

Grand-Tek Technology Co., Ltd.
CONSOLIDATED BALANCE SHEETS
2023/6/30 & 2022/12/31 & 2022/6/30

EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS

Assets	2023/6/30		2022/12/31		2022/6/30		
	Amount	%	Amount	%	Amount	%	
Current assets							
1100	Cash and cash equivalents	\$ 104,475	10	\$ 148,581	13	\$ 126,535	11
1110	Current financial assets at fair value through profit or loss	142,362	14	54,810	5	123,783	10
1120	Current financial assets at fair value through other comprehensive income	-	-	-	-	-	-
1136	Current financial assets at amortised cost	25,500	3	52,142	5	47,689	4
1170	Accounts receivables, net	153,819	15	256,244	22	212,586	18
1180	Accounts receivables -related parties, net	-	-	2	-	71	-
1200	Other receivables	310	-	460	-	1,012	-
130X	Inventories	83,102	8	116,003	10	145,540	12
1410	Prepayments	16,619	2	20,537	2	31,918	3
1470	Other current assets	931	-	1,778	-	333	-
11XX	Total current assets	<u>527,118</u>	<u>52</u>	<u>650,557</u>	<u>57</u>	<u>689,467</u>	<u>58</u>
Non-current assets							
1600	Property, plant and equipment	447,411	44	437,778	38	442,189	37
1755	Right-of-use assets	29,145	3	35,283	3	36,179	3
1780	Intangible assets	2,211	-	2,185	-	1,852	-
1840	Deferred tax assets	7,068	-	7,161	1	8,771	1
1900	Other non-current assets	8,103	1	7,454	1	7,519	1
15XX	Total non-current assets	<u>493,938</u>	<u>48</u>	<u>489,861</u>	<u>43</u>	<u>496,510</u>	<u>42</u>
1XXX	Total assets	<u>\$ 1,021,056</u>	<u>100</u>	<u>\$ 1,140,418</u>	<u>100</u>	<u>\$ 1,185,977</u>	<u>100</u>

Grand-Tek Technology Co., Ltd.
CONSOLIDATED BALANCE SHEETS
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EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS

Liabilities and equity		2023/6/30		2022/12/31		2022/6/30	
		Amount	%	Amount	%	Amount	%
Current liabilities							
2130	Current contract liabilities	\$ 2,201	-	\$ 6,270	-	\$ 21,567	2
2150	Notes payable	152	-	143	-	414	-
2170	Accounts payables	142,515	14	216,976	19	244,008	21
2180	Accounts payables -related parties	-	-	11	-	11	-
2200	Other payables	88,831	9	77,219	7	129,898	11
2230	Current tax liabilities	7,613	1	18,628	2	15,954	1
2280	Current lease liabilities	12,828	1	13,063	1	12,068	1
2320	Long-term liabilities, current portion	10,419	1	10,483	1	11,320	1
2399	Other current liabilities	835	-	1,357	-	1,358	-
21XX	Total current liabilities	<u>265,394</u>	<u>26</u>	<u>344,150</u>	<u>30</u>	<u>436,598</u>	<u>37</u>
Non-current liabilities							
2540	Non-current portion of non-current borrowings	131,782	13	136,890	12	154,559	13
2570	Deferred tax liabilities	4,312	-	4,754	1	3,016	-
2580	Non-current lease liabilities	18,129	2	23,959	2	25,653	2
2600	Other non-current liabilities	4,477	1	4,475	-	4,810	1
25XX	Total non-current liabilities	<u>158,700</u>	<u>16</u>	<u>170,078</u>	<u>15</u>	<u>188,038</u>	<u>16</u>
2XXX	Total liabilities	<u>424,094</u>	<u>42</u>	<u>514,228</u>	<u>45</u>	<u>624,636</u>	<u>53</u>
Share capital							
3110	Share capital - common shares	245,915	24	245,915	22	245,915	21
3150	Stock dividends to be distributed	54,101	5	-	-	-	-
Capital surplus							
3200	Capital surplus	87,406	8	87,212	7	87,017	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	-
3350	Unappropriated retained earnings	114,004	11	204,915	18	140,152	12
Other equity							
3400	Other equity interest	(5,243)	-	(3,476)	-	(3,367)	-
3XXX	Total equity	<u>596,962</u>	<u>58</u>	<u>626,190</u>	<u>55</u>	<u>561,341</u>	<u>47</u>
3X2X	Total liabilities and equity	<u>\$ 1,021,056</u>	<u>100</u>	<u>\$ 1,140,418</u>	<u>100</u>	<u>\$ 1,185,977</u>	<u>100</u>

