

**FIT HOLDING CO., LTD. AND SUBSIDIARIES  
CONSOLIDATED FINANCIAL STATEMENTS AND IN-  
DEPENDENT AUDITORS' REVIEW REPORT  
SEPTEMBER 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.  
SEPTEMBER 30, 2024 AND 2023 CONSOLIDATED FINANCIAL STATE-  
MENTS AND INDEPENDENT AUDITORS' REVIEW REPORT  
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# INDEPENDENT AUDITORS' REVIEW REPORT TRANSLATED FROM CHINESE

PWCR 24002321

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 September 30, 2024 and 2023, and the related consolidated statements of comprehensive income for the three months and nine months then ended, as well as the consolidated statement of changes in equity and of cash flows for the nine 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\$4,499,662 thousand and NT\$7,290,811 thousand, constituting 7% and 20% of the consolidated total assets, and total liabilities of NT\$472,290 thousand and NT\$2,154,172 thousand, constituting 1% and 10% of the consolidated total liabilities as at September 30, 2024 and 2023, and total comprehensive (loss) income of NT\$(20,409) thousand, NT\$15,929 thousand, NT\$(37,331) thousand and NT\$46,078 thousand, constituting 9%, 4%, (2%) and 9% of the consolidated total comprehensive (loss) income for the three months and nine 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 September 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\$1,316,329 thousand and NT\$2,043,312 thousand, constituting 2% and 6% of consolidated total assets as of September 30, 2024 and 2023, respectively, and the share of profit of associates and joint venture accounted for under equity method was NT\$45,395 thousand, NT\$13,501 thousand, NT\$124,040 thousand and NT\$14,166 thousand constituting (21%), 3%, 6% and 3% of consolidated total comprehensive (loss) income for the three months and nine 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 September 30, 2024 and 2023, and of its consolidated financial performance for the three months and nine months then ended and its consolidated cash flows for the nine 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  
November 13, 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**  
**SEPTEMBER 30, 2024, DECEMBER 31, 2023 AND SEPTEMBER 30, 2023**

(Expressed in thousands of New Taiwan dollars)  
(The balance sheets as of September 30, 2024 and 2023 are reviewed, not audited)

			September 30,2024		December 31,2023		September 30,2023	
Assets		Notes	AMOUNT	%	AMOUNT	%	AMOUNT	%
Current assets								
1100	Cash and cash equivalents	6(1)	\$ 7,304,117	12	\$ 6,953,129	16	\$ 4,778,915	13
1110	Financial assets at fair value through profit or loss-current	6(2)(18)	6,757	-	5,167	-	-	-
1136	Current financial assets at amortised cost-current	6(4)&8	10,362,283	17	2,854,354	6	2,893,808	8
1140	Current contract assets	6(24)	4,028,776	6	8,675,960	20	6,092,541	16
1150	Notes receivable,net	6(5)	15,656	-	25,654	-	38,575	-
1170	Accounts receivable,net	6(5)	1,615,165	2	1,978,008	5	1,170,883	3
1180	Accounts receivable-related parties	7	547,079	1	33,703	-	33,629	-
1200	Other receivables	7	101,146	-	99,617	-	47,596	-
1220	Current tax assets		15,519	-	46,172	-	35,591	-
130X	Inventories	6(6)	1,166,773	2	1,348,972	3	1,259,780	3
1410	Prepayments	6(7)	11,754,092	19	6,100,798	14	6,140,221	17
1470	Other current assets	8	1,012,916	2	1,016,418	2	1,014,571	3
11XX	Current assets		37,930,279	61	29,137,952	66	23,506,110	63
Non-current assets								
1517	Non-current financial assets at fair value through other comprehensive income	6(3)	4,025,450	6	3,152,254	7	2,943,573	8
1535	Non-current financial assets at amortised cost	6(4)and 8	567,983	1	407,261	1	406,627	1
1550	Investments accounted for under equity method	6(8)	1,316,329	2	1,025,851	2	2,043,312	6
1600	Property, plant and equipment	6(9)and 8	12,752,941	21	7,457,444	17	3,746,580	10
1755	Right-of-use assets	6(10) and 7	2,263,814	4	634,067	1	541,729	1
1760	Investment property, net	6(12)and 8	495,317	1	383,190	1	385,496	1
1780	Intangible assets	6(13)	1,237,186	2	1,254,685	3	1,244,838	3
1840	Deferred income tax assets	6(30)	412,554	1	284,424	1	235,708	1
1915	Prepayments for business facilities		157,397	-	158,344	-	1,925,898	5
1990	Other non-current assets, others	6(14)and 8	564,888	1	392,922	1	388,295	1
15XX	Non-current assets		23,793,859	39	15,150,442	34	13,862,056	37
1XXX	Total assets		\$ 61,724,138	100	\$ 44,288,394	100	\$ 37,368,166	100

(Continued)

**FIT HOLDING CO., LTD. AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
**SEPTEMBER 30, 2024, DECEMBER 31, 2023 AND SEPTEMBER 30, 2023**  
(The balance sheets as of September 30, 2024 and 2023 are reviewed, not audited)

(The balance sheets as of September 30, 2024 and 2023 are reviewed, not audited)											
LIABILITIES AND EQUITY		Notes	September 30,2024		December 31,2023		September 30,2023				
			AMOUNT	%	AMOUNT	%	AMOUNT	%			
CURRENT LIABILITIES											
2100	Short-term borrowings	6(15)	\$	3,391,575	5	\$	9,180,124	21	\$	9,730,686	26
2110	Short-term notes and bills payable	6(16)		4,441,844	7		4,005,614	9		3,363,950	9
2130	Current contract liabilities	6(24)		514,163	1		196,582	1		326,590	1
2150	Notes payable			17,924	-		32,677	-		28	-
2170	Accounts payable			2,964,870	5		2,581,229	6		1,632,487	4
2180	Accounts payable - related parties	7		347	-		9,910	-		9,866	-
2200	Other payables	6(17)		1,342,299	2		1,076,237	2		755,029	2
2220	Other payables - related parties	7		1,576,463	3		16,700	-		16,307	-
2230	Current income tax liabilities			90,157	-		194,596	-		119,953	-
2280	Current lease liabilities	7		144,509	-		94,184	-		71,502	-
2320	Long-term liabilities, current portion	6(19)		1,110,459	2		233,246	1		88,246	-
2399	Other current liabilities, others			136,335	-		163,505	-		163,011	1
21XX	Total current Liabilities			15,730,945	25		17,784,604	40		16,277,655	43
Non-current liabilities											
2530	Bonds payable	6(18)		1,963,727	3		2,851,779	6		-	-
2540	Long-term borrowings	6(19)		22,602,097	37		6,265,211	14		5,661,103	15
2570	Deferred income tax liabilities	6(30)		419,212	1		289,288	1		322,799	1
2580	Non-current lease liabilities	7		1,882,877	3		321,670	1		249,104	1
2600	Other non-current liabilities			54,576	-		62,703	-		55,336	-
25XX	Total Non-current liabilities			26,922,489	44		9,790,651	22		6,288,342	17
2XXX	Total liabilities			42,653,434	69		27,575,255	62		22,565,997	60
Equity ATTRIBUTABLE TO SHARE-HOLDERS OF THE PARENT											
Share capital		6(21)									
3110	Share capital - common stock			2,462,421	4		2,462,421	6		2,462,421	7
Capital surplus		6(22)									
3200	Capital surplus			5,115,270	8		5,004,042	11		4,843,452	13
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			967,642	2		239,431	1		376,352	1
Other equity interest											
3400	Other equity interest			1,457,388	2		409,333	-	(	253,813)	( 1)
31XX	Equity attributable to owners of the parent			10,131,244	16		8,519,419	19		7,832,604	21
36XX	Non-controlling interest			8,939,460	15		8,193,720	19		6,969,565	19
3XXX	Total equity			19,070,704	31		16,713,139	38		14,802,169	40
Significant contingent liabilities and unrecognised contract commitments		9									
Significant events after the balance sheet date		11									
3X2X	Total liabilities and equity		\$	61,724,138	100	\$	44,288,394	100	\$	37,368,166	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 NINE MONTHS ENDED SEPTEMBER 30, 2024 AND 2023**  
(Expressed in thousands of New Taiwan dollars, except earnings per share)  
(UNAUDITED)

Items	Note	Three months ended September 30				Nine months ended September 30			
		2024		2023		2024		2023	
		Amount	%	Amount	%	Amount	%	Amount	%
4000 Sales revenue	6(24)and 7	\$ 5,335,474	100	\$ 4,213,472	100	\$ 15,099,238	100	\$ 10,248,619	100
5000 Operating costs	6(6)(29)and7	( 4,297,328)	( 81)	( 3,607,121)	( 86)	( 12,735,536)	( 84)	( 8,882,898)	( 87)
5900 Gross profit		<u>1,038,146</u>	<u>19</u>	<u>606,351</u>	<u>14</u>	<u>2,363,702</u>	<u>16</u>	<u>1,365,721</u>	<u>13</u>
Operating expenses	6(29)								
6100 Selling expenses		( 58,106)	( 1)	( 46,001)	( 1)	( 158,087)	( 1)	( 126,005)	( 1)
6200 General and administrative expenses		( 266,480)	( 5)	( 210,842)	( 5)	( 837,395)	( 5)	( 589,525)	( 6)
6300 Research and development expenses		( 108,691)	( 2)	( 83,832)	( 2)	( 260,167)	( 2)	( 208,791)	( 2)
6450 Expect credit loss	12(2)	( 981)	-	229	-	( 1,737)	-	1,106	-
6000 Total operating expenses		<u>( 434,258)</u>	<u>( 8)</u>	<u>( 340,446)</u>	<u>( 8)</u>	<u>( 1,257,386)</u>	<u>( 8)</u>	<u>( 923,215)</u>	<u>( 9)</u>
6900 Operating profit (loss)		<u>603,888</u>	<u>11</u>	<u>265,905</u>	<u>6</u>	<u>1,106,316</u>	<u>8</u>	<u>442,506</u>	<u>4</u>
Non-operating income and expenses									
7100 Interest income	6(25)	43,482	1	26,478	1	145,215	1	75,298	1
7010 Other income	6(26)and7	162,922	3	112,121	3	224,594	1	165,873	1
7020 Other gains and losses	6(2)(27)	( 104,236)	( 2)	40,115	1	90,604	1	5,004	-
7050 Finance costs	6(28)and 7	( 162,413)	( 3)	( 48,949)	( 1)	( 405,735)	( 3)	( 136,936)	( 1)
7060 Share of profit of associates and joint ventures accounted for using equity method	6(8)	<u>45,395</u>	<u>1</u>	<u>13,501</u>	<u>-</u>	<u>124,040</u>	<u>1</u>	<u>14,166</u>	<u>-</u>
7000 Total non-operating income and expenses		<u>( 14,850)</u>	<u>-</u>	<u>143,266</u>	<u>4</u>	<u>178,718</u>	<u>1</u>	<u>123,405</u>	<u>1</u>
7900 Profit before income tax		589,038	11	409,171	10	1,285,034	9	565,911	5
7950 Income tax expense	6(30)	( 99,920)	( 2)	( 68,770)	( 2)	( 287,641)	( 2)	( 141,580)	( 1)
8200 Profit for the year		<u>\$ 489,118</u>	<u>9</u>	<u>\$ 340,401</u>	<u>8</u>	<u>\$ 997,393</u>	<u>7</u>	<u>\$ 424,331</u>	<u>4</u>

(Continued)

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

		(USD \$ MIL)							
		Three months ended September 30				Nine months ended September 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)							
		(\$ 701,606)	( 13)	(\$ 73,333)	( 1)	\$ 869,852	6	(\$ 49,091)	-
8310	Components of other comprehensive income that will not be reclassified to profit or loss								
		( 701,606)	( 13)	( 73,333)	( 1)	869,852	6	( 49,091)	-
<b>Components of other comprehensive income that will be reclassified to profit or loss</b>									
8361	Financial statements translation differences of foreign operations								
		3,591	-	157,991	4	258,715	1	126,971	1
8399	Income tax relating to the components of other comprehensive income	6(30)							
		( 8,764)	-	( 24,890)	( 1)	( 36,361)	-	( 15,274)	-
8360	Components of other comprehensive income that will be reclassified to profit or loss								
		( 5,173)	-	133,101	3	222,354	1	111,697	1
8300	<b>Other comprehensive (loss) income for the year</b>								
		( 706,779)	( 13)	\$ 59,768	2	\$ 1,092,206	7	\$ 62,606	1
8500	<b>Total comprehensive income for the year</b>								
		(\$ 217,661)	( 4)	\$ 400,169	10	\$ 2,089,599	14	\$ 486,937	5
Profit attributable to:									
8610	Owners of the parent								
		\$ 387,009	7	\$ 277,442	7	\$ 821,905	6	\$ 287,740	3
8620	Non-controlling interest								
		102,109	2	62,959	1	175,488	1	136,591	1
	Total								
		\$ 489,118	9	\$ 340,401	8	\$ 997,393	7	\$ 424,331	4
Comprehensive (loss) income attributable to:									
8710	Owners of the parent								
		( \$ 292,543)	( 5)	\$ 318,074	8	\$ 1,869,960	13	\$ 323,826	3
8720	Non-controlling interest								
		74,882	1	82,095	2	219,639	1	163,111	2
	Total								
		(\$ 217,661)	( 4)	\$ 400,169	10	\$ 2,089,599	14	\$ 486,937	5
Earnings per share									
9750	Basic earnings per share (in dollars)	6(31)							
		\$ 1.57		\$ 1.13		\$ 3.34		\$ 1.17	
9850	Diluted earnings per share (in dollars)								
		\$ 1.57		\$ 1.12		\$ 3.32		\$ 1.17	

