

Grand-Tek Technology Co., Ltd.
CONSOLIDATED BALANCE SHEETS
2023/9/30 & 2022/12/31 & 2022/9/30

EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS

Assets		2023/9/30		2022/12/31		2022/9/30	
		Amount	%	Amount	%	Amount	%
Current assets							
1100	Cash and cash equivalents	\$ 78,587	8	\$ 148,581	13	\$ 132,028	12
1110	Current financial assets at fair value through profit or loss	90,715	10	54,810	5	61,133	5
1120	Current financial assets at fair value through other comprehensive income	-	-	-	-	-	-
1136	Current financial assets at amortised cost	25,500	3	52,142	5	50,270	5
1170	Accounts receivables, net	177,472	19	256,244	22	253,029	22
1180	Accounts receivables -related parties, net	-	-	2	-	27	-
1200	Other receivables	953	-	460	-	6,816	1
130X	Inventories	58,711	6	116,003	10	117,974	10
1410	Prepayments	15,950	2	20,537	2	24,209	2
1470	Other current assets	1,263	-	1,778	-	850	-
11XX	Total current assets	<u>449,151</u>	<u>48</u>	<u>650,557</u>	<u>57</u>	<u>646,336</u>	<u>57</u>
Non-current assets							
1600	Property, plant and equipment	443,166	47	437,778	38	439,198	38
1755	Right-of-use assets	28,535	3	35,283	3	34,111	3
1780	Intangible assets	1,614	-	2,185	-	1,795	-
1840	Deferred tax assets	7,168	1	7,161	1	8,779	1
1900	Other non-current assets	5,814	1	7,454	1	7,518	1
15XX	Total non-current assets	<u>486,297</u>	<u>52</u>	<u>489,861</u>	<u>43</u>	<u>491,401</u>	<u>43</u>
1XXX	Total assets	<u>\$ 935,448</u>	<u>100</u>	<u>\$ 1,140,418</u>	<u>100</u>	<u>\$ 1,137,737</u>	<u>100</u>

Grand-Tek Technology Co., Ltd.
CONSOLIDATED BALANCE SHEETS
2023/9/30 & 2022/12/31 & 2022/9/30

EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS

Liabilities and equity		2023/9/30		2022/12/31		2022/9/30	
		Amount	%	Amount	%	Amount	%
Current liabilities							
2130	Current contract liabilities	\$ 4,394	1	\$ 6,270	-	\$ 15,858	1
2150	Notes payable	180	-	143	-	191	-
2170	Accounts payables	97,449	10	216,976	19	234,468	21
2180	Accounts payables -related parties	-	-	11	-	11	-
2200	Other payables	38,875	4	77,219	7	62,456	6
2230	Current tax liabilities	9,096	1	18,628	2	21,062	2
2280	Current lease liabilities	14,370	2	13,063	1	11,409	1
2320	Long-term liabilities, current portion	10,468	1	10,483	1	10,365	1
2399	Other current liabilities	754	-	1,357	-	1,328	-
21XX	Total current liabilities	<u>175,586</u>	<u>19</u>	<u>344,150</u>	<u>30</u>	<u>357,148</u>	<u>32</u>
Non-current liabilities							
2540	Non-current portion of non-current borrowings	129,147	14	136,890	12	139,627	12
2570	Deferred tax liabilities	4,865	-	4,754	1	3,223	-
2580	Non-current lease liabilities	16,062	2	23,959	2	24,365	2
2600	Other non-current liabilities	4,477	-	4,475	-	4,810	1
25XX	Total non-current liabilities	<u>154,551</u>	<u>16</u>	<u>170,078</u>	<u>15</u>	<u>172,025</u>	<u>15</u>
2XXX	Total liabilities	<u>330,137</u>	<u>35</u>	<u>514,228</u>	<u>45</u>	<u>529,173</u>	<u>47</u>
Share capital							
3110	Share capital - common shares	300,016	32	245,915	22	245,915	22
Capital surplus							
3200	Capital surplus	87,503	10	87,212	7	87,115	7
Retained earnings							
3310	Legal reserve	97,301	10	84,950	7	84,950	7
3320	Special reserve	3,478	-	6,674	1	6,674	1
3350	Unappropriated retained earnings	120,046	13	204,915	18	186,445	16
Other equity							
3400	Other equity interest	(3,033)	-	(3,476)	-	(2,535)	-
3XXX	Total equity	<u>605,311</u>	<u>65</u>	<u>626,190</u>	<u>55</u>	<u>608,564</u>	<u>53</u>
3X2X	Total liabilities and equity	<u>\$ 935,448</u>	<u>100</u>	<u>\$ 1,140,418</u>	<u>100</u>	<u>\$ 1,137,737</u>	<u>100</u>