Notice to Readers

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Grand-Tek Technology Co., Ltd.
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
2023 & 2022 1/1-6/30

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

Items	2023/4/1-6/30		2022/4/1-6/30		2023/1/1-6/30		2022/1/1-6/30	
	Amount	%	Amount	%	Amount	%	Amount	%
4000 Operating revenue	\$ 204,532	100	\$ 257,346	100	\$ 450,193	100	\$ 500,823	100
5000 Operating costs	(147,336)	(72)	(171,509)	(66)	(323,265)	(72)	(345,724)	(69)
5900 Gross profit	57,196	28	85,837	34	126,928	28	155,099	31
Operating expenses								
6100 Selling expenses	(15,106)	(8)	(12,530)	(5)	(32,418)	(7)	(24,682)	(5)
6200 Administrative expenses	(21,086)	(10)	(25,681)	(10)	(40,791)	(9)	(49,285)	(10)
6300 Research and development expenses	(11,659)	(6)	(10,281)	(4)	(24,275)	(6)	(20,483)	(4)
6000 Total operating expenses	(47,851)	(24)	(48,492)	(19)	(97,484)	(22)	(94,450)	(19)
6900 Operating profit	9,345	4	37,345	15	29,444	6	60,649	12
Non-operating income and expenses								
7100 Interest income	797	-	143	-	1,467	-	226	-
7010 Other income	328	-	44	-	591	-	134	-
7020 Other gains and losses	7,435	4	9,625	4	3,148	1	14,787	3
7050 Finance costs	(1,031)	-	(975)	(1)	(2,067)	-	(1,863)	(1)
7000 Total non-operating income and expenses	7,529	4	8,837	3	3,139	1	13,284	2
7900 Profit before income tax	16,874	8	46,182	18	32,583	7	73,933	14
7950 Income tax expenses	(348)	-	(9,515)	(4)	(3,677)	(1)	(15,384)	(3)
8200 Profit	\$ 16,526	8	\$ 36,667	14	\$ 28,906	6	\$ 58,549	11
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	1
8310 Total items that will not be reclassified to profit or loss	-	-	-	-	-	-	2,169	1
Items that will be reclassified to profit or loss								
8361 Financial statements translation differences of foreign operations	(2,414)	(1)	(398)	-	(2,209)	-	1,670	-
8399 Income tax relating to items that will be reclassified to profit or loss	483	-	80	-	442	-	(334)	-
8360 Total items that will be reclassified to profit or loss	(1,931)	(1)	(318)	-	(1,767)	-	1,336	-
8300 Other comprehensive income	(\$ 1,931)	(1)	(\$ 318)	-	(\$ 1,767)	-	\$ 3,505	1
8500 Total comprehensive income	\$ 14,595	7	\$ 36,349	14	\$ 27,139	6	\$ 62,054	12
Basic earnings per share								
9750 Basic earnings per share	\$ 0.55		\$ 1.22		\$ 0.96		\$ 1.95	
Diluted earnings per share								
9850 Diluted earnings per share	\$ 0.55		\$ 1.22		\$ 0.96		\$ 1.94	

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Grand-Tek Technology Co., Ltd.
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
2023 & 2022 1/1-6/30

EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS

	Share capital		Capital surplus			Retained Earnings			Other Equity		Total equity
	Common shares	Stock dividends to be distributed	Capital surplus — additional paid-in capita	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	
2022 1/1-6/30											
Balance at 2022 1/1	\$245,915	\$-	\$82,946	\$3,874	\$-	\$76,524	\$6,450	\$163,830	(\$4,703)	(\$1,971)	\$572,865
Profit (1/1-6/30)	-	-	-	-	-	-	-	58,549	-	-	58,549
Other comprehensive income (loss) (1/1-6/30)	-	-	-	-	-	-	-	-	1,336	2,169	3,505
Total comprehensive income (loss) (1/1-6/30)	-	-	-	-	-	-	-	58,549	1,336	2,169	62,054
Appropriations of earnings											
Legal reserve	-	-	-	-	-	8,426	-	(8,426)	-	-	-
Special reserve	-	-	-	-	-	-	224	(224)	-	-	-
Cash dividends	-	-	-	-	-	-	-	(73,775)	-	-	(73,775)
Employee share options	-	-	-	-	197	-	-	-	-	-	197
Disposal of financial assets at Fair value through other comprehensive income	-	-	-	-	-	-	-	198	-	(198)	-
Balance at 2022 6/30	\$ 245,915	\$ -	\$ 82,946	\$ 3,874	\$ 197	\$ 84,950	\$ 6,674	\$ 140,152	(\$ 3,367)	\$ -	\$ 561,341
2023 1/1-6/30											
Balance at 2023 1/1	\$ 245,915	\$ -	\$ 82,946	\$ 3,874	\$ 392	\$ 84,950	\$ 6,674	\$ 204,915	(\$ 3,476)	\$ -	\$ 626,190
Profit (1/1-6/30)	-	-	-	-	-	-	-	28,906	-	-	28,906
Other comprehensive income (loss) (1/1-6/30)	-	-	-	-	-	-	-	-	(1,767)	-	(1,767)
Total comprehensive income (loss) (1/1-6/30)	-	-	-	-	-	-	-	28,906	(1,767)	-	27,139
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	-	-	-	-	194	-	-	-	-	-	194
Balance at 2023 6/30	\$ 245,915	\$ 54,101	\$ 82,946	\$ 3,874	\$ 586	\$ 97,301	\$ 3,478	\$ 114,004	(\$ 5,243)	\$ -	\$ 596,962

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Grand-Tek Technology Co., Ltd.
CONSOLIDATED STATEMENTS OF CASH FLOWS
2023 & 2022 1/1-6/30

EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS

	2023 1/1-6/30	2022 1/1-6/30
<u>Cash flows from operating activities</u>		
Profit (loss) before tax	\$ 32,583	\$ 73,933
Income and expenses that result in non-cash flows		
Income and expenses		
Depreciation	17,623	15,692
Amortization	1,226	427
Net losses (gains) on financial assets or liability at fair value through profit or loss		
Employee share options	194	197
Interest expense	2,067	1,863
Interest income	(1,467)	(226)
Loss (gain) on disposal of property, plan and equipment	-	(12)
Changes in assets / liabilities relating to operating activities		
Changes in assets relating to operating activities		
Financial assets at fair value through profit or loss		
Notes receivable	-	47
Accounts receivables	102,425	13,189
Accounts receivables -related parties	2	(71)
Other receivables	150	(422)
Inventories	32,901	(62,915)
Prepayments	3,918	(8,648)
Changes in liabilities relating to operating activities		
Current contract liabilities	(4,069)	21,567
Notes payable	9	(2,309)
Accounts payables	(74,461)	12,246
Accounts payables -related parties	(11)	11
Other payables	(44,949)	(5,096)
Other current liabilities	(522)	(332)
Other non-current liabilities	2	2
Net cash flows provided by operating	(19,931)	98,929
Receipt of interest	1,467	226
Payment of interest	(2,067)	(1,863)
Payment of income tax	(14,967)	(12,754)
Net cash flows provided by (used in) operating activities	(35,498)	84,538

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CONSOLIDATED STATEMENTS OF CASH FLOWS
2023 & 2022 1/1-6/30

EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS

	2023 1/1-6/30	2022 1/1-6/30
<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	26,642	(1,189)
Acquisition of property, plant and equipment	(20,163)	(16,399)
Disposal of property, plant and equipment	-	196
Acquisition of intangible assets	(1,252)	(601)
Changes in other current assets	847	77
Changes in other non-current assets	(119)	47
Changes in refundable deposits	(530)	(1,109)
Net cash flows provided by (used in) investing activities	5,425	(13,573)
<u>Cash flows from financing activities</u>		
Redemption of lease liabilities	(7,211)	(5,405)
Decrease in long-term borrowings	(5,172)	(20,939)
Net cash flows provided by (used in) financing activities	(12,383)	(26,344)
Effects due to changes in exchange rate	(1,650)	1,388
Increase (decrease) in cash and cash equivalents	(44,106)	46,009
Cash and cash equivalents at beginning of period	148,581	80,526
Cash and cash equivalents at end of period	\$ 104,475	\$ 126,535

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