FIT HOLDING CO., LTD. AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
NINE MONTHS ENDED SEPTEMBER 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		
Nine months ended September 30, 2023											
		\$ 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
		-	-	-	-	287,740	-	-	287,740	136,591	424,331
		-	-	-	-	-	85,177	( 49,091 )	36,086	26,520	62,606
		-	-	-	-	287,740	85,177	( 49,091 )	323,826	163,111	486,937
		-	-	-	-	-	-	-	124,598	-	124,598
	6(22)	-	( 123,121 )	-	-	-	-	-	( 123,121 )	-	( 123,121 )
	6(23)	-	-	54,089		( 54,089 )	-	-	-	-	-
	6(23)	-	-	-	69,906	( 69,906 )	-	-	-	-	-
	6(23)	-	-	-	-	( 369,363 )	-	-	( 369,363 )	-	( 369,363 )
	6(22) 6(23)	-	( 22 )	-	-	-	-	-	( 22 )	( 22,277 )	( 22,299 )
	6(3)	-	-	-	-	( 774 )	-	774	-	-	-
		\$ 2,462,421	\$ 4,843,452	\$ 105,157	\$ 299,035	\$ 376,352	(\$ 92,782 )	( \$ 161,031 )	\$ 7,832,604	\$ 6,969,565	\$14,802,169
Nnie months ended September 30, 2024											
		\$ 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
		-	-	-	-	821,905	-	-	821,905	175,488	997,393
		-	-	-	-	-	178,203	869,852	1,048,055	44,151	1,092,206
		-	-	-	-	821,905	178,203	869,852	1,869,960	219,639	2,089,599
	6(8)	-	16,819	-	-	-	-	-	16,819	-	16,819
	6(22)	-	( 123,121 )	-	-	-	-	-	( 123,121 )	-	( 123,121 )
	6(23)	-	-	15,005	-	( 15,005 )	-	-	-	-	-
	6(23)	-	-	-	( 290,674 )	290,674	-	-	-	-	-
	6(23)	-	-	-	-	( 369,363 )	-	-	( 369,363 )	-	( 369,363 )
	6(18) (22)	-	216,585	-	-	-	-	-	216,585	707,221	923,806
	6(32)	-	-	-	-	-	-	-	-	( 182,366 )	( 182,366 )
	6(22)	-	945	-	-	-	-	-	945	1,246	2,191
		\$ 2,462,421	\$ 5,115,270	\$ 120,162	\$ 8,361	\$ 967,642	(\$ 48,403 )	\$ 1,505,791	\$10,131,244	\$ 8,939,460	\$19,070,704

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

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

		Nine months ended September 30	
	Notes	2024	2023
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
Profit before tax		\$ 1,285,034	\$ 565,911
Adjustments			
Adjustments to reconcile profit (loss)			
Depreciation (including investment property and right-of-use assets)	6(9)(10)(12)(27) and(29)	439,911	297,564
Amortisation	6(13) (29)	49,638	57,755
Expected credit loss (rising profits)	12(2)	1,737 (	1,106 )
Gains on disposal of property, plant and equipment	6(9)(27)	( 7,473 ) (	2,223 )
Financial assets at fair value through profit or loss	6(2)(27)	( 5,165 )	-
Share of profit of associates and joint ventures accounted for using the equity method		( 124,040 ) (	14,166 )
Interest expense	6(28)	405,735	136,936
Interest income	6(25)	( 145,215 ) (	75,298 )
Dividend Income	6(26)	( 134,293 ) (	90,410 )
Employee Stock Option Compensation Cost		2,191	-
Deferred government grants revenue recognised	6(27)	( 3,688 ) (	3,900 )
Profit from lease modification	6(10)	- (	157 )
Changes in operating assets and liabilities			
Changes in operating asset			
Current contract assets		4,647,184 (	3,376,416 )
Notes receivable, net		9,998 (	3,623 )
Accounts receivable		361,106	5,531
Accounts receivable - related parties	(	513,376 )	7,270
Other receivables	(	333 ) (	7,786 )
Inventories		182,199	45,262
Prepayments	(	5,653,294 ) (	1,061,805 )
Other current assets		803	3,731
Changes in operating liabilities			
Contract liabilities - current		317,581 (	64,149 )
Notes payable	(	14,753 ) (	628 )
Accounts payable		383,641	218,042
Accounts payable to related parties	(	9,563 )	7,293
Other payables		173,445 (	65,020 )
Other payables to related parties		59,763 (	15,853 )
Other current liabilities	(	27,170 )	34,963
Cash outflow generated from operations		1,681,603 (	3,402,282 )
Interest received		144,019	77,952
Interest paid	(	391,201 ) (	136,296 )
Dividends received		151,152	90,410
Income tax paid	(	387,642 ) (	101,291 )
Net cash flows (used in) from operating activities		1,197,931 (	3,471,507 )

(continued)

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

		Nine months ended September 30	
		2024	2023
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>			
Increase in financial assets at amortised cost		( \$ 7,668,651 )	( \$ 872 )
Acquisition of financial assets at fair value	6(3)		
through other comprehensive income		-	( 918,233 )
Acquisition of investments accounted for using	6(8)		
the equity method		( 122,946 )	-
Acquisition of property,plant and equipment	6(9)(34)	( 5,600,666 )	( 263,959 )
Proceeds from disposal of property,plant and equipment	6(9)	10,737	5,311
Acquisition of intangible assets	6(13)	( 13,563 )	( 5,089 )
Decrease (increase) in prepayments for business facilities		5,175	( 412,067 )
Increase in refundable deposits		( 126,666 )	( 12,076 )
Increase in other non-current assets		( 42,601 )	( 388 )
Net cash flows from (used in) investing activities		( 13,559,181 )	( 1,607,373 )
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>			
Increase in short-term borrowings	6(35)	16,503,050	21,613,562
Decrease in short-term borrowings	6(35)	( 22,291,599 )	( 18,918,595 )
Increase in short-term notes payable	6(35)	436,230	1,574,791
Increase in long-term borrowings	6(35)	26,335,036	8,668,940
Decrease in long-term borrowings	6(35)	( 9,120,937 )	( 8,317,305 )
Repayment of lease liabilities	6(35)	( 111,746 )	( 76,863 )
Other payables - related parties	6(35)	1,500,000	-
Decrease (increase) in guarantee deposits received		( 6,523 )	7,516
Increase in other non-current liabilities		2,084	306
Cash dividends paid	6(23)	( 369,363 )	( 369,363 )
Cash dividend paid by additional paid-in capital	6(22)	( 123,121 )	( 123,121 )
Subsidiary’s cash dividends paid	6(32)	( 182,366 )	( 56,599 )
Changes in non-controlling interest	6(32)	1,350	34,300
Net cash flows (used in) from financing activities		12,572,095	4,037,569
Changes in foreign currency exchange		140,143	87,531
Net increase(decrease) in cash and cash equivalents		350,988	( 953,780 )
Cash and cash equivalents at beginning of period		6,953,129	5,732,695
Cash and cash equivalents at end of period		\$ 7,304,117	\$ 4,778,915

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

FIT HOLDING CO., LTD. AND SUBSIDIARIES  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
NINE MONTHS ENDED SEPTEMBER 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. holds an indirect ownership interest of 38.18% in the company, making it the largest shareholder with controlling influence and the ultimate parent company of the firm.

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 November 13, 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
			September 30 2024	December 31 2023	September30 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 multi-function printers	100	100	100	
The Company	Power Quotient International Co.,Ltd.(PQI)	Manufacture of elec tronic elecommunication compo-nents	100	100	100	
The Company	Shin Fong Power Co.,Ltd	Engery service manage-ment	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 OP TICS)	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 LIM-ITED(GLORYTEK SCIENCE INDIA)	Manufacture and sale of the components of communication and con sumer electronics	99.27	99.27	99.27	
GLORY TEK (SA-MOA) CO., LTD.	Glorytec(Szhou)Co.,Ltd (Glorytek Suzhou)	Production and pro cessing and sale of opti cal lens components and other	100	100	100	
GLORY TEK (SA-MOA) CO., LTD.	Glory Optics (Yancheng) Co., Ltd(GOYC)	Production and pro cessing and sale of opti cal lens components and other	47	47	47	Note2
GLORY OPTICS (BVI) CO., LTD.	Glorytek(Yan cheng) Co., Ltd (Glorytek	Production and pro-cessing and sale of opti cal lens compo-nents and other	100	100	100	
Glorytek Yan-cheng	Yancheng Yaowei Technology Co.,Ltd (YYWT)	Production and pro-cessing and sale of optical lens com-po-nents and other	100	100	100	
Glorytek Suzhou	Glory Optics(Yan cheng)Co.,Ltd.(GOYC)	Production and processing and sale of optical lens com-po-nents 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 manage-ment	34.7	34.7	34.7	Note1

Name of Investor	Name of Subsidiary	Main business Activities	Ownership(%)			Description
			September 30 2024	December 31 2023	September 30 2023	
AITL	Dong Guan Fu-Zhang Precision Industry Co.,Ltd	Mould develment and moulding tool manufacture	100	100	100	Note1
AITL	Dongguan Fu Wei Electronics Co.,Ltd(Dongguan Fu Wei)	Manufacture and sale of image scanners and multi-function 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 function printers and investment	100	100	100	Note1
PQI	Power Quotient International (H.K) Co.,Ltd(PQI H.K.)	Sale of electronic Tel ecommunication components	100	100	100	Note1
PQI	PQI Japan Co.,Ltd (PQI JAPAN)	Sale of electronic telecommunication components	100	100	100	Note1
PQI	Syscom Development	Specialized invesments	100	100	100	Note1
PQI	Apix Limited	Specialized investments holding	100	100	100	
PQI	Power Sufficient International Co.,Ltd(PSI)	Sale of medical instruments	-	100	100	Note1 、 11
PQI	Shinfox Energy Co.,td.(Shinfox)	Mechanical installation and piping engineering	45.82	47.63	47.63	Note8
Shinfox	Foxwell Energy Corporation Ltd.(Foxwell Energy)	Energy service management	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 management	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
			September 30 2024	December 31 2023	September 30 2023	
Shinfox	Guanwei Power Co., Ltd.	Electricity Generating Enterprise	51	51	51	Note1 、 6
Shinfox	Junwei Power Co., Ltd.	Electricity Generating Enterprise	100	100	100	Note1 、 3
Shinfox	Shinfox Far East Company Pte.Ltd.(SFE)	Maritime Engineering	67	67	40	Note1 、 7
Shinfox	Eastern Rainbow Green Energy Environmental Technology Co., Ltd. (Eastern Rainbow Green Energy)	Electricity Generating Enterprise	56.63	56.63	-	Note1 、 3
Shinfox	Chengdu Xinfuwei Energy Co., Ltd.	Electricity Generating Enterprise	100	-	-	Note1 、 9
SFE	Taiwan Shinfox Far East Company Pte. Ltd.	Maritime Engineering	100	-	-	Note1 、 9
SFE	SFE Jercies Compnay Corporation(SFEH)	Maritime Engineering	100	-	-	Note1 、 9
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
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	

Name of Investor	Name of Subsidiary	Main business Activities	Ownership(%)			Description
			September 30 2024	December 31 2023	September 30 2023	
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

Note1: Because it does not meet the definition of a significant subsidiary, the financial statements for Foxwell Power 、Jiuwei Power 、SFE amd SFEH as of September30, 2024, were reviewed by the auditor, while the financial statements for the rest of the years, as of September 30, 2024 and 2023, were not reviewed by the auditor.

Note2: GLORY TEK (SAMOA) and GLORY TEK Suzhou jointly held 100% equity interest of GLORY TEK Yancheng.

Note3: A subsidiary that was established and invested or acquired through merger in 2023.

Note4: In December 2023, the Group sold 100% of shares in Diwei Power and Liangwei Power, and therefore lost control over the subsidiaries.

Note5: 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.

Note6: For the year ended Decembler 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%.

Note7: 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%.

Note8: As of September 30, 2024, bondholders of Shinfox Energy Co., Ltd. have requested to convert their bonds into a total of 8,493 common shares of Shinfox Energy Co., Ltd., resulting in a decrease in the shareholding ratio to 45.82%. Please refer to Note 6 (18) for details.

Note9: A subsidiary that was established and invested or acquired through merger in 2024.

Note10: 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.

Note11: Power Sufficient International Co., Ltd. completed its liquidation in the third quarter of 2024.

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 September 2024, 31 December 2023 and 30 September 2023 were \$8,939,460, \$8,193,720 and \$6,969,565 respectively. The following are the non-controlling interests and subsidiaries that are significant to the Group information:

Name of Subsidiary	Principal place of business	Non-controlling interest					
		September 30,2024		December 31, 2023		September 30, 2023	
		Ownership		Ownership		Ownership	
		Amount	%	Amount	%	Amount	%
SHINFOX Energy Co., Ltd.	Taiwan	7,746,610	54.18	7,004,540	52.37	5,781,708	52.37

Summarised financial information of the subsidiaries:  
Balance sheets

	SHINFOX Energy Co.,Ltd		
	September 30,2024	December 31,2023	September 30,2023
Current assets	\$ 31,262,990	\$ 22,854,710	\$ 16,802,147
Non-current assets	13,945,908	6,433,007	5,439,981
Current liabilities	( 9,193,562)	( 12,106,378)	( 9,520,179)
Non-current liabilities	( 22,658,801)	( 4,862,455)	( 1,916,196)
Total net assets	<u>\$ 13,356,535</u>	<u>\$ 12,318,884</u>	<u>\$ 10,805,753</u>

Statements of comprehensive income

	SHINFOX Energy Co., Ltd.	
	Three months ended September 30,2024	Three months ended September 30,2023
Revenue	\$ 3,341,863	\$ 2,693,925
Profit before income tax	231,604	156,888
Income tax expense	( 50,018)	( 37,152)
Profit for the period	181,586	119,736
Other comprehensive loss, net of tax	( 40,258)	36,516
Total comprehensive income for the period	<u>\$ 141,328</u>	<u>\$ 156,252</u>
Comprehensive income (loss) attributable to non-controlling interest	<u>(\$ 4,760)</u>	<u>(\$ 1,388)</u>
Dividends paid to non-controlling interest	<u>(\$ 182,366)</u>	<u>(\$ 56,599)</u>

Statements of cash flows

SHINFOX Energy Co., Ltd.		
	Nine months ended September 30,2024	Nine months ended September 30,2023
Revenue	\$ 9,922,652	\$ 5,981,846
Profit before income tax	508,220	338,030
Income tax expense	( 142,441)	( 85,554)
Profit for the period	365,779	252,476
Other comprehensive loss, net of tax	<u>76,831</u>	<u>50,557</u>
Total comprehensive income for the period	<u>\$ 442,610</u>	<u>\$ 303,033</u>
Comprehensive income (loss) attributable to non-controlling interest	<u>(\$ 40,052)</u>	<u>\$ 541</u>
Dividends paid to non-controlling interest	<u>(\$ 182,366)</u>	<u>(\$ 56,599)</u>