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Grand-Tek Technology Co., Ltd.
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
2023 & 2022 1/1-9/30

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

Items		2023/7/1-9/30		2022/7/1-9/30		2023/1/1-9/30		2022/1/1-9/30	
		Amount	%	Amount	%	Amount	%	Amount	%
4000	Operating revenue	\$ 188,014	100	\$ 320,445	100	\$ 638,207	100	\$ 821,268	100
5000	Operating costs	(131,972)	(70)	(222,806)	(70)	(455,237)	(71)	(568,530)	(69)
5900	Gross profit	56,042	30	97,639	30	182,970	29	252,738	31
	Operating expenses								
6100	Selling expenses	(16,115)	(9)	(15,474)	(5)	(48,533)	(8)	(40,156)	(5)
6200	Administrative expenses	(23,319)	(12)	(28,507)	(9)	(64,110)	(10)	(77,792)	(9)
6300	Research and development expenses	(13,724)	(7)	(10,811)	(3)	(37,999)	(6)	(31,294)	(4)
6000	Total operating expenses	(53,158)	(28)	(54,792)	(17)	(150,642)	(24)	(149,242)	(18)
6900	Operating profit	2,884	2	42,847	13	32,328	5	103,496	13
	Non-operating income and expenses								
7100	Interest income	291	-	278	-	1,758	-	504	-
7010	Other income	200	-	274	-	791	-	408	-
7020	Other gains and losses	5,223	3	18,857	6	8,371	2	33,644	4
7050	Finance costs	(1,048)	(1)	(997)	-	(3,115)	-	(2,860)	-
7000	Total non-operating income and expenses	4,666	2	18,412	6	7,805	2	31,696	4
7900	Profit before income tax	7,550	4	61,259	19	40,133	7	135,192	17
7950	Income tax expenses	(1,508)	(1)	(14,966)	(4)	(5,185)	(1)	(30,350)	(4)
8200	Profit	\$ 6,042	3	\$ 46,293	15	\$ 34,948	6	\$ 104,842	13
	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	\$ -	-	\$ -	-	\$ -	-	\$ 2,169	-
8310	Total items that will not be reclassified to profit or loss	-	-	-	-	-	-	2,169	-
	Items that will be reclassified to profit or loss								
8361	Financial statements translation differences of foreign operations	2,763	1	1,040	-	554	-	2,710	-
8399	Income tax relating to items that will be reclassified to profit or loss	(553)	-	(208)	-	(111)	-	(542)	-
8360	Total items that will be reclassified to profit or loss	2,210	1	832	-	443	-	2,168	-
8300	Other comprehensive income	\$ 2,210	1	\$ 832	-	\$ 443	-	\$ 4,337	-
8500	Total comprehensive income	\$ 8,252	4	\$ 47,125	15	\$ 35,391	6	\$ 109,179	13
	Basic earnings per share								
9750	Basic earnings per share	\$ 0.20		\$ 1.54		\$ 1.16		\$ 3.49	
	Diluted earnings per share								
9850	Diluted earnings per share	\$ 0.20		\$ 1.53		\$ 1.16		\$ 3.46	

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Grand-Tek Technology Co., Ltd.
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
2023 & 2022 1/1-9/30

EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS

	Share capital	Capital surplus			Retained Earnings			Other Equity		
		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	Total equity
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
2023 1/1-9/30										
Balance at 2023 1/1	\$ 245,915	\$ 82,946	\$ 3,874	\$ 392	\$ 84,950	\$ 6,674	\$ 204,915	(\$ 3,476)	\$ -	\$ 626,190
Profit (1/1-9/30)	-	-	-	-	-	-	34,948	-	-	34,948
Other comprehensive income (loss) (1/1-9/30)	-	-	-	-	-	-	-	443	-	443
Total comprehensive income (loss) (1/1-9/30)	-	-	-	-	-	-	34,948	443	-	35,391
Appropriations of earnings										
Legal reserve	-	-	-	-	12,351	-	(12,351)	-	-	-
Special reserve	-	-	-	-	-	(3,196)	3,196	-	-	-
Stock dividends	54,101	-	-	-	-	-	(54,101)	-	-	-
Cash dividends	-	-	-	-	-	-	(56,561)	-	-	(56,561)
Employee share options	-	-	-	291	-	-	-	-	-	291
Balance at 2023 9/30	\$ 300,016	\$ 82,946	\$ 3,874	\$ 683	\$ 97,301	\$ 3,478	\$ 120,046	(\$ 3,033)	\$ -	\$ 605,311

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Grand-Tek Technology Co., Ltd.
CONSOLIDATED STATEMENTS OF CASH FLOWS
2023 & 2022 1/1-9/30

EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS

	2023 1/1-9/30	2022 1/1-9/30
<u>Cash flows from operating activities</u>		
Profit (loss) before tax	\$ 40,133	\$ 135,192
Income and expenses that result in non-cash flows		
Income and expenses		
Depreciation	26,557	24,033
Amortization	1,823	744
Net losses (gains) on financial assets or liability at fair value through profit or loss	(600)	(562)
Employee share options	291	295
Interest expense	3,115	2,860
Interest income	(1,758)	(504)
Loss (gain) on disposal of property, plan and equipment	-	(10)
Changes in assets / liabilities relating to operating activities		
Changes in assets relating to operating activities		
Financial assets at fair value through profit or loss	(35,305)	103,000
Notes receivable	-	47
Accounts receivables	78,772	(27,254)
Accounts receivables -related parties	2	(27)
Other receivables	(493)	(6,226)
Inventories	57,292	(35,349)
Prepayments	4,587	(939)
Changes in liabilities relating to operating activities		
Current contract liabilities	(1,876)	15,858
Notes payable	37	(2,532)
Accounts payables	(119,527)	2,706
Accounts payables -related parties	(11)	11
Other payables	(38,344)	1,237
Other current liabilities	(603)	(362)
Other non-current liabilities	2	2
Net cash flows provided by operating	14,094	212,220
Receipt of interest	1,758	504
Payment of interest	(3,115)	(2,860)
Payment of income tax	(14,724)	(22,688)
Net cash flows provided by (used in) operating activities	(1,987)	187,176

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CONSOLIDATED STATEMENTS OF CASH FLOWS
2023 & 2022 1/1-9/30

EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS

	<u>2023 1/1-9/30</u>	<u>2022 1/1-9/30</u>
<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	26,642	(3,770)
Acquisition of property, plant and equipment	(21,123)	(18,554)
Disposal of property, plant and equipment	-	196
Acquisition of intangible assets	(1,252)	(861)
Changes in other current assets	515	(440)
Changes in other non-current assets	(552)	72
Changes in refundable deposits	<u>2,192</u>	<u>(1,133)</u>
Net cash flows provided by (used in) investing activities	<u>6,422</u>	<u>(19,085)</u>
<u>Cash flows from financing activities</u>		
Redemption of lease liabilities	(10,661)	(8,434)
Decrease in long-term borrowings	(7,758)	(36,826)
Payment of cash dividends	<u>(56,561)</u>	<u>(73,775)</u>
Net cash flows provided by (used in) financing activities	<u>(74,980)</u>	<u>(119,035)</u>
Effects due to changes in exchange rate	<u>551</u>	<u>2,446</u>
Increase (decrease) in cash and cash equivalents	(69,994)	51,502
Cash and cash equivalents at beginning of period	<u>148,581</u>	<u>80,526</u>
Cash and cash equivalents at end of period	<u>\$ 78,587</u>	<u>\$ 132,028</u>

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