,564</u>	<u>53</u>	<u>572,865</u>	<u>51</u>	<u>542,686</u>	<u>52</u>
3X2X	Total liabilities and equity	<u>\$ 1,137,737</u>	<u>100</u>	<u>\$ 1,112,830</u>	<u>100</u>	<u>\$ 1,051,910</u>	<u>100</u>

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Grand-Tek Technology Co., Ltd.
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
2022 & 2021 1/1-9/30

EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS
(EXCEPT EARNINGS PER SHARE IN NEW TAIWAN DOLLARS)

Items	2022/7/1-9/30		2021/7/1-9/30		2022/1/1-9/30		2021/1/1-9/30	
	Amount	%	Amount	%	Amount	%	Amount	%
4000 Operating revenue	\$ 320,445	100	\$ 267,398	100	\$ 821,268	100	\$ 616,672	100
5000 Operating costs	(222,806)	(70)	(190,982)	(71)	(568,530)	(69)	(428,044)	(69)
5900 Gross profit	<u>97,639</u>	<u>30</u>	<u>76,416</u>	<u>29</u>	<u>252,738</u>	<u>31</u>	<u>188,628</u>	<u>31</u>
Operating expenses								
6100 Selling expenses	(15,474)	(5)	(11,414)	(5)	(40,156)	(5)	(24,824)	(4)
6200 Administrative expenses	(28,507)	(9)	(21,544)	(8)	(77,792)	(9)	(66,657)	(11)
6300 Research and development expenses	(10,811)	(3)	(8,441)	(3)	(31,294)	(4)	(23,663)	(4)
6000 Total operating expenses	(54,792)	(17)	(41,399)	(16)	(149,242)	(18)	(115,144)	(19)
6900 Operating profit	<u>42,847</u>	<u>13</u>	<u>35,017</u>	<u>13</u>	<u>103,496</u>	<u>13</u>	<u>73,484</u>	<u>12</u>
Non-operating income and expenses								
7100 Interest income	278	-	76	-	504	-	278	-
7010 Other income	274	-	152	-	408	-	(197)	-
7020 Other gains and losses	18,857	6	892	-	33,644	4	(1,983)	-
7050 Finance costs	(997)	-	(968)	-	(2,860)	-	(2,940)	(1)
7000 Total non-operating income and expenses	<u>18,412</u>	<u>6</u>	<u>152</u>	<u>-</u>	<u>31,696</u>	<u>4</u>	<u>(4,842)</u>	<u>(1)</u>
7900 Profit before income tax	<u>61,259</u>	<u>19</u>	<u>35,169</u>	<u>13</u>	<u>135,192</u>	<u>17</u>	<u>68,642</u>	<u>11</u>
7950 Income tax expenses	(14,966)	(4)	(7,034)	(3)	(30,350)	(4)	(13,625)	(2)
8200 Profit	<u>\$ 46,293</u>	<u>15</u>	<u>\$ 28,135</u>	<u>10</u>	<u>\$ 104,842</u>	<u>13</u>	<u>\$ 55,017</u>	<u>9</u>
Other comprehensive income								
Items that will not be reclassified to profit or loss								
8316 Unrealized gains (losses) from investments in equity instruments measured at fair value	\$ -	-	(\$ 533)	-	\$ 2,169	-	(\$ 559)	-
8310 Total items that will not be reclassified to profit or loss	<u>-</u>	<u>-</u>	<u>(533)</u>	<u>-</u>	<u>2,169</u>	<u>-</u>	<u>(559)</u>	<u>-</u>
Items that will be reclassified to profit or loss								
8361 Financial statements translation differences of foreign operations	1,040	-	(10)	-	2,710	-	(753)	-
8399 Income tax relating to items that will be reclassified to profit or loss	(208)	-	1	-	(542)	-	150	-
8360 Total items that will be reclassified to profit or loss	<u>832</u>	<u>-</u>	<u>(9)</u>	<u>-</u>	<u>2,168</u>	<u>-</u>	<u>(603)</u>	<u>-</u>
8300 Other comprehensive income	<u>\$ 832</u>	<u>-</u>	<u>(\$ 542)</u>	<u>-</u>	<u>\$ 4,337</u>	<u>-</u>	<u>(\$ 1,162)</u>	<u>-</u>
8500 Total comprehensive income	<u>\$ 47,125</u>	<u>15</u>	<u>\$ 27,593</u>	<u>10</u>	<u>\$ 109,179</u>	<u>13</u>	<u>\$ 53,855</u>	<u>9</u>
Basic earnings per share								
9750 Basic earnings per share	<u>\$ 1.88</u>		<u>\$ 1.14</u>		<u>\$ 4.26</u>		<u>\$ 2.26</u>	
Diluted earnings per share								
9850 Diluted earnings per share	<u>\$ 1.87</u>		<u>\$ 1.14</u>		<u>\$ 4.23</u>		<u>\$ 2.25</u>	

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Grand-Tek Technology Co., Ltd.
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
2022 & 2021 1/1-9/30

EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS

	Capital surplus				Retained Earnings			Other Equity			Total equity
	Common shares	Capital surplus — additional paid-in capital	Capital surplus — treasury share transactions	Capital surplus — employee share options	Legal reserve	Special reserve	Unappropriated retained earnings	Financial statements translation differences of foreign operations	Unrealized gains from financial assets measured at fair value through other comprehensive income	Treasury shares	
2021 1/1-9/30											
Balance at 2021 1/1	\$ 245,915	\$ 82,946	\$ -	\$ -	\$ 71,653	\$ 7,449	\$ 120,330	(\$ 4,353)	(\$ 2,096)	(\$ 17,232)	\$ 504,612
Profit (1/1-9/30)	-	-	-	-	-	-	55,017	-	-	-	55,017
Other comprehensive income (loss) (1/1-9/30)	-	-	-	-	-	-	-	(603)	(559)	-	(1,162)
Total comprehensive income (loss) (1/1-9/30)	-	-	-	-	-	-	55,017	(603)	(559)	-	53,855
Appropriations of earnings											
Legal reserve	-	-	-	-	4,871	-	(4,871)	-	-	-	-
Special reserve	-	-	-	-	-	(999)	999	-	-	-	-
Cash dividends	-	-	-	-	-	-	(36,887)	-	-	-	(36,887)
Treasury shares transferred to employees	-	-	3,874	-	-	-	-	-	-	17,232	21,106
Balance at 2021 9/30	\$ 245,915	\$ 82,946	\$ 3,874	\$ -	\$ 76,524	\$ 6,450	\$ 134,588	(\$ 4,956)	(\$ 2,655)	\$ -	\$ 542,686
2022 1/1-9/30											
Balance at 2022 1/1	\$ 245,915	\$ 82,946	\$ 3,874	\$ -	\$ 76,524	\$ 6,450	\$ 163,830	(\$ 4,703)	(\$ 1,971)	\$ -	\$ 572,865
Profit (1/1-9/30)	-	-	-	-	-	-	104,842	-	-	-	104,842
Other comprehensive income (loss) (1/1-9/30)	-	-	-	-	-	-	-	2,168	2,169	-	4,337
Total comprehensive income (loss) (1/1-9/30)	-	-	-	-	-	-	104,842	2,168	2,169	-	109,179
Appropriations of earnings											
Legal reserve	-	-	-	-	8,426	-	(8,426)	-	-	-	-
Special reserve	-	-	-	-	-	224	(224)	-	-	-	-
Cash dividends	-	-	-	-	-	-	(73,775)	-	-	-	(73,775)
Employee share options	-	-	-	295	-	-	-	-	-	-	295
Disposal of financial assets at fair value through other comprehensive income	-	-	-	-	-	-	198	-	(198)	-	-
Balance at 2022 9/30	\$ 245,915	\$ 82,946	\$ 3,874	\$ 295	\$ 84,950	\$ 6,674	\$ 186,445	(\$ 2,535)	\$ -	\$ -	\$ 608,564

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Grand-Tek Technology Co., Ltd.
CONSOLIDATED STATEMENTS OF CASH FLOWS
2022 & 2021 1/1-9/30

EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS

	2022 1/1-9/30	2021 1/1-9/30
<u>Cash flows from operating activities</u>		
Profit (loss) before tax	\$ 135,192	\$ 68,642
Income and expenses that result in non-cash flows		
Income and expenses		
Depreciation	24,033	20,104
Amortization	744	642
Net losses (gains) on financial assets or liability at fair value through profit or loss	(562)	(472)
Employee share options	295	-
Treasury shares transferred to employees	-	3,874
Interest expense	2,860	2,940
Interest income	(504)	(278)
Loss (gain) on disposal of property, plan and equipment	(10)	(28)
Changes in assets / liabilities relating to operating activities		
Changes in assets relating to operating activities		
Financial assets at fair value through profit or loss	103,000	(24,044)
Notes receivable	47	58
Accounts receivables	(27,254)	(60,836)
Accounts receivables -related parties	(27)	(17)
Other receivables	(6,226)	(849)
Inventories	(35,349)	(69,173)
Prepayments	(939)	(7,480)
Changes in liabilities relating to operating activities		
Current contract liabilities	15,858	-
Notes payable	(2,532)	279
Accounts payables	2,706	112,022
Accounts payables -related parties	11	-
Other payables	1,237	9,787
Other current liabilities	(362)	644
Other non-current liabilities	2	(1)
Net cash flows provided by operating	212,220	55,814
Receipt of interest	504	278
Payment of interest	(2,860)	(2,940)
Payment of income tax	(22,688)	(11,303)
Net cash flows provided by (used in) operating activities	187,176	41,849

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CONSOLIDATED STATEMENTS OF CASH FLOWS
2022 & 2021 1/1-9/30

EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS

	2022 1/1-9/30	2021 1/1-9/30
<u>Cash flows from investing activities</u>		
Disposal of financial assets at fair value through other comprehensive income	\$ 5,405	\$ -
Acquisition of financial assets at amortized cost	(3,770)	(4,412)
Acquisition of property, plant and equipment	(18,554)	(13,379)
Disposal of property, plant and equipment	196	320
Acquisition of intangible assets	(861)	-
Increase in other current assets	(440)	(557)
Changes in other non-current assets	72	(23)
Increase in refundable deposits	(1,133)	-
Net cash flows provided by (used in) investing activities	(19,085)	(18,051)
<u>Cash flows from financing activities</u>		
Redemption of lease liabilities	(8,434)	(6,433)
Decrease in long-term borrowings	(36,826)	(9,095)
Payment of cash dividends	(73,775)	(36,887)
Treasury shares transferred to employees	-	17,232
Net cash flows provided by (used in) financing activities	(119,035)	(35,183)
Effects due to changes in exchange rate	2,446	(798)
Increase (decrease) in cash and cash equivalents	51,502	(12,183)
Cash and cash equivalents at beginning of period	80,526	84,318
Cash and cash equivalents at end of period	\$ 132,028	\$ 72,135

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