  

SHINFOX Energy Co., Ltd.		
	Nine months ended September 30,2024	Nine months ended September 30,2023
Net cash provided by (used in) operating activities	\$ 164,989	(\$ 3,874,209)
Net cash provided by (used in) investing activities	( 13,078,468)	( 374,333)
Net cash provided by financing activities	13,306,494	3,687,757
Effect of exchange rates on cash and cash equivalents	<u>90,696</u>	<u>686</u>
Increase in cash and cash equivalents	<u>483,711</u>	<u>( 560,099)</u>
Cash and cash equivalents, beginning of period	<u>3,912,463</u>	<u>1,831,512</u>
Cash and cash equivalents, end of period	<u>\$ 4,396,174</u>	<u>\$ 1,271,413</u>

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

	September 30, 2024	December 31, 2023	September 30, 2023
Cash on hand	\$ 13,984	\$ 13,444	\$ 12,926
Checking accounts and demand deposits	3,994,870	2,182,662	1,764,985
Cash equivalents			
Time deposits	3,295,263	4,757,023	3,001,004
Total	<u>\$ 7,304,117</u>	<u>\$ 6,953,129</u>	<u>\$ 4,778,915</u>

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 September 30, 2024 : None)

Items	September 30, 2024	September 30, 2023
Current items:		
Financial assets mandatorily measured at fair value through profit or loss		
Listed stocks	\$ 956	\$ 927
Convertible bonds	2,641	3,900
	3,597	4,827
Valuation adjustment	3,160	340
	<u>\$ 6,757</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 September 30, 2024	Three months ended September 30, 2023
Current items:		
Financial assets mandatorily measured at fair value through profit or loss		
Convertible bonds	(\$ 2,439)	\$ -
Listed stocks	78	-
Realized gains and losses on forward foreign exchange contracts	-	-
Total	<u>(\$ 2,361)</u>	<u>\$ -</u>
	Nine months ended September 30, 2024	Nine months ended September 30, 2023
Current items:		
Financial assets mandatorily measured at fair value through profit or loss		
Convertible bonds	\$ 4,783	\$ -
Listed stocks	382	-
Realized gains and losses on forward foreign exchange contracts	-	2,443
Total	<u>\$ 5,165</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 Note 12(2).

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

Items	September 30, 2024	December 31, 2023	September 30, 2023
Equity instruments:			
listed stocks	\$ 2,505,140	\$ 2,505,140	\$ 2,181,649
Unlisted stocks	581,631	578,287	1,749,067
	3,086,771	3,083,427	3,930,716
Valuation adjustment	938,679	68,827	(987,143)
Total	<u>\$ 4,025,450</u>	<u>\$ 3,152,254</u>	<u>\$ 2,943,573</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 \$4,025,450 and \$3,152,254 and \$2,943,573 as at September 30, 2024, December 31, 2023 and September 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 nine months ended September 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 September 30, 2024    Three months ended September 30, 2023

Equity instruments at fair value through other comprehensive income

Fair value change recognised in other comprehensive income	(\$ 701,606)	(\$ 73,333)
The accumulated loss on disposal reclassified to retained earnings	\$ -	\$ -

Nine months ended September 30, 2024    Nine months ended September 30, 2023

Equity instruments at fair value through other comprehensive income

Fair value change recognised in other comprehensive income	\$ 869,852	(\$ 49,091)
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	September 30, 2024	December 31, 2023	September 30, 2023
Current items :			
Pledged time deposits	\$ 7,412,619	\$ 1,689,866	\$ 1,652,167
Restricted deposits	1,958,228	385,825	973,131
Time deposits maturing over three months	991,436	778,663	268,510
Total	<u>\$ 10,362,283</u>	<u>\$ 2,854,354</u>	<u>\$ 2,893,808</u>
Non-current items :			
Pledged time deposits	\$ 405,865	\$ 383,267	\$ 383,267
Restricted deposits	162,118	23,994	23,360
Total	<u>\$ 567,983</u>	<u>\$ 407,261</u>	<u>\$ 406,627</u>

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

	Three months ended September 30, 2024	Three months ended September 30, 2023
Interest income	<u>\$ 12,894</u>	<u>\$ 11,654</u>
	Nine months ended September 30, 2024	Nine months ended September 30, 2023
Interest income	<u>\$ 36,559</u>	<u>\$ 24,522</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 September 30, 2024, December 31, 2023 and September 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 \$10,930,266 and \$3,261,615 and \$3,300,435 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

	September 30, 2024	December 31, 2023	September 30, 2023
Notes receivables	<u>\$ 15,656</u>	<u>\$ 25,654</u>	<u>\$ 38,575</u>
Accounts receivables	\$ 1,582,554	\$ 1,149,178	\$ 1,193,685
Construction payments receivable	57,983	852,465	425
Less : loss allowance for uncollectible accounts	<u>( 25,372)</u>	<u>( 23,635)</u>	<u>( 23,227)</u>
	<u>\$ 1,615,165</u>	<u>\$ 1,978,008</u>	<u>\$ 1,170,883</u>

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

	September 30, 2024		December 31, 2023	
	Accounts receivable	Notes receivable	Accounts receivable	Notes receivable
Not pass due	\$ 1,439,097	\$ 15,656	\$ 1,877,583	\$ 25,654
UP to 30 days	183,925	-	114,854	-
31 to 90 days	15,824	-	7,511	-
91 to 180 days	-	-	-	-
UP 181 days	1,691	-	1,695	-
	<u>\$ 1,640,537</u>	<u>\$ 15,656</u>	<u>\$ 2,001,643</u>	<u>\$ 25,654</u>

	September 30, 2023	
	Accounts receivable	Notes receivable
Not pass due	\$ 1 033,658	\$ 38,575
UP to 30 days	157,414	-
31 to 90 days	1,023	-
91 to 180 days	440	-
UP 181 days	1,575	-
	<u>\$ 1,194,110</u>	<u>\$ 38,575</u>

The above ageing analysis was based on past due date.

- B. As of September 30, 2024 ,December 31, 2023 and September 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 September 30, 2024, December 31, 2023 and September 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 \$15,656, \$25,654 and \$38,575; \$1,615,165, \$1,978,008 and \$1,170,883 respectively.

## (6) Inventories

	September 30,2024		
	Cost	Allowance and valuation loss	Book value
Raw material	\$ 596,596	(\$ 33,262)	\$ 563,334
Work in progress	208,372	( 4,830)	203,542
Finished goods	240,438	( 29,651)	210,787
Merchandise	190,113	( 1,003)	189,110
Total	<u>\$ 1,235,519</u>	<u>(\$ 68,746)</u>	<u>\$ 1,166,773</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>

	September 30,2023		
	Cost	Allowance and valuation loss	Book value
Raw material	\$ 698,883	(\$ 41,389)	\$ 657,494
Work in progress	146,814	( 2,206)	144,608
Finished goods	209,971	( 35,177)	174,794
Merchandise	289,125	( 6,241)	282,884
Total	<u>\$ 1,344,793</u>	<u>(\$ 85,013)</u>	<u>\$ 1,259,780</u>

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

	Three months ended September 30,2024	Three months ended September 30,2023
Cost of engineering and electricity sales	\$ 2,730,294	\$ 2,405,182
Cost of goods sold	1,550,104	1,156,950
Unamortised manufacturing expenses	16,044	34,381
Cost of services	3,000	15,010
Loss on scrapping inventory	-	759
Inventory recovery benefits	( 2,114)	( 4,862)
Gain on physical inventory	-	( 299)
	<u>\$ 4,297,328</u>	<u>\$ 3,607,121</u>

	Nine months ended September 30,2024	Nine months ended September 30,2023
Cost of engineering and electricity sales	\$ 8,586,645	\$ 5,311,270
Cost of goods sold	4,075,219	3,430,222
Unamortised manufacturing expenses	74,513	107,499
Cost of services	17,000	40,000
Loss on scrapping inventory	1,009	759
Inventory recovery benefits	( 18,850)	( 6,729)
Gain on physical inventory	-	( 123)
	<u>\$ 12,735,536</u>	<u>\$ 8,882,898</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 nine months ended September 30, 2024 and 2023.

(7) Prepayment

	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
Advance payment to construction	\$ 9,942,303	\$ 4,658,272	\$ 4,946,833
Payment on behalf	480,016	256,032	188,159
Excess business tax paid	362,303	549,363	536,873
Others	969,470	637,131	468,356
	<u>\$ 11,754,092</u>	<u>\$ 6,100,798</u>	<u>\$ 6,140,221</u>

(8) Investments accounted for using the equity method

<u>Investee companies</u>	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
	<u>Carrying amount</u>	<u>Carrying amount</u>	<u>Carrying amount</u>
Associates :			
POWER CHANNEL LIMITED	\$ 945,825	\$ 753,722	\$ 754,033
Studio A Technology Limited	103,229	105,982	106,120
Cheng Shin Digital CO.,LTD	32,954	1,682	-
Synergy Co., Ltd.	32,531	33,401	31,968
TEGNA ELECTRONICS PRIVATE LIMITED	26,330	25,085	26,291
Ublink.AI CO., Ltd.	9,785	-	-
Shinfox Far East Company Pte Ltd	-	-	1,018,818
Joint ventures :			
Changpin Wind Power Ltd.	165,675	105,979	106,082
	<u>\$ 1,316,329</u>	<u>\$ 1,025,851</u>	<u>\$ 2,043,312</u>

A. The Group's share of profit or loss from associates and joint ventures accounted for using the equity method for the nine months ended September 30, 2024 and 2023, was recognized based on the financial statements of the investees for the same periods.

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>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 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		
	September 30,2024	December 31,2023	September 30,2023
Current assets	\$ 294	\$ 28,970	\$ 31,364
Non-current assets	2,288,035	1,741,522	1,724,135
Current liabilities	-	-	-
Non- current liabilities	-	-	-
Total net assets	<u>\$ 2.288,329</u>	<u>\$ 1,770,492</u>	<u>\$ 1.755,499</u>
Share in associate's net assets	\$ 818,078	\$ 632,951	\$ 627,591
Goodwill	<u>127,747</u>	<u>120,771</u>	<u>126,442</u>
Carrying amount of the associate	<u>\$ 945,825</u>	<u>\$ 753,722</u>	<u>\$ 754,033</u>

## Statement of comprehensive income

	POWER CHANNEL LIMITED	
	Three months ended September 30,2024	Three months ended September 30,2023
Revenue	\$ -	\$ -
Profit for the period from continuing operations	\$ 134,605	\$ 52,640
Other comprehensive income,net of tax	-	-
Total comprehensive income	<u>\$ 134,605</u>	<u>\$ 52,640</u>
Dividends received from associates	<u>\$ 6,332</u>	<u>\$ -</u>

	POWER CHANNEL LIMITED	
	Nine months ended September 30,2024	Nine months ended September 30,2023
Revenue	\$ -	\$ -
Profit for the period from continuing operations	\$ 427,460	\$ 123,070
Other comprehensive income,net of tax	-	-
Total comprehensive income	<u>\$ 427,460</u>	<u>\$ 123,070</u>
Dividends received from associates	<u>\$ 16,859</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 September 30, 2024, December 31, 2023 and September 30,2023,the carrying amount of the Group's individually immaterial associates amounted to \$204,829 \$166,150 and \$1,183,197, respectively.

	Three months ended September 30,2024	Three months ended September 30,2023
Profit (loss)for the period from continuing operations	(\$ 221)	(\$ 7,970)
Other comprehensive income,net of tax	-	-
Total comprehensive income	<u>(\$ 221)</u>	<u>(\$ 7,970)</u>
	Nine months ended September 30,2024	Nine months ended September 30,2023
Profit (loss)for the period from continuing operations	(\$ 23,473)	(\$ 58,259)
Other comprehensive income,net of tax	-	-
Total comprehensive income	<u>(\$ 23,473)</u>	<u>(\$ 58,259)</u>

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

#### 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:

- (1) As of September 30,2024,December 31,2023 and September 30,2023,the carrying amount of the Group's individually immaterial joint ventures amounted to \$165,675,\$105,979 and \$106,082.
- (2) The Group's share of the results of the immaterial joint venture for the three months ended September 30, 2024 and 2023, as well as for the nine months ended September 30, 2024 and 2023, is as follows:

	Three months ended September 30,2024	Three months ended September 30,2023
Net profit from continuing operations for the current period	<u>(\$ 2,506)</u>	<u>(\$ 151)</u>
Total comprehensive loss	<u>(\$ 2,506)</u>	<u>(\$ 151)</u>
	Nine months ended September 30,2024	Nine months ended September 30,2023
Net profit from continuing operations for the current period	<u>(\$ 5,304)</u>	<u>(\$ 10,020)</u>
Total comprehensive loss	<u>(\$ 5,304)</u>	<u>(\$ 10,020)</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 November 13, 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 nine months ended September 30, 2024, the Group recognized a change in capital surplus of 16,819 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 subsidiary, SHINFOX ENERGY CO., LTD., jointly established Ublink.AI CO., Ltd. on June 14, 2024, with the Group's ultimate parent company, Cheng Uei Precision Industry Co., Ltd., and Ubitus K.K., with a capital contribution of \$10,000. SHINFOX ENERGY CO., LTD. and the ultimate parent company hold 10% and 41% of the equity in Ublink.AI CO., Ltd., respectively. It has thus been determined that the Group has significant influence over Ublink.AI CO., Ltd.
- L. On August 20, 2024, the Group participated in a capital increase of Changpin Wind Power Ltd. with a cash contribution of \$65,000. Following the capital increase, the shareholding ratio remains at 50%.

