

GRAND-TEK TECHNOLOGY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
DECEMBER 31, 2024 AND 2023
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

Assets	2024/12/31		2023/12/31	
	Amount	%	Amount	%
Current assets				
Cash and cash equivalents	\$ 165,580	15	\$ 113,412	12
Financial assets at fair value through profit or loss - current	117,697	11	87,582	9
Financial assets at amortised cost – current	17,500	2	25,500	3
Notes receivable, net	-	-	6	-
Accounts receivables, net	231,689	21	175,952	19
Accounts receivables - related parties, net	21	-	14	-
Other receivables	1,079	-	347	-
Inventories	74,327	7	50,886	5
Prepayments	16,588	1	16,293	2
Other current assets	531	-	512	-
Total current assets	<u>625,012</u>	<u>57</u>	<u>470,504</u>	<u>50</u>
Non-current assets				
Property, plant and equipment	429,937	39	439,245	46
Right-of-use assets	23,476	2	24,523	2
Intangible assets	4,483	-	1,763	-
Deferred income tax assets	5,813	1	6,385	1
Other non-current assets	13,837	1	5,548	1
Total non-current assets	<u>477,546</u>	<u>43</u>	<u>477,464</u>	<u>50</u>
Total assets	<u>\$ 1,102,558</u>	<u>100</u>	<u>\$ 947,968</u>	<u>100</u>

(Continued)

GRAND-TEK TECHNOLOGY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
DECEMBER 31, 2024 AND 2023
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

Liabilities and equity	2024/12/31		2023/12/31	
	Amount	%	Amount	%
Current liabilities				
Contract liabilities – current	\$ 4,192	1	\$ 4,594	-
Notes payable	91	-	137	-
Accounts payable	224,347	20	114,909	12
Other payables	58,268	5	42,635	5
Current income tax liabilities	14,274	1	8,408	1
Lease liabilities – current	14,693	1	14,185	2
Current portion of long-term borrowings	8,761	1	10,516	1
Other current liabilities	812	-	738	-
Total current liabilities	325,438	29	196,122	21
Non-current liabilities				
Long-term borrowings	88,165	8	126,499	13
Deferred income tax liabilities	7,493	1	5,026	1
Lease liabilities – non-current	10,277	1	12,186	1
Other non-current liabilities	2,914	-	2,813	-
Total non-current liabilities	108,849	10	146,524	15
Total liabilities	434,287	39	342,646	36
Equity				
Share capital				
Common stock	300,016	27	300,016	32
Capital surplus				
Capital surplus	87,760	8	87,601	9
Retained earnings				
Legal reserve	100,935	9	97,301	10
Special reserve	4,510	1	3,478	-
Unappropriated retained earnings	176,731	16	121,435	13
Other equity interest				
Other equity interest	(1,681)	-	(4,509)	-
Total equity	668,271	61	605,322	64
Total liabilities and equity	\$ 1,102,558	100	\$ 947,968	100

Notice to Readers

For the convenience of readers, the independent 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. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language independent auditors' report and financial statements shall prevail

GRAND-TEK TECHNOLOGY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
YEAR ENDED DECEMBER 31, 2024 AND 2023
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS, EXCEPT EARNINGS PER SHARE)

Items	2024		2023	
	Amount	%	Amount	%
Operating revenue	\$ 937,724	100	\$ 807,620	100
Operating costs	(623,487)	(67)	(564,046)	(70)
Gross profit	314,237	33	243,574	30
Operating expenses				
Selling expenses	(72,592)	(8)	(64,323)	(8)
Administrative expenses	(95,461)	(10)	(88,262)	(11)
Research and development expenses	(59,325)	(6)	(50,668)	(6)
Expected credit impairment loss	(5)	-	-	-
Total operating expenses	(227,383)	(24)	(203,253)	(25)
Operating profit	86,854	9	40,321	5
Non-operating income and expenses				
Interest income	2,655	-	2,425	-
Other income	1,075	-	850	-
Other gains and losses	17,850	2	953	-
Finance costs	(3,548)	-	(4,080)	-
Total non-operating income and expenses	18,032	2	148	-
Profit before income tax	104,886	11	40,469	5
Income tax expenses	(20,841)	(2)	(5,464)	(1)
Profit for the year	<u>\$ 84,045</u>	<u>9</u>	<u>\$ 35,005</u>	<u>4</u>
Other comprehensive income (loss)				
Items that will not be reclassified subsequently to profit or loss				
Remeasurements of defined benefit plans	(\$ 103)	-	\$ 1,664	-
Income tax related to items that will not be reclassified subsequently to profit or loss	21	-	(332)	-
Other comprehensive income (loss) that will not be reclassified subsequently to profit or loss	(82)	-	1,332	-
Items that will be reclassified subsequently to profit or loss				
Financial statements translation differences of foreign operations	3,535	-	(1,291)	-
Income tax relating to items that will be reclassified subsequently to profit or loss	(707)	-	258	-
Total items that will be reclassified subsequently to profit or loss	2,828	-	(1,033)	-
Other comprehensive income for the year	<u>\$ 2,746</u>	<u>-</u>	<u>\$ 299</u>	<u>-</u>
Total comprehensive income for the year	<u>\$ 86,791</u>	<u>9</u>	<u>\$ 35,304</u>	<u>4</u>
Basic earnings per share				
Basic earnings per share	\$ 2.80		\$ 1.17	
Diluted earnings per share				
Diluted earnings per share	\$ 2.79		\$ 1.16	