(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	-	2,939	27,919	11,606	-	6,952	18,881	5,656,917	5,725,214
Disposals	-	-	( 2,667)	( 597)	-	-	-	-	( 3,264)
Reclassifications	-	( 108,060)	2,498,008	-	5,455,660	7,000	( 7,972)	( 7,968,844)	( 124,208)
Depreciation charge	-	( 18,985)	( 185,231)	( 6,963)	( 96,445)	( 8,465)	( 29,591)	-	( 345,680)
Net change differences	-	32,968	10,556	1,024	( 55,206)	2,338	( 2,434)	54,189	43,435
Closing net book amount as at September 30	<u>\$ 82,558</u>	<u>\$ 963,058</u>	<u>\$ 3,467,942</u>	<u>\$ 25,438</u>	<u>\$ 5,599,745</u>	<u>\$ 26,517</u>	<u>\$ 14,543</u>	<u>\$ 2,573,140</u>	<u>\$ 12,752,941</u>
At September 30, 2024									
cost	\$ 82,558	\$ 1,155,982	\$ 6,894,400	\$ 136,957	\$ 5,631,010	\$ 377,806	\$ 566,108	\$ 2,573,140	\$ 17,417,961
Accumulated depreciation	-	( 192,924)	( 3,426,458)	( 111,519)	( 31,265)	( 351,289)	( 551,565)	-	( 4,665,020)
	<u>\$ 82,558</u>	<u>\$ 963,058</u>	<u>\$ 3,467,942</u>	<u>\$ 25,438</u>	<u>\$ 5,599,745</u>	<u>\$ 26,517</u>	<u>\$ 14,543</u>	<u>\$ 2,573,140</u>	<u>\$ 12,752,941</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>2023</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	36,878	26,213	5,270	117	3,277	157,076	283,603
Disposals	-	-	( 2,718)	( 370)	-	-	-	( 3,088)
Reclassifications	-	-	( 48,713)	-	6,376	65,025	( 1,282)	21,406
Depreciation charge	-	( 17,461)	( 143,611)	( 6,843)	( 8,174)	( 32,476)	-	( 208,565)
Net change differences	<u>-</u>	<u>1,266</u>	<u>130</u>	<u>333</u>	<u>912</u>	<u>( 1,061)</u>	<u>-</u>	<u>1,580</u>
Closing net book amount as at September 30	<u>\$ 54,772</u>	<u>\$ 1,067,671</u>	<u>\$ 1,383,222</u>	<u>\$ 16,893</u>	<u>\$ 12,759</u>	<u>\$ 45,883</u>	<u>\$ 1,165,380</u>	<u>\$ 3,746,580</u>
At September 30, 2023								
cost	\$ 54,772	\$ 1,244,324	\$ 4,569,337	\$ 123,100	\$ 343,911	\$ 600,616	\$ 1,165,380	\$ 8,101,440
Accumulated depreciation	<u>-</u>	<u>( 176,653)</u>	<u>( 3,186,115)</u>	<u>( 106,207)</u>	<u>( 331,152)</u>	<u>( 554,733)</u>	<u>-</u>	<u>( 4,354,860)</u>
	<u>\$ 54,772</u>	<u>\$ 1,067,671</u>	<u>\$ 1,383,222</u>	<u>\$ 16,893</u>	<u>\$ 12,759</u>	<u>\$ 45,883</u>	<u>\$ 1,165,380</u>	<u>\$ 3,746,580</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 September 30	
		2024	2023
Amount capitalised	\$	-	\$ 10,533
Range of the interest rates for capitalisation		-	2.5818%~2.689%
		Nine months ended September 30	
		2024	2023
Amount capitalised	\$	14,881	\$ 30,333
Range of the interest rates for capitalisation		1.6%~2.689%	2.5818%~2.689%

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

(10) Leasing arrangements – lessee

- 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.
- The carrying amount of right-of-use assets and the depreciation charge are as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
	Carrying amount	Carrying amount	Carrying amount
Land	\$ 2,005,131	\$ 343,467	\$ 278,492
Building	252,199	286,972	261,446
Transportation equipment (Business vehicles)	6,314	3,431	1,791
Office equipment (photocopiers)	170	197	-
	<u>\$ 2,263,814</u>	<u>\$ 634,067</u>	<u>\$ 541,729</u>

	Three months ended September 30, 2024	Three months ended September 30, 2023
	Depreciation charge	Depreciation charge
Land	\$ 10,861	\$ 3,189
Building	25,217	21,839
Transportation equipment (Business vehicles)	813	708
Office equipment (photocopiers)	11	-
Less : Capitalisation of depreciation	<u>( 5,535)</u>	<u>-</u>
	<u>\$ 31,367</u>	<u>\$ 25,736</u>

	<u>Nine months ended September 30,2024</u>	<u>Nine months ended September 30,2023</u>
	<u>Depreciation charge</u>	<u>Depreciation charge</u>
Land	\$ 20,791	\$ 9,579
Building	74,234	70,354
Transportation equipment (Bussiness vehicles)	2,249	2,096
Office equipment (photocopiers)	33	12
Less : Capitalisation of depreciation	( 8,456)	-
	<u>\$ 88,851</u>	<u>\$ 82,041</u>

3. For the three months and nine months ended September 30, 2024 and 2023, the additions to right-of-use assets amounted to \$1,648,782, \$0, \$1,702,156 and \$103,337, respectively.

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

	<u>Three months ended September 30,2024</u>	<u>Three months ended September 30,2023</u>
<u>Items affecting profit or loss</u>		
Interest expense on lease liabilities	(\$ 5,410)	(\$ 1,363)
Expense on short-term lease contracts	( 4,930)	( 2,846)
Expense on leases of low-value assets	( 767)	( 604)
Expense on variable lease payments	( 1,931)	( 4,220)
Income from subleased right-of-use assets	-	-
Profit from lease modification	-	80

	<u>Nine months ended September 30,2024</u>	<u>Nine months ended September 30,2023</u>
<u>Items affecting profit or loss</u>		
Interest expense on lease liabilities	(\$ 9,764)	(\$ 4,424)
Expense on short-term lease contracts	( 11,748)	( 7,095)
Expense on leases of low-value assets	( 2,144)	( 1,935)
Expense on variable lease payments	( 4,954)	( 8,283)
Income from subleased right-of-use assets	821	-
Profit from lease modification	-	157

5. For the nine months ended September 30,2024 and 2023,the Group's total cash outflows for leases amounted to \$140,356 and \$98,600 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 3.42%~66.12% 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 \$50.

(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 nine months ended September 30, 2024 and 2023, the Group recognized rent income in the amounts of \$25,913 and \$25,708, 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>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
2023	\$ -	\$ -	\$ 8,569
2024	8,830	8,583	8,583
2025	<u>14,848</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 23,678</u>	<u>\$ 8,583</u>	<u>\$ 17,152</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	<u>-</u>	<u>( 32,855)</u>	<u>( 32,855)</u>
	<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	<u>-</u>	<u>( 5,380)</u>	<u>( 5,380)</u>
Closing net book amount as at September 30	<u>\$ 344,587</u>	<u>\$ 150,730</u>	<u>\$ 495,317</u>
At September 30, 2024			
Cost	\$ 344,587	\$ 188,965	\$ 533,552
Accumulated depreciation	<u>-</u>	<u>( 38,235)</u>	<u>( 38,235)</u>
	<u>\$ 344,587</u>	<u>\$ 150,730</u>	<u>\$ 495,317</u>
	<u>Land</u>	<u>Buildings and Structures</u>	<u>Total</u>
At January 1, 2023			
cost	\$ 344,587	\$ 71,458	\$ 416,045
Accumulated depreciation	<u>-</u>	<u>( 23,591)</u>	<u>( 23,591)</u>
	<u>\$ 344,587</u>	<u>\$ 47,867</u>	<u>\$ 392,454</u>

2023

Opening net book amount as at January 1	\$ 344,587	\$ 47,867	\$ 392,454
Depreciation charge	-	( 6,958)	( 6,958)
Closing net book amount as at September 30	<u>\$ 344,587</u>	<u>\$ 40,909</u>	<u>\$ 385,496</u>

At September 30,2023

cost	\$ 344,587	\$ 71,458	\$ 416,045
Accumulated depreciation	-	( 30,549)	( 30,549)
	<u>\$ 344,587</u>	<u>\$ 40,909</u>	<u>\$ 385,496</u>

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

	<u>Three months ended September 30,2024</u>	<u>Three months ended September 30,2023</u>
Rental income from investment property	\$ 8,774	\$ 8,569
Direct operating expenses arising from the investment property that generated rental income during the year	\$ 1,793	\$ 2,313
	<u>Nine months ended September 30,2024</u>	<u>Nine months ended September 30,2023</u>
Rental income from investment property	\$ 25,913	\$ 25,708
Direct operating expenses arising from the investment property that generated rental income during the year	\$ 5,380	\$ 6,958

2. The fair value of the investment property held by the Group as of September 30, 2024 ,December 31, 2023 and September 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	-	( 68,956)	-	( 69,312)	( 138,268)
	<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	-	-	2,200	11,363	13,563
Amortisation charge	-	( 37,057)	-	( 12,581)	( 49,638)
Net exchange differences	17,084	-	1,562	( 70)	18,576
Closing net book amount as at September 30	<u>\$ 1,048,339</u>	<u>\$ 91,624</u>	<u>\$ 54,527</u>	<u>\$ 42,696</u>	<u>\$ 1,237,186</u>
At September 30,2024					
Cost	\$ 1,048,339	\$ 197,637	\$ 54,527	\$ 129,297	\$ 1,429,800
Accumulated depreciation	-	( 106,013)	-	( 86,601)	( 192,614)
	<u>\$ 1,048,339</u>	<u>\$ 91,624</u>	<u>\$ 54,527</u>	<u>\$ 42,696</u>	<u>\$ 1,237,186</u>

	Goodwill	Customer Relationship	Trademarks	Others	Total
At January 1,2023					
Cost	\$ 971,947	\$ 197,637	\$ 50,773	\$ 100,973	\$ 1,321,330
Accumulated depreciation	-	(4,616)	-	(58,590)	(63,206)
	<u>\$ 971,947</u>	<u>\$ 193,021</u>	<u>\$ 50,773</u>	<u>\$ 42,383</u>	<u>\$ 1,258,124</u>
2023					
Opening net book amount as at January 1,2023	\$ 971,947	\$ 193,021	\$ 50,773	\$ 42,383	\$ 1,258,124
Additions	-	-	-	5,089	5,089
Reclassify	-	-	-	8,599	8,599
Amortisation charge	-	(48,255)	-	(9,500)	(57,755)
Net exchange differences	28,202	-	2,579	-	30,781
Closing net book amount as at September 30	<u>\$ 1,000,149</u>	<u>\$ 144,766</u>	<u>\$ 53,352</u>	<u>\$ 46,571</u>	<u>\$ 1,244,838</u>
At September 30,2023					
Cost	\$ 1,000,149	\$ 197,637	\$ 53,352	\$ 113,092	\$ 1,364,230
Accumulated depreciation	-	(52,871)	-	(66,521)	(119,392)
	<u>\$ 1,000,149</u>	<u>\$ 144,766</u>	<u>\$ 53,352</u>	<u>\$ 46,571</u>	<u>\$ 1,244,838</u>

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

	September 30,2024		December 31,2023	
	Goodwill	Trademarks	Goodwill	Trademarks
System and peripheral products	\$ 611,760	\$ -	\$ 611,760	\$ -
3C retail and peripheral products	337,654	52,327	320,570	50,765
Energy Service Management	98,925	2,200	98,825	-
	<u>\$ 1,048,339</u>	<u>\$ 54,527</u>	<u>\$ 1,031,255</u>	<u>\$ 50,765</u>
	September 30,2023			
	Goodwill	Trademarks		
System and peripheral products	611,760	\$ -		
3C retail and peripheral products	348,861	53,352		
Energy Service Management	39,528	-		
	<u>\$ 1,000,149</u>	<u>\$ 53,352</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.

3. 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

	<u>September 30,2024</u>	<u>December 31,2023</u>	<u>September 30,2023</u>
Guarantee deposits paid (Note)	\$ 405,555	\$ 276,191	\$ 273,484
Net defined benefit asset	99,454	99,011	97,248
Other non-current assets	59,879	17,720	17,563
	<u>\$ 564,888</u>	<u>\$ 392,922</u>	<u>\$ 388,295</u>

Note: Please refer to Note 8.

(15) Short-term borrowings

<u>Type of borrowings</u>	<u>September 30,2024</u>	<u>Interest rate range</u>	<u>Collateral</u>
Bank borrowings			
Unsecured borrowings	\$ 3,291,575	1.84%~2.54%	None
Secured borrowings	100,000	2.38%	Please refer to note 8
	<u>\$ 3,391,575</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	806,124	2.93%	Please refer to note 8
	<u>\$ 9,180,124</u>		

<u>Type of borrowings</u>	<u>September 30,2023</u>	<u>Interest rate range</u>	<u>Collateral</u>
Bank borrowings			
Unsecured borrowings	\$ 8,924,562	1.70%~3.85%	None
Secured borrowings	806,124	2.93%	Please refer to note 8
	<u>\$ 9,730,686</u>		

(16) Short-term notes and bills payable

	<u>September 30,2024</u>	<u>December 31,2023</u>	<u>September 30,2023</u>
Commercial papers	\$ 4,448,200	\$ 4,013,200	\$ 3,370,200
Discount amortisation	( 6,356)	( 7,586)	( 6,250)
	<u>\$ 4,441,844</u>	<u>\$ 4,005,614</u>	<u>\$ 3,363,950</u>
Annual interest rate range	<u>1.87%~2.74%</u>	<u>1.79%~2.68%</u>	<u>1.83%~2.65%</u>

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

(17) Other account payables

	<u>September 30,2024</u>	<u>December 31,2023</u>	<u>September 30,2023</u>
Payable on salary and bonus	\$ 519,069	\$ 455,577	\$ 356,041
Payable on employees compensation and directors remuneration	238,152	192,013	124,538
Payable on equipment	258,248	142,156	109,985
Others	<u>326,830</u>	<u>286,491</u>	<u>164,465</u>
	<u>\$ 1,342,299</u>	<u>\$ 1,076,237</u>	<u>\$ 755,029</u>

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

	<u>September 30,2024</u>	<u>December 31,2023</u>
Bonds payables	\$ 2,031,800	\$ 3,000,000
Less:Discount on bonds payable	<u>( 68,073)</u>	<u>( 148,221)</u>
	<u>\$ 1,963,727</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 this convertible bond is determined based on the pricing model stipulated in the conversion regulations. The initial conversion price of Shinfox Energy Co., Ltd. was set at NT\$114 on the bond issuance date. From August 26, 2024, the conversion price was reset to NT\$113 in accordance with the regulations. During the period from January 1, 2024, to September 30, 2024, bondholders applied for conversion amounting to \$968,200, resulting in the issuance of 8,493 thousand common shares of Shinfox Energy Co., Ltd.  
The exercise of conversion rights led to an increase in equity attributable to owners of the parent company by \$216,467 and an increase in non-controlling interests by \$705,989. As of September 30, 2024, the issuance of 3,794 thousand common shares is pending a resolution by the Board of Directors to determine the effective date of the capital increase.
  - (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 \$5,079 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	September 30,2024
Long-term bank borrowings				
Bank unsecured borrowings				
FIT Holding				
-including covenants	Borrowing period is from November 2023 to November 2025; pay entire amount of principal when due, interest is repayable monthly.	2.01%	\$ 898,000	\$ 200,000
-without covenants	Borrowing period is from May 2023 to May 2027; pay entire amount of principal when due, interest is repayable monthly.	2.17%~2.23%	-	900,000
Foxlink Image				
-including covenants	Borrowing period is from September 2024 to D September 2026 ; pay entire amount of principal when due, interest is repayable monthly.	2.03%	1,600,000	300,000
-without covenants	Borrowing period is from November 2023 to September 2026 ; pay entire amount of principal when due, interest is repayable monthly	1.93%~2.06%	1,200,000	1,550,000
PQI				
-including covenants	Borrowing period is from October 2023 to October 2025; payprincipal based on each bank's regulations,interest is repayable monthly.	2.21%~2.37%	-	500,000
-without covenants	Borrowing period is from June 2022 to June 2026; payprincipal based on each bank's regulations,interest is repayable monthly.	2.13%~2.23%	-	600,000
Glory Science				
-without covenants	Borrowing period is from December 23, 2022 to December 23, 2024; payprincipal and interest based on each bank's regulations.	2.44%	-	65,000
Foxwell Energy				
-without covenants	Borrowing period is from January 2019 to December 2035; pay entire amount in installments.	2.41%~2.80%	281,731	2,330,096
Foxwell Power				
-including covenants	Borrowing period is from October 2022 to July 2029; pay entire amount in installments.	2.84%~2.89%	23,748	451,564
-without covenants	Borrowing period is from June 2024 to June 2029; pay entire amount in installments.	2.67%	-	50,000

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%	-	10,000
Foxwell Energy	Borrowing period is from May 2018 to February 2036; pay entire amount in installments.	2.41%~2.80%	22,364	224,806
Foxwell Power	Borrowing period is from October 2022 to September 2028; pay entire amount in installments.	2.84%~2.89%	64,852	1,294,836
Syndicated borrowings				
Foxwell Energy	Borrowing period is from July 2024 to March 2026; pay entire Amount of principal when due.	3.74%~3.76%	2,193,832	12,181,168
Other secured loans				
SFE	Borrowing period is from June 2024 to May 2026; pay entire amount in installments.	6.84%~7.34%	-	<u>3,209,706</u>
Less: Current portion (shown as other current liabilities)				23,867,176
Less: Syndicated expense				( 1,110,459)
Less: Amortization of long-term notes and bill payable discount				( 154,620)
				<u>-</u>
				<u>\$22,602,097</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%	\$ 979,000	\$ 200,000
-without covenants	Borrowing period is from May 2023 to May 2027; pay entire amount of principal when due, interest is repayable monthly.	2.00%~2.06%	-	900,000
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%	1,544,000	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%	900,000	2,050,000
PQI				
-including covenants	Borrowing period is from August 2023 to October 2025; pay principal based on each bank's regulations, interest	2.11%~2.21%	75,000	425,000

-without covenants	is repayable monthly. Borrowing period is from June 2022 to June 2026; pay principal 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; pay principal 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> 6,514,299
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>September 30, 2023</u>
Long-term bank borrowings				
Bank unsecured borrowings				
FIT Holding -including covenants	Borrowing period is from August 2023 to September 2025 ; pay entire amount of principal when due, interest is repayable monthly.	1.90%	\$ 1,019,000	\$ 200,000
-without covenants	Borrowing period is from May 2023 to May 2027; pay entire amount of principal when due, interest is repayable monthly.	2%~2.03%	-	900,000
Foxlink Image				

-including covenants	Borrowing period is from September 2023 to September 2025; pay entire amount of principal when due, interest is repayable monthly.	1.90%	1,485,000	115,000
-without covenants	Borrowing period is from November 2022 to August 2025; pay entire amount of principal when due, interest is repayable monthly	1.70%~1.89%	900,000	1,750,000
PQI				
-including covenants	Borrowing period is from August 2023 to August 2025; 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%~2.10%	-	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%	-	95,000
Foxwell Energy -without covenants	Borrowing period is from January 2019 to December 2035; pay entire amount in installments.	2.23%~2.28%	281,956	33,402
Foxwell Power -including covenants	Borrowing period is from October 2022 to September 2028; pay entire amount in installments.	2.55%	-	6,563
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.	2.23%~2.65%	224,138	253,495
Foxwell Power	Borrowing period is from October 2022 to September 2028; pay entire amount in installments.	2.55%	-	98,438
Syndicated borrowings				
Foxwell Power	Borrowing period is from October 2022 to October 2025; pay entire Amount of principal when due.	2.58%~2.69%	364,600	<u>1,385,400</u>
Less: Current portion (shown as other current liabilities)				5,767,298
Less: Syndicated expense				( 88,246)
Less: Amortization of long-term notes and bill payable discount				( 17,500)
				<u>( 449)</u>
				<u>\$ 5,661,103</u>

A. The Group entered into the borrowing contracts with Bank SinoPac, EnTie Bank, Far Eastern Bank, Taishin Bank and Yuanta Commercial Bank, and the total credit line is \$2,700 thou-

sand. As of September 30, 2024, the borrowings that have been used amounted to \$1,402 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 September 30, 2023, the Group had not violated the terms of the contracts with the above-mentioned 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.

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 September 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 September 30, 2024, December 31, 2023 and September 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.
- (c) The syndicated loan agreement between Foxwell Power Co., Ltd. and three banks, including O-Bank, was fully repaid in July 2024. The entire credit line related to the syndicated

loan has been canceled, and the early termination resulted in a loss of NT\$(10,937) thousand. For details on the related gains and losses, please refer to Note 6 (27).

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 September 30, 2024, the loan has matured and been repaid.

E. The Group's subsidiary, FOXWELL ENERGY CORPORATION LTD., signed a syndicated credit facility agreement with CTBC Bank and eight other financial institutions in July 2024 for a total credit line of \$21,475,000. The credit line is divided into Category A and Category B, with the key details summarized as follows:

(a) Purpose of funds:

- a. Category A: To provide performance guarantees or advance payment guarantees required for FOXWELL ENERGY CORPORATION LTD. to open project contracts.
- b. Category B: To provide working capital for FOXWELL ENERGY CORPORATION LTD. to fund its construction projects.

(b) Credit facility period:

The facility is valid from the first drawdown date until March 31, 2026. However, if no default or anticipated default event occurs and relevant conditions are met, an extension may be requested no later than six months prior to the expiration of the credit facility.

(c) Drawdown terms:

- a. Category A Credit Facility: The limit is \$7,100,000, which must be drawn down in full, either in installments or as a lump sum, on the first drawdown date. No revolving drawdowns are permitted.
- b. Category B Credit Facility: The limit is \$14,375,000, which may be drawn down on a revolving basis as stipulated in this agreement. However, the cumulative drawdown amount may not exceed \$28,500,000.

(d) Repayment terms:

- a. Category A: The syndicated banks' guarantee obligations under performance bonds shall terminate upon the completion and acceptance of respective projects, as notified by the project owners, or upon the reduction or expiration of the respective project guarantees. For funds advanced under performance bonds by the syndicated banks, FOXWELL ENERGY CORPORATION LTD. must repay such amounts within 5 days.
- b. Category B: Loans drawn under the facility shall be repaid according to the terms specified in the drawdown application. Provided no default occurs, FOXWELL ENERGY CORPORATION LTD. may submit a new drawdown application to repay the principal of existing loans directly prior to their maturity.

(e) Financial monitoring:

Starting with the semi-annual report for 2024, the company commits to providing semi-annual and annual financial statements audited by certified public accountants. If the financial ratios or restrictions specified below are not met, the syndicate banks may, during the period of default assessment, suspend disbursements and the borrower's access to any credit facilities.

(f) Financial covenants:

During the agreement period:

The standalone financial statements of FOXWELL ENERGY CORPORATION LTD. must maintain a debt ratio no higher than 200% and tangible net worth no lower than \$9,000,000 per semi-annual and annual period. The consolidated financial statements of FOXWELL ENERGY CORPORATION LTD. must maintain a current ratio no lower than

100%, a debt-to-equity ratio no higher than 300%, and tangible net worth no lower than \$9,500,000 per semi-annual and annual period. CHENG UEI PRECISION INDUSTRY CO. LTD.'s consolidated financial statements must maintain a current ratio no lower than 100%, a debt-to-equity ratio no higher than 300%, an interest coverage ratio no lower than 4 times, and tangible net worth no lower than \$15,000,000 per semi-annual and annual period.

As of September 30, 2024, the Group was in full compliance with the contractual terms of the agreements with the aforementioned banks.

F. 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 nine months ended September 30, 2024 and 2023 were \$147, \$169, \$443 and \$510, 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 nine months ended September 30, 2024 and 2023 were \$22,401, \$22,628, \$65,797 and \$64,463, 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 September 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 September 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	-	-	216,467	-	216,467
Recognition of change in equity of associates in proportion to the Group's ownership	-	-	-	16,819	16,819
Compensation cost	-	-	945	-	945
At September 30	<u>\$ 3,290,571</u>	<u>\$ 222,102</u>	<u>\$ 1,399,943</u>	<u>\$ 202,654</u>	<u>\$ 5,115,270</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)
Transactions with Non-Controlling Interests	-	-	( 22)	-	( 22)
Recognition of change in equity of associates in proportion to the Group's ownership	-	-	-	124,598	124,598
At September 30	<u>\$ 3,413,692</u>	<u>\$ 204,782</u>	<u>\$ 1,034,176</u>	<u>\$ 190,802</u>	<u>\$ 4,843,452</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	\$ 15,005	
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 September 30,2024</u>	<u>China</u>	<u>Taiwan</u>	<u>Hong Kong</u>	<u>US</u>
System and peripheral products	\$ 454,176	\$ 2,014	\$ 88,339	\$ 212,223
3C retail and peripheral products	-	17,715	423,998	-
3C components	43,305	2,973	-	-
Energy service management	5,750	3,335,941	-	-
	<u>\$ 503,231</u>	<u>\$ 3,358,643</u>	<u>\$ 512,337</u>	<u>\$ 212,223</u>

<u>Three months ended September 30,2024</u>	<u>Europe</u>	<u>Others</u>	<u>Total</u>
System and peripheral products	\$ 266,947	\$ 465,303	\$ 1,489,002
3C retail and peripheral products	-	600	442,313
3C components	1,621	14,399	62,298
Energy service management	-	170	3,34,1861
	<u>\$ 268,568</u>	<u>\$ 480,472</u>	<u>\$ 5,335,474</u>

Revenue from external customer contracts

<u>Three months ended September 30,2023</u>	<u>China</u>	<u>Taiwan</u>	<u>Hong Kong</u>	<u>US</u>
System and peripheral products	\$ 272,591	\$ 1,939	\$ 122,841	\$ 210,939
3C retail and peripheral products	352	20,201	321,844	-
3C components	9,779	5,062	1,815	2,903
Energy service management	494	2,691,232	-	-
	<u>\$ 283,216</u>	<u>\$ 2,718,434</u>	<u>\$ 446,500</u>	<u>\$ 213,842</u>

<u>Three months ended September 30,2023</u>	<u>Europe</u>	<u>Others</u>	<u>Total</u>
System and peripheral products	\$ 164,099	\$ 380,770	\$ 1,153,179
3C retail and peripheral products	-	194	342,591
3C components	-	6,417	25,976
Energy service management	-	-	2,691,726
	<u>\$ 164,099</u>	<u>\$ 387,381</u>	<u>\$ 4,213,472</u>

<u>Nine months ended September 30,2024</u>	<u>China</u>	<u>Taiwan</u>	<u>Hong Kong</u>	<u>US</u>
System and peripheral products	\$ 1,202,808	\$ 4,749	\$ 206,657	\$ 593,314
3C retail and peripheral products	4,551	58,457	891,146	-
3C components	89,393	9,439	-	-
Energy service management	27,852	9,854,272	-	-
	<u>\$ 1,324,604</u>	<u>\$ 9,926,917</u>	<u>\$ 1,097,803</u>	<u>\$ 593,314</u>

<u>Nine months ended September 30,2024</u>	<u>Europe</u>	<u>Others</u>	<u>Total</u>
System and peripheral products	\$ 737,223	\$ 1,335,563	\$ 4,080,314
3C retail and peripheral products	-	693	954,847
3C components	2,964	39,633	141,429
Energy service management	-	40,524	9,922,648
	<u>\$ 740,187</u>	<u>\$ 1,416,413</u>	<u>\$ 15,099,238</u>

Revenue from external customer contracts

<u>Nine months ended September 30,2023</u>	<u>China</u>	<u>Taiwan</u>	<u>Hong Kong</u>	<u>US</u>
System and peripheral products	\$ 929,209	\$ 4,055	\$ 209,393	\$ 449,462
3C retail and peripheral products	872	50,550	983,069	23
3C components	46,313	21,159	6,076	6,127
Energy service management	2,594	5,977,158	-	-
	<u>\$ 978,988</u>	<u>\$ 6,052,922</u>	<u>\$ 1,198,538</u>	<u>\$ 455,612</u>

<u>Nine months ended September 30,2023</u>	<u>Europe</u>	<u>Others</u>	<u>Total</u>
System and peripheral products	\$ 489,197	\$ 1,040,327	\$ 3,121,643
3C retail and peripheral products	-	3,549	1,038,063
3C components	626	28,860	109,161
Energy service management	-	-	5,979,752
	<u>\$ 489,823</u>	<u>\$ 1,072,736</u>	<u>\$ 10,248,619</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 September 30, 2024 ,December 31,2023 and September 30,2023 are as follows:

<u>Year</u>	<u>Year expected to recognise revenue</u>	<u>Contracted amount</u>
September 30,2024	Year 2024-2025	\$ 36,712,841
December 31, 2023	Year 2024-2025	41,439,682
September 30,2023	Year 2023-2025	48,941,887