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GRAND-TEK TECHNOLOGY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
YEAR ENDED DECEMBER 31, 2024 AND 2023
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

	Capital surplus				Retained Earnings			Other Equity	
	Common stock	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	Total equity
<u>2023</u>									
Balance at January 1, 2023	\$ 245,915	\$ 82,946	\$ 3,874	\$ 392	\$ 84,950	\$ 6,674	\$ 204,915	(\$ 3,476)	\$ 626,190
Profit for the year	-	-	-	-	-	-	35,005	-	35,005
Other comprehensive income (loss) for the year	-	-	-	-	-	-	1,332	(1,033)	299
Total comprehensive income (loss) for the year	-	-	-	-	-	-	36,337	(1,033)	35,304
Appropriations of 2022 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)
Share-based payment transactions	-	-	-	389	-	-	-	-	389
Balance at December 31, 2023	<u>\$ 300,016</u>	<u>\$ 82,946</u>	<u>\$ 3,874</u>	<u>\$ 781</u>	<u>\$ 97,301</u>	<u>\$ 3,478</u>	<u>\$ 121,435</u>	<u>(\$ 4,509)</u>	<u>\$ 605,322</u>
<u>2024</u>									
Balance at 2024 1/1	\$ 300,016	\$ 82,946	\$ 3,874	\$ 781	\$ 97,301	\$ 3,478	\$ 121,435	(\$ 4,509)	\$ 605,322
Profit for the year	-	-	-	-	-	-	84,045	-	84,045
Other comprehensive income (loss) for the year	-	-	-	-	-	-	(82)	2,828	2,746
Total comprehensive income	-	-	-	-	-	-	83,963	2,828	86,791
Appropriations of 2023 earnings									
Legal reserve	-	-	-	-	3,634	-	(3,634)	-	-
Special reserve	-	-	-	-	-	1,032	(1,032)	-	-
Cash dividends	-	-	-	-	-	-	(24,001)	-	(24,001)
Share-based payment transactions	-	-	-	159	-	-	-	-	159
Balance at December 31, 2024	<u>\$ 300,016</u>	<u>\$ 82,946</u>	<u>\$ 3,874</u>	<u>\$ 940</u>	<u>\$ 100,935</u>	<u>\$ 4,510</u>	<u>\$ 176,731</u>	<u>(\$ 1,681)</u>	<u>\$ 668,271</u>

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GRAND-TEK TECHNOLOGY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2024 AND 2023
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

	<u>2024</u>	<u>2023</u>
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Consolidated profit before tax for the year	\$ 104,886	\$ 40,469
Adjustments		
Income and expenses having no effect on cash flows		
Depreciation	38,200	35,522
Amortization	2,131	2,374
Net gain on financial assets at fair value through profit or loss	(1,115)	(965)
Share-based payment transactions	159	389
Expected credit impairment loss	5	-
Interest expense	3,548	4,080
Interest income	(2,655)	(2,425)
Loss on disposal of property, plant and equipment	105	3
Changes in assets/liabilities relating to operating activities		
Changes in assets relating to operating activities		
Financial assets mandatorily measured at fair value through profit or loss	(29,000)	(31,807)
Notes receivable	6	(6)
Accounts receivable	(55,742)	80,292
Accounts receivable - related parties	(7)	(12)
Other receivables	(732)	113
Inventories	(23,441)	65,117
Prepayments	(295)	4,244
Other current assets	(19)	-
Changes in liabilities relating to operating activities		
Contract liabilities – current	(402)	(1,676)
Notes payable	(46)	(6)
Accounts payable	109,438	(102,067)
Accounts payable - related parties	-	(11)
Other payables	15,633	(34,584)
Other current liabilities	74	(619)
Other non-current liabilities	101	(1,662)
Cash generated from operations	160,832	56,763
Interest received	2,655	2,425
Interest paid	(3,548)	(4,080)
Income taxes paid	(12,544)	(14,724)
Net cash generated from operating activities	147,395	40,384

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CONSOLIDATED STATEMENTS OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2024 AND 2023
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

	<u>2024</u>	<u>2023</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Decrease in financial assets at amortized cost	\$ 8,000	\$ 26,642
Acquisition of property, plant and equipment	(13,316)	(22,765)
Proceeds from disposal of property, plant and equipment	7	-
Acquisition of intangible assets	(4,851)	(1,952)
Decrease in other current assets	-	1,266
Increase in other non-current assets	(7,852)	(402)
Increase (decrease) in refundable deposits	(437)	2,308
Net cash generated from (used in) investing activities	(18,449)	5,097
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>		
Lease principal repayment	(15,789)	(14,201)
Repayments of long-term borrowings	(40,089)	(10,358)
Cash dividends paid	(24,001)	(56,561)
Net cash used in financing activities	(79,879)	(81,120)
Effects due to changes in exchange rate	3,101	470
Net Increase (decrease) in cash and cash equivalents	52,168	(35,169)
Cash and cash equivalents at beginning of year	113,412	148,581
Cash and cash equivalents at end of year	<u>\$ 165,580</u>	<u>\$ 113,412</u>

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