#### C. Contract assets and contract liabilities

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

	<u>September 30,2024</u>	<u>December 31,2023</u>	<u>September 30,2023</u>
Contract assets:			
Contract assets:			
- construction contracts	<u>\$ 4,028,776</u>	<u>\$ 8,675,960</u>	<u>\$ 6,092,541</u>

Contract liabilities:

Contract liabilities:	198,595	153,805	319,640
- advance sales receipts			
Contract liabilities:			
- construction contracts	315,568	42,777	6,950
	<u>\$ 514,163</u>	<u>\$ 196,582</u>	<u>\$ 326,590</u>

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

	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
Total costs incurred and revenue recognized	\$ 23,003,279	\$ 18,727,875	\$ 12,587,870
Less: Progress billings	( 19,290,071)	( 10,094,692)	( 6,502,279)
Net balance sheet position for Construction in progress	<u>\$ 3,713,208</u>	<u>\$ 8,633,183</u>	<u>\$ 6,085,591</u>
Presented as:			
Contract assets- current	\$ 4,028,776	\$ 8,675,960	\$ 6,092,541
Contract liabilities- current	( 315,568)	( 42,777)	( 6,950)
	<u>\$ 3,713,208</u>	<u>\$ 8,633,183</u>	<u>\$ 6,085,591</u>

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

	<u>Three months ended September 30, 2024</u>	<u>Three months ended September 30, 2023</u>
Revenue recognised that was included in the contract liability balance at the beginning of the period		
Unearned revenue	<u>\$ 1,668</u>	<u>\$ 39,357</u>

	<u>Nine months ended September 30, 2024</u>	<u>Nine months ended September 30, 2023</u>
Revenue recognised that was included in the contract liability balance at the beginning of the period		
Unearned revenue	<u>\$ 11,694</u>	<u>\$ 76,314</u>

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

(25) Interest income

	<u>Three months ended September 30,2024</u>	<u>Three months ended September 30,2023</u>
Interest income from bank deposits	\$ 30,588	\$ 14,824
Interest income from financial as- sets measured at amortised cost	12,894	11,654
	<u>\$ 43,482</u>	<u>\$ 26,478</u>
	<u>Nine months ended September 30,2024</u>	<u>Nine months ended September 30,2023</u>
Interest income from bank deposits	\$ 108,656	\$ 50,776
Interest income from financial as- sets measured at amortised cost	36,559	24,522
	<u>\$ 145,215</u>	<u>\$ 75,298</u>

(26) Other income

	<u>Three months ended September 30,2024</u>	<u>Three months ended September 30,2023</u>
Dividend income	\$ 134,293	\$ 90,410
Rent income	22,041	19,446
Other income-Other	6,588	2,265
	<u>\$ 162,922</u>	<u>\$ 112,121</u>
	<u>Nine months ended September 30,2024</u>	<u>Nine months ended September 30,2023</u>
Dividend income	\$ 134,293	\$ 90,410
Rent income	62,195	60,782
Other income-Other	28,106	14,681
	<u>\$ 224,594</u>	<u>\$ 165,873</u>

(27) Other gains and losses

	<u>Three months ended September 30,2024</u>	<u>Three months ended September 30,2023</u>
Foreign exchange (loss) gains	(\$ 92,622)	\$ 38,403
Financial assets measured at fair value through profit or loss	( 2,361)	-
Gain on disposals of property, plant and equipment	2,106	69
Losses from early termination	( 10,937)	-
Depreciation charge on investment property	( 1,793)	( 2,313)
Others	1,371	3,956
	<u>(\$ 104,236)</u>	<u>\$ 40,115</u>

	<u>Nine months ended September 30,2024</u>	<u>Nine months ended September 30,2023</u>
Foreign exchange gains	\$ 92,534	\$ 36,295
Financial assets measured at fair value through profit or loss	5,165	2,443
Gain on disposals of property, plant and equipment	7,473	2,223
Losses from early termination	( 10,937)	-
Depreciation charge on investment property	( 5,380)	( 6,958)
Others	1,749	( 28,999)
	<u>\$ 90,604</u>	<u>\$ 5,004</u>
(28) <u>Finance costs</u>		
	<u>Three months ended September 30,2024</u>	<u>Three months ended September 30,2023</u>
Interest expense :		
Bank loans	\$ 113,999	\$ 47,586
Loans from related parties (Note)	30,247	-
Bonds payable	12,742	-
Lease liabilities	5,410	1,363
Other Interest Expenses	15	-
	<u>\$ 162,413</u>	<u>\$ 48,949</u>
	<u>Nine months ended September 30,2024</u>	<u>Nine months ended September 30,2023</u>
Interest expense :		
Bank loans	\$ 295,450	\$ 132,512
Loans from related parties	62,466	-
Bonds payable	38,009	-
Lease liabilities	9,764	4,424
Other Interest Expenses	46	-
	<u>\$ 405,735</u>	<u>\$ 136,936</u>

Note : Please refer to Note(7) for details.

	<u>Three months ended September 30,2024</u>		
<u>Nature</u>	<u>Classified as operating costs</u>	<u>Classified as Operating Expenses</u>	<u>Total</u>
Employee benefit expense			
Wages and salaries	\$ 120,541	\$ 232,662	\$ 353,203
Labour and health insurance fees	12,296	14,337	26,633
Pension costs	13,332	8,922	22,254
Other personnel expenses	9,339	9,449	18,788
	<u>\$ 155,508</u>	<u>\$ 265,370</u>	<u>\$ 420,878</u>

Depreciation charge	\$ 152,244	\$ 33,955	\$ 186,199
Amortisation charge	\$ 50	\$ 16,963	\$ 17,013
Three months ended September 30,2023			
Nature	Classified as operating costs	Classified as Operating Expenses	Total
Employee benefit expense			
Wages and salaries	\$ 117,806	\$ 193,297	\$ 311,103
Labour and health insurance fees	15,357	11,792	27,149
Pension costs	14,617	7,842	22,459
Other personnel expenses	6,765	6,430	13,195
	\$ 154,545	\$ 219,361	\$ 373,906
Depreciation charge	\$ 60,050	\$ 32,264	\$ 92,314
Amortisation charge	\$ 32	\$ 19,234	\$ 19,266
Nine months ended September 30,2024			
Nature	Classified as operating costs	Classified as Operating Expenses	Total
Employee benefit expense			
Wages and salaries	\$ 339,897	\$ 699,404	\$ 1,039,301
Labour and health insurance fees	49,787	44,539	94,326
Pension costs	39,108	26,246	65,354
Other personnel expenses	26,685	21,571	48,256
	\$ 455,477	\$ 791,760	\$ 1,247,237
Depreciation charge	\$ 336,665	\$ 97,866	\$ 434,531
Amortisation charge	\$ 133	\$ 49,505	\$ 49,638
Nine months ended September 30,2023			
Nature	Classified as operating costs	Classified as Operating Expenses	Total
Employee benefit expense			
Wages and salaries	\$ 357,180	\$ 489,122	\$ 846,302
Labour and health insurance fees	35,499	30,523	66,022
Pension costs	41,629	22,324	63,953
Other personnel expenses	23,449	27,186	50,635
	\$ 457,757	\$ 569,155	\$ 1,026,912
Depreciation charge	\$ 190,686	\$ 99,920	\$ 290,606
Amortisation charge	\$ 125	\$ 57,630	\$ 57,755

- 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 nine months ended September 30, 2024 and 2023, employees' compensation was accrued at \$53,000 and \$14,000, respectively; directors' remuneration was accrued at \$3,000 and 3,000. The aforementioned amounts were recognized in salary expenses.
- 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 September 30, 2024</u>		<u>Three months ended September 30, 2023</u>	
Current tax:				
Current tax on profits for the year	\$	114,461	\$	56,619
Tax on undistributed surplus earnings		169	(	11)
Prior year income tax (over) underestimation	(	886)		2,785
Total current tax		113,744		59,393
Deferred tax :				
Origination and reversal of temporary differences	(	13,824)		9,377
Total deferred tax	(	13,824)		9,377
Income tax expense	\$	99,920	\$	68,770
	<u>Nine months ended September 30, 2024</u>		<u>Nine months ended September 30, 2023</u>	
Current tax:				
Current tax on profits for the year	\$	302,159	\$	130,074
Tax on undistributed surplus earnings		7,916		11,452
Prior year income tax (over) underestimation		5,160		749
Total current tax		315,235		142,275
Deferred tax :				
Origination and reversal of temporary differences	(	27,594)	(	695)
Total deferred tax	(	27,594)	(	695)
Income tax expense	\$	287,641	\$	141,580

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

	<u>Three months ended September 30,2024</u>		<u>Three months ended September 30,2023</u>	
Currency translation differences	\$	<u>8,764</u>	\$	<u>24,890</u>

	<u>Nine months ended September 30,2024</u>		<u>Nine months ended September 30,2023</u>	
Currency translation differences	\$	<u>36,361</u>	\$	<u>15,274</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 September 30,2024</u>		
	Amount after tax	Weighted average number of ordinary shates outstanding(share in thousands)	Earnings per Share (in dollars)
<u>Basic earnings per share</u>			
Profit attributable to the parent	\$ <u>387,009</u>	<u>246,242</u>	\$ <u>1.57</u>
<u>Diluted earnings per share</u>			
Profit attributable to the parent	\$ 387,009	246,242	
Assumed conversion of all dilutive potential ordinary shares Employees compensation	<u>-</u>	<u>981</u>	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ <u>387,009</u>	<u>247,223</u>	\$ <u>1.57</u>
	<u>Three months ended September 30,2023</u>		
	Amount after tax	Weighted average number of ordinary shates outstanding(share in thousands)	Earnings per Share (in dollars)
<u>Basic earnings per share</u>			
Profit attributable to the parent	\$ <u>277,442</u>	<u>246,242</u>	\$ <u>1.13</u>
<u>Diluted earnings per share</u>			
Profit attributable to the parent	\$ 277,442	246,242	
Assumed conversion of all dilutive potential ordinary shares Employees compensation	<u>-</u>	<u>419</u>	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ <u>277,442</u>	<u>246,661</u>	\$ <u>1.12</u>

Nine months ended September 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	\$ 821,905	246,242	\$ 3.34
<u>Diluted earnings per share</u>			
Profit attributable to the parent	\$ 821,905	246,242	
Assumed conversion of all dilutive potential ordinary shares Employees compensation	-	1,154	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ 821,905	247,396	\$ 3.32

Nine months ended September 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	\$ 287,740	246,242	\$ 1.17
<u>Diluted earnings per share</u>			
Profit attributable to the parent	\$ 287,740	246,242	
Assumed conversion of all dilutive potential ordinary shares Employees compensation	-	639	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ 287,740	246,881	\$ 1.17

(32) Transactions with non-controlling interest

- A. The subsidiary of the Group, Foxwell Certification Co., Ltd. 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. The subsidiary of the Group, Foxwell Power Co., Ltd. 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. The subsidiary of the Group, Shinfox Energy Co., Ltd., approved the distribution of cash dividends during its shareholders' meetings on May 21, 2024, and May 24, 2023. These transactions reduced non-controlling interests by \$175,635 and \$56,599, respectively.
- D. For the months ended September 30,2024, the subsidiary of the Group, 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 \$705,989, and an increase in the equity attributable to owners of the parent by \$216,467. Please refer to Note 6(18).

- E. The subsidiary of the Group, Guanwei Power Co., Ltd., 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%. This transaction resulted in an increase in the non-controlling interests by \$34,322, 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 nine months ended September 30, 2023 would show operating revenue of \$139,112 and loss before income tax of (\$35,587).

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 nine months ended September 30, 2023 would show operating revenue of \$0 and loss before income tax of (\$10,401).

- 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	9,209	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

	Nine months ended <u>September 30,2024</u>	Nine months ended <u>September 30,2023</u>
Purchase of property, plant and equipment	\$ 5,725,214	\$ 283,603
Add: Opening balance of payable on quipment	142,156	90,341
Less: Ending balance of payable on equipment	( 258,248)	( 109,985)
Capitalisation of depreciation	<u>( 8,456)</u>	<u>-</u>
Cash paid during the period	<u>\$ 5,600,666</u>	<u>\$ 263,959</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	( 5,788,549)	436,230	17,214,099	-	( 111,746)	1,500,000	13,250,034
Changes in other non-cash items	-	-	-	( 888,052)	1,717,868	-	829,816
Impact of changes in foreign exchange rate	-	-	-	-	5,410	-	5,410
September 30,2024	<u>\$ 3,391,575</u>	<u>\$ 4,441,844</u>	<u>\$ 23,712,556</u>	<u>\$1,963,727</u>	<u>\$2,027,386</u>	<u>\$1,500,000</u>	<u>\$ 35,537,088</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	2,694,967	1,574,791	351,635	( 76,863)	4,544,530
Changes in other non-cash items	-	-	-	103,114	103,114
Impact of changes in foreign exchange rate	-	-	-	2,027	2,027
September 30,2023	<u>\$ 9,730,686</u>	<u>\$ 3,363,950</u>	<u>\$ 5,749,349</u>	<u>\$ 320,606</u>	<u>\$ 19,164,591</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
Straight A Limited (Straight A)	Other related party
Foxlink India Electric Private Limited	Other related party
Central Motion Picture Co.	Other related party
STUDIO A TECHNOLOGY LTD.(STUDIO A)	Associate
Ubilink.AI CO., Ltd.	Associate
Cheng Shin Digital Co., Ltd. (Cheng Shin Digital)	Associate (Note)
Changpin Wind Power Ltd.(Changpin)	Joint Venture
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 September 30,2024	Three months ended September 30,2023
Associate	\$ 85,924	\$ 8,371
Cheng Uei	199,596	12,065
Joint Venture	46,195	5,000
Other related parties	14,237	9,041
	<u>\$ 345,952</u>	<u>\$ 34,477</u>

	Nine months ended September 30,2024	Nine months ended September 30,2023
Associate	\$ 315,880	\$ 27,339
Cheng Uei	212,152	30,313
Joint Venture	78,251	133,354
Other related parties	55,829	39,908
	<u>\$ 662,112</u>	<u>\$ 230,914</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

	Three months ended September 30,2024	Three months ended September 30,2023
Purchases of goods :		
Associate	\$ 2,119	\$ 768
Other related parties	121	638
Cheng Uei	-	2,848
	<u>\$ 2,240</u>	<u>\$ 4,254</u>

Engineering cost :		
Associate	\$ 1,428	\$ -
Other related parties	305	-
	<u>\$ 1,733</u>	<u>\$ -</u>

	Nine months ended September 30,2024	Nine months ended September 30,2023
Purchases of goods :		
Associate	\$ 3,359	\$ 4,355
Other related parties	838	1,198
Cheng Uei	68	8,052
	<u>\$ 4,265</u>	<u>\$ 13,605</u>

Engineering cost :		
Associate	\$ 4,761	\$ -
Other related parties	974	-
	<u>\$ 5,735</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. Operating expenses

	Three months ended September 30,2024	Three months ended September 30,2023
Cheng Uei	\$ 6,013	\$ 6,130
Associate	1,188	1,160
Other related parties	917	1,063
	<u>\$ 8,118</u>	<u>\$ 8,353</u>
	Nine months ended September 30,2024	Nine months ended September 30,2023
Cheng Uei	\$ 15,036	\$ 16,574
Associate	3,575	2,936
Other related parties	2,786	2,841
	<u>\$ 21,397</u>	<u>\$ 22,351</u>

The group's transactions with the aforementioned related parties are settled based on the actual amounts incurred, with payment terms requiring monthly payments.

### D.Receivables from related parties

	September 30,2024	December 31,2023	September 30,2023
Accounts receivable :			
Changpin	\$ 344,280	\$ 5,250	\$ 5,250
Associate	80,999	4,071	8,645
Other related parties	5,060	6,598	7,241
Cheng Uei	116,740	17,784	12,493
	<u>\$ 547,079</u>	<u>\$ 33,703</u>	<u>\$ 33,629</u>
Other receivables :			
Sharetronic	\$ -	\$ 6,338	\$ 7,963
Associate	2,527	1,982	5
Other related parties	153	535	2,284
STUDIO A	-		6,144
Cheng Uei	50	18	3,785
	<u>\$ 2,730</u>	<u>\$ 8,873</u>	<u>\$ 20,181</u>

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

### E.Payables to related parties

	September 30,2024	December 31,2023	September 30,2023
Accounts payable :			
Cheng Uei	\$ 20	\$ 8,584	\$ 8,475
Other related parties	133	1,288	580
Associate	194	38	811
	<u>\$ 347</u>	<u>\$ 9,910</u>	<u>\$ 9,866</u>

Other payables :

Cheng Uei	\$	72,004	\$	9,657	\$	10,710
Other related parties		3,966		6,907		3,524
Associate		<u>493</u>		<u>136</u>		<u>2,073</u>
	\$	<u>76,463</u>	\$	<u>16,700</u>	\$	<u>16,307</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.

F, 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 September 30,2024	Three months ended September 30 2023
Cheng Uei	\$ -	\$ -
Other related parties	<u>5,027</u>	<u>-</u>
	<u>\$ 5,027</u>	<u>\$ -</u>
	Nine months ended September 30,2024	Nine months ended September 30 2023
Cheng Uei	\$ 3,222	\$ 14,935
Other related parties	<u>5,027</u>	<u>-</u>
	<u>\$ 8,249</u>	<u>\$ 14,935</u>

(c) Lease liability

i.Outstanding balance

	September 30,2024	December 31,2023	September 30,2023
Cheng Uei	\$ 97,521	\$ 111,104	\$ 116,346
Other related parties	<u>4,594</u>	<u>-</u>	<u>-</u>
	<u>\$ 102,115</u>	<u>\$ 111,104</u>	<u>\$ 116,346</u>

ii.Interest expense

	Three months ended September 30,2024	Three months ended September 30,2023
Cheng Uei	\$ 428	\$ 468
Other related parties	<u>33</u>	<u>-</u>
	<u>\$ 461</u>	<u>\$ 468</u>
	Nine months ended September 30,2024	Nine months ended September 30,2023
Cheng Uei	\$ 1,248	\$ 1,442
Other related parties	<u>33</u>	<u>9</u>
	<u>\$ 1,281</u>	<u>\$ 1,451</u>

G.Rental revenue

	<u>Three months ended September 30,2024</u>	<u>Three months ended September 30, 2023</u>
Other related parties	\$ 13,935	\$ 10,963
Cheng Uei	4,373	5,118
	<u>\$ 18,308</u>	<u>\$ 16,081</u>
	<u>Nine months ended September 30,2024</u>	<u>Nine months ended September 30, 2023</u>
Other related parties	\$ 37,007	\$ 34,915
Cheng Uei	14,609	15,354
	<u>\$ 51,616</u>	<u>\$ 50,269</u>

H.Loans from related parties:

Loans from related parties : (From January1,2023 to September 30,2023:None)

(a) Outstanding balance

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

(b) Interest expense

	<u>Three months ended September 30,2024</u>
Cheng Uei	<u>\$ 30,247</u>
	<u>Nine months ended September 30,2024</u>
Cheng Uei	<u>\$ 62,466</u>

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

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

(3) Key management compensation

	<u>Three months ended September 30,2024</u>	<u>Three months ended September 30,2023</u>
Salaries and other short-term employee benefits	\$ 37,467	\$ 6,985
Post-employment benefits	886	255
	<u>\$ 38,353</u>	<u>\$ 7,240</u>
	<u>Nine months ended September 30,2024</u>	<u>Nine months ended September 30,2023</u>
Salaries and other short-term employee benefits	\$ 73,796	\$ 19,100
Post-employment benefits	2,261	732
	<u>\$ 76,057</u>	<u>\$ 19,832</u>

## 8. Pledged Assets

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

Pledged asset	Book Value			Purpose
	September 30,2024	December 31,2023	September 30,2023	
Time deposits (shown as financial assets at amortised cost-current)	\$ 131,640	\$ 65,776	\$ 233,786	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)	9,239,207	2,009,915	2,391,512	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)	385,698	262,327	257,973	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)	563,483	402,761	402,127	Impound, bond guarantee, performance guarantee and guarantee for developpment plan
Property, plant and equipment-ship equipmen	8,556,980	-	1,213,451	Short and long-term borrowings
Investment Property	114,056	-	1,663	Short and long-term borrowings
	<u>\$ 19,994,519</u>	<u>\$ 4,751,716</u>	<u>\$ 5,504,345</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 November 13, 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 September 30, 2024, December 31, 2023, and September 30, 2023, the amounts of guarantee letters issued by banks for the performance bonds required under the offshore wind power procurement and installation contracts undertaken by the Group with Taiwan Power Company were \$11,931,540, \$5,400,000, and \$5,400,000, respectively. Of these amounts, the funds pledged by the Group to banks as collateral (listed as financial assets measured at amortized cost) were \$7,020,000, \$1,620,000, and \$1,620,000, respectively. Additionally, the amounts of guarantees provided by the Group's subsidiary, Swancor Renewable Energy Co., Ltd., through endorsement were \$10,311,540, \$3,780,000, and \$3,780,000, respectively. Furthermore, the amounts of guarantee letters issued by contractors and assigned as pledged collateral were \$3,797,372, \$1,608,370, and \$1,608,370, respectively.
- B. Except as described in Note 9(2) A, the subsidiary of the Group, 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 \$21,278,880, \$19,786,950 and \$19,108,798 as of September 30, 2024, December 31, 2023 and September 30, 2023, respectively.
- C. As of September 30, 2024, December 31, 2023 and September 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 \$501,659, \$150,519 and \$138,569, respectively.
- D. Capital expenditure contracted for at the balance sheet date but not yet incurred is as follows:

	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
Equipment purchases agreements			
Contract price	<u>\$ 9,000,689</u>	<u>\$ 13,314,805</u>	<u>\$ 2,522,847</u>
Unpaid amount	<u>\$ 5,871,982</u>	<u>\$ 9,765,514</u>	<u>\$ 610,788</u>
	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
Construction contract			
Contract price	<u>\$ 52,381,293</u>	<u>\$ 44,455,932</u>	<u>\$ 47,027,981</u>
Unpaid amount	<u>\$ 26,008,060</u>	<u>\$ 28,075,259</u>	<u>\$ 30,463,237</u>

- E. On August 13, 2020, the Group's sub-subsidiary, FOXWELL ENERGY CORPORATION LTD., signed an equipment procurement contract and an operation and maintenance contract with Taiwan Power Company for the "Offshore Wind Power Phase II Project Procurement and Installation" project. The contract values were \$56,588,000 and \$6,300,000, respectively. Under the equipment procurement contract, FOXWELL ENERGY CORPORATION LTD. is required to complete the installation of all wind turbine foundations and offshore substation structures by September 30, 2024; achieve safe dispatch acceptance for all turbines by September 30, 2025; and complete the entire project by December 31, 2025. Upon final acceptance of the completed works, FOXWELL ENERGY CORPORATION LTD. is obligated to provide a two-year warranty through Fu-Wei Energy, along with a guaranteed equipment power generation capacity. The contract stipulates phased progress deadlines and a final completion deadline, with liquidated damages for delays calculated based on each phase until contract termination or cancellation. The operation and maintenance contract outlines provisions for liquidated damages re

lated to the guaranteed annual availability of all wind power equipment, along with other rights and obligations between both parties. The contract period extends five years from the date of safe dispatch acceptance for all turbines. Construction commenced in June 2024 following the completion of the heavy lift vessel. However, the installation schedule for turbine foundations was impacted by typhoons and instantaneous strong winds that damaged the crane arm of the heavy lift vessel, necessitating repairs at Taichung Port. Additionally, since undertaking the project, FOXWELL ENERGY CORPORATION LTD. has faced challenges such as global inflation, rising interest rates, war, and other force majeure or uncontrollable events, leading to increased international offshore wind power construction costs and a shortage of large-scale critical construction vessels. In accordance with contractual provisions and legal regulations, FOXWELL ENERGY CORPORATION LTD. submitted an application to Taiwan Power Company in September 2024 to extend the project completion deadline. As of November 13, 2024, FOXWELL ENERGY CORPORATION LTD. has received a response from Taiwan Power Company and will provide supplemental documentation as instructed. The Group has preliminarily assessed that there is no significant impact on the overall financial statements for the current period.

- 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 September 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 September 30, 2024, the group has not incurred any breaches under this agreement.

10. Significant Disaster Loss  
None

11. Significant Subsequent Events

- A. On November 8, 2024, the Board of Directors of the Group's sub-subsidiary, Shinfox Energy Co., Ltd., resolved to conduct a cash capital increase by issuing 50,000,000 new shares with a par value of NT\$10 per share. The tentative issue price is set at NT\$100 per share, with the expected total capital increase amounting to \$5,000,000.
- B. On November 8, 2024, the Board of Directors of the Group's sub-subsidiary, Shinfox Energy Co., Ltd., resolved to participate in the cash capital increase of SYNERGY CO., LTD. as part of its strategy to integrate photovoltaic business operations and expand its presence in the renewable energy sector. Shinfox Energy Co., Ltd. plans to subscribe an amount of \$850,000, which will represent a 53.12% shareholding.
- C. On October 25, 2024, the Group's sub-subsidiary, Shinfox Energy Co., Ltd., approved the establishment of a wholly-owned subsidiary, Youde Wind Power Co., Ltd. Subsequently, on November 8, 2024, Shinfox Energy Co., Ltd.'s Board of Directors resolved to provide cash capital injection to Youde Wind Power Co., Ltd., which had been awarded a 700 MW

capacity allocation for the development of offshore wind power Phase II. The capital injection is intended to secure the performance bond for the development rights contract.

The planned capital increase amount is \$700,000, with Shinfox Energy Co., Ltd. subscribing for 49,000,000 shares at an investment of \$490,000, and the remaining \$210,000 to be subscribed by the Group's sub-subsidiary, FOXWELL ENERGY CORPORATION LTD., for 21,000,000 shares. Following the capital increase, the paid-in capital of Youde Wind Power Co., Ltd. will be \$701,000. Relevant matters are authorized to be fully handled by the Chairman of Shinfox Energy Co., Ltd. On November 11, 2024, Shinfox Energy Co., Ltd., Youde Wind Power Co., Ltd., and FOXWELL ENERGY CORPORATION LTD. jointly signed an administrative contract with the Ministry of Economic Affairs, formally obtaining the development rights for offshore wind power Phase II.

D. On November 8, 2024, the Board of Directors of the Group's sub-subsidiary, Shinfox Energy Co., Ltd., resolved to subscribe to Oasis Ventures Fund I, L.P. The proposed investment amount is \$300,000.

E. On November 5, 2024, the Board of Directors of the Group's sub-subsidiary, Foxwell Power Co., Ltd., resolved to conduct a cash capital increase by issuing 10,500,000 new shares with a par value of NT\$10 per share. The tentative issue price is set at NT\$70 per share.

## 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>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 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	\$ 6,757	\$ 5,167	\$ -
Financial assets at fair value through other comprehensive income Designation of equity instrument			
Financial assets at amortised cost	\$ 4,025,450	\$ 3,152,254	\$ 2,943,573
Cash and cash equivalents	\$ 7,304,117	\$ 6,953,129	\$ 4,778,915
Financial assets at amortised Cost	10,930,266	3,261,615	3,300,435
Notes receivable	15,656	25,654	38,575
Accounts receivable (including related parties)	2,162,244	2,011,711	1,204,512
Other receivables (including related parties)	101,146	99,617	47,596
Guarantee deposits paid	1,404,510	1,277,845	1,272,817
	<u>\$ 21,917,939</u>	<u>\$ 13,629,571</u>	<u>\$ 10,642,850</u>

## Financial liabilities

Short-term borrowings	\$ 3,391,575	\$ 9,180,124	\$ 9,730,686
Short-term notes payable	4,441,844	4,005,614	3,363,950
Notes payable	17,924	32,677	28
Accounts payable (including related parties)	2,965,217	2,591,139	1,642,353
Other payables (including related parties)	2,918,762	1,092,937	771,336
Long-term borrowings (including current portion)	23,712,556	6,498,457	5,749,349
Guarantee deposits received	33,805	40,328	32,184
	<u>\$ 37,481,683</u>	<u>\$ 23,441,276</u>	<u>\$ 21,289,886</u>
Lease liability	<u>\$ 2,027,386</u>	<u>\$ 415,854</u>	<u>\$ 320,606</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

- i. 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.
- ii. 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.
- iii. 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.
- iv. The Group's businesses involve some non-functional currency operations (the Company's and certain subsidiaries' functional currency: NTD; other certain subsidiaries' 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:

September 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	\$ 97,613	31.6500	\$ 3,089,451
RMB:NTD	51,042	4.5230	230,863
HKD:NTD	3,153	4.075	12,848
EUR:NTD	168	35.3800	5,944
HKD:RMB	3,071	0.9018	2,769
USD:RMB	18,878	7.0074	132,286
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	\$ 24,398	31.6500	\$ 772,197
RMB:NTD	2,461	4.5230	11,131
USD:RMB	4,067	7.0074	128,901
USD:HKD	1,798	7.7669	56,907
JPY:NTD	31,417	0.2223	6,984
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
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

September 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	\$ 51,094	32.2700	\$ 1,648,803
RMB:NTD	83,656	4.4150	369,341
HKD:NTD	1,091	4.1230	4,498
EUR:NTD	169	33.9100	5,731
HKD:RMB	2,614	1.0708	10,778
USD:RMB	13,670	7.3031	441,131

Financial liabilities

Monetary items

USD:NTD	\$ 18,761	32.2700	\$ 605,417
RMB:NTD	4,393	4.4150	19,395
JPY:NTD	1,208	0.2162	261
USD:RMB	1,438	7.3031	46,404
USD:HKD	14,498	7.8268	467,850

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 nine months ended September 30, 2024 and 2023 amounted to (\$92,622) , \$38,403, \$92,534 and \$36,295, respectively.

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

Nine months ended September 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%	\$ 30,895	\$ -	
RMB:NTD	1%	2,309	-	
HKD:NTD	1%	128	-	
EUR:NTD	1%	59	-	
HKD:RMB	1%	28	-	
USD:RMB	1%	1,323	-	
<u>Financial liabilities</u>				
<u>Monetary items</u>				
USD:NTD	1%	\$ 7,722	\$ -	
RMB:NTD	1%	111	-	
USD:RMB	1%	1,289	-	
USD:HKD	1%	569	-	
JPY:NTD	1%	70	-	

Nine months ended September 30,2023				
Sensitivity analysis				
(Foreign currency:functional currency)		Degree of Variation	Effect on profit or loss before tax	Effect on other comprehensive income
<u>Financial assets</u>				
<u>Monetary items</u>				
USD:NTD	1%	\$	16,488	\$ -
RMB:NTD	1%		3,693	-
HKD:NTD	1%		45	-
EUR:NTD	1%		57	-
HKD:RMB	1%		108	-
USD:RMB	1%		4,411	-
<u>Financial liabilities</u>				
<u>Monetary items</u>				
USD:NTD	1%	\$	6,054	\$ -
RMB:NTD	1%		194	-
JPY:NTD	1%		3	-
USD:RMB	1%		464	-
USD:HKD	1%		4,679	-
<u>Price risk</u>				
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 nine months ended September 30, 2024 and 2023 would have increased/decreased by \$54 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 \$32,204 and \$23,549, respectively, as a result of other comprehensive income classified as equity investment at fair value through other comprehensive income.			
<u>Cash flow and fair value interest rate risk</u>				
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 nine months ended September 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 nine months ended September 30, 2024 and 2023 would have decreased or increased by \$25,237 and \$15,075, 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 September 30, 2024, December 31, 2023 and September 30, 2023, the provision matrix is as follows:

	<u>Expected loss rate</u>	<u>Total book value</u>	<u>Loss allowance</u>
<u>September 30, 2024</u>			
Not past due	0.03%~4.54%	\$ 1,439,097	\$ 432
Up to 30 days past due	0.03%~15.37%	183,925	20,084
31~90 days past due	0.03%~62.29%	15,824	3,165
91~180 days past due	100%	-	-
Over 181 days past due	100%	1,691	1,691
		<u>\$ 1,640,537</u>	<u>\$ 25,372</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%	1,695	1,695
		<u>\$ 2,001,643</u>	<u>\$ 23,635</u>

	<u>Expected loss rate</u>	<u>Total book value</u>	<u>Loss allowance</u>
<u>September 30, 2023</u>			
Not past due	0.03%~6.99%	\$ 1,033,658	\$ 17,310
Up to 30 days past due	0.65%~8.03%	157,414	3,697
31~90 days past due	0.65%~55.16%	1,023	205
91~180 days past due	100%	440	440
Over 181 days past due	100%	1,575	1,575
		<u>\$ 1,194,110</u>	<u>\$ 23,227</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	1,781
Amounts written off due to irrecoverability	( 44)
At September 30	<u>\$ 25,372</u>
	<u>2023</u>
	<u>Accounts receivable</u>
At January 1	\$ 24,172
Amounts written off due to irrecoverability	( 1,106)
Effect of foreign exchange	161
At September 30	<u>\$ 23,227</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>Less than 1 year</u>	<u>Between 2 and 5 years</u>	<u>Over 5 years</u>
September 30, 2024			
Short-term borrowings	\$ 3,427,590	\$ -	\$ -
Short-term notes and bills payable	4,448,200	-	-
Notes payable	17,924	-	-
Accounts payable (Related parties)	2,965,217	-	-
Other payables (Related parties)	2,918,762	-	-
Lease liability	185,851	491,020	1,956,238
Bonds payable	-	2,031,800	-
Long-term borrowings (including current portion)	1,319,402	22,928,663	50,725

Non-derivative financial liabilities

	<u>Less than 1 year</u>	<u>Between 2 and 5 years</u>	<u>Over 5 years</u>
December 31, 2023			
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	
September 30,2023	Less than 1 year	and 5 years	Over 5 years
Short-term borrowings	\$ 9,760,164	\$ -	\$ -
Short-term notes and bills payable	3,370,200	-	-
Notes payable	28	-	-
Accounts payable (Related parties)	1,642,353	-	-
Other payables (Related parties)	771,336	-	-
Lease liability	76,854	172,347	94,364
Long-term borrowings (including current portion)	208,563	5,723,084	66,731

### (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.

September 30,2024		Fair value		
	Book Value	Level1	Level2	Level3
<b>Financial liabilities:</b>				
Bonds payable	\$ 1,963,727	\$ -	\$ 1,963,727	\$ -

  

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 September 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:

September 30,2024	<u>Level1</u>	<u>Level2</u>	<u>Level3</u>	<u>Total</u>
<b>Assets</b>				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss				
Equity securities	\$ 1,678	\$ -	\$ -	\$ 1,678
Financial assets at fair value through other comprehensive income				
Equity securities	\$3,558,058	-	467,392	4,025,450
Embedded derivatives				
Put options of convertible bonds	-	5,079	-	5,079
	<u>\$ 3,559,736</u>	<u>\$ 5,079</u>	<u>\$ 467,392</u>	<u>\$ 4,032,207</u>

December 31,2023	<u>Level1</u>	<u>Level2</u>	<u>Level3</u>	<u>Total</u>
<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>

September 30,2023	<u>Level1</u>	<u>Level2</u>	<u>Level3</u>	<u>Total</u>
<b>Assets</b>				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through other comprehensive income				
Equity securities	<u>\$ 2,024,673</u>	<u>\$ -</u>	<u>\$ 918,900</u>	<u>\$ 2,943,573</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:

- |                     |                      |
|---------------------|----------------------|
|                     | <u>Listed shares</u> |
| Market quoted price | 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 nine months ended September 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 nine months ended September 30, 2024 and 2023:

	2024	2023
At January 1	\$ 439,724	\$ 889,509
Transfers	-	169,942
Profit (loss) recognised in other comprehensive income	24,324	( 140,671)
Effect of exchange rate changes	3,344	120
At September 30	<u>\$ 467,392</u>	<u>\$ 918,900</u>

- H. For the nine months ended September 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 September 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	\$	678	Market com- parable companies	Discount for lack of marketability	20%~50%	The higher the dis- count for lack of mar- ketability, the lower the fair value Not ap- plicable
		466,714	Net asset valre	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 com- parable companies	Discount for lack of marketability	20%~50%	The higher the dis- count for lack of mar- ketability, the lower the fair value Not ap- plicable
		439,075	Net asset valre	Not applicable	-	Not applicable
		<u>Fair value at September 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	\$	478,338	Market com- parable companies	Discount for lack of marketability	20%	The higher the dis- count for lack of mar- ketability, the lower the fair value Not ap- plicable
		440,562	Net asset valre	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:

		<u>September 30,2024</u>					
				<u>Recognised in profit or loss</u>		<u>Recognised in other comprehensive income</u>	
				<u>Favourable change</u>	<u>Unfavourable change</u>	<u>Favourable change</u>	<u>Unfavourable change</u>
				<u>Input</u>	<u>Change</u>		
Financial assets							
Equity instrument	Discount for lack of marketability	±5%		\$ -	\$ -	\$ 34	(\$ 34)

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

		September 30,2023				
		Recognised in profit or loss		Recognised in other comprehensive income		
				Favourable	Unfavourable	
		Favourable	Unfavourable	Favourable	Unfavourable	
	Input	Change	change	change	change	
Financial assets						
Equity instrument	Discount for lack of marketability	±5%				
			\$ -	\$ -	\$ 23,917 (\$ 23,917)	

### 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 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)J for details on significant transactions between the Company and its subsidiaries with Mainland China invested companies for the nine months ended September 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 September 30, 2024

	Systems and peripheral Products department	3C product Retail Department	3C component department	Energy service management	Adjustment	Total
Revenue from external customer	\$ 1,489,002	\$ 442,313	\$ 62,298	\$ 3,341,861	\$ -	\$ 5,335,474
Inter-segment revenue	-	-	-	2	( 2)	-
Inter-segment revenue	<u>\$ 1,489,002</u>	<u>\$ 442,313</u>	<u>\$ 62,298</u>	<u>\$ 3,341,863</u>	<u>(\$ 2)</u>	<u>\$ 5,335,474</u>
Segment income (loss)	<u>\$ 240,954</u>	<u>\$ 3,532</u>	<u>(\$ 37,028)</u>	<u>\$ 429,781</u>	<u>(\$ 33,351)</u>	<u>\$ 603,888</u>

##### Three months ended September 30, 2023

	Systems and peripheral Products department	3C product Retail Department	3C component department	Energy service management	Adjustment	Total
Revenue from external customer	\$ 1,153,179	\$ 342,591	\$ 25,976	\$ 2,691,726	\$ -	\$ 4,213,472
Inter-segment revenue	-	-	-	2,199	( 2,199)	-
Inter-segment revenue	<u>\$ 1,153,179</u>	<u>\$ 342,591</u>	<u>\$ 25,976</u>	<u>\$ 2,693,925</u>	<u>(\$ 2,199)</u>	<u>\$ 4,213,472</u>
Segment income (loss)	<u>\$ 170,754</u>	<u>\$ 16,385</u>	<u>(\$ 85,648)</u>	<u>\$ 187,750</u>	<u>(\$ 23,336)</u>	<u>\$ 265,905</u>

Nine months ended September 30, ,2024

	Systems and peripheral Products department	3C product Retail Department	3C component department	Energy service management	Adjustment	Total
Revenue from external customer	\$ 4,080,314	\$ 954,847	\$ 141,429	\$ 9,922,648	\$ -	\$ 15,099,238
Inter-segment revenue	-	-	-	4	( 4)	-
Inter-segment revenue	<u>\$ 4,080,314</u>	<u>\$ 954,847</u>	<u>\$ 141,429</u>	<u>\$ 9,922,652</u>	<u>(\$ 4)</u>	<u>\$ 15,099,238</u>
Segment income (loss)	<u>\$ 664,004</u>	<u>(\$ 32,299)</u>	<u>(\$ 164,659)</u>	<u>\$ 725,595</u>	<u>(\$ 86,325)</u>	<u>\$ 1,106,316</u>

Nine months ended September 30, 2023

	Systems and peripheral Products department	3C product Retail Department	3C component department	Energy service management	Adjustment	Total
Revenue from external customer	\$ 3,121,643	\$ 1,038,063	\$ 109,161	\$ 5,979,752	\$ -	\$ 10,248,619
Inter-segment revenue	-	-	-	2,094	( 2,094)	-
Inter-segment revenue	<u>\$ 3,121,643</u>	<u>\$ 1,038,063</u>	<u>\$ 109,161</u>	<u>\$ 5,981,846</u>	<u>(\$ 2,094)</u>	<u>\$ 10,248,619</u>
Segment income (loss)	<u>\$ 331,733</u>	<u>(\$ 4,543)</u>	<u>(\$ 235,479)</u>	<u>\$ 381,528</u>	<u>(\$ 30,733)</u>	<u>\$ 442,506</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 nine months ended September 30,2024 and 2023 is provided as follows:

	Three months ended September 30,2024	Three months ended September 30,2023
Reportable segments income	\$ 603,888	\$ 265,905
Unrealised financial instrument gains		
Non-operating income and expenses, net	( 14,850)	143,266
Income before tax from continuing operations	<u>\$ 589,038</u>	<u>\$ 409,171</u>
	Nine months ended September 30,2024	Nine months ended September 30,2023
Reportable segments income	\$ 1,106,316	\$ 442,506
Unrealised financial instrument gains		
Non-operating income and expenses, net	178,718	123,405
Income before tax from continuing operations	<u>\$ 1,285,034</u>	<u>\$ 565,911</u>

FIT HOLDING CO., LTD.  
Loans to others  
Nine months ended September 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 nine months ended September 30, 2024	Balance at September 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	180,920	180,920	3.00%	2	-	Operations	-	-	-	1,929,474	1,929,474	
1	Foxlink Image Technology Co., Ltd.	Power Quotient International Co., Ltd.	Other receivables	Y	500,000	-	-	2.00%	2	-	Operations	-	-	-	1,929,474	1,929,474	
2	Glorytek (Suzhou) Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	Other receivables-related parties	Y	227,250	226,150	161,019	3.00%	2	-	Operations	-	-	-	262,414	262,414	
3	Power Quotient Technology (YANCHENG) Co., Ltd.	Glory Optics (Yancheng) Co., Ltd.	Other receivables	Y	359,160	348,271	348,271	3.00%	2	-	Group capital movement	-	-	-	746,403	746,403	
3	Power Quotient Technology (YANCHENG) Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	Other receivables	Y	227,250	226,150	226,150	3.00%	2	-	Group capital movement	-	-	-	746,403	746,403	
4	Dongguan Hanyang Computer Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	Other receivables	Y	113,625	113,075	22,615	3.65%	2	-	Operations	-	-	-	363,680	363,680	
4	Dongguan Hanyang Computer Co., Ltd.	Glory Optics (Yancheng) Co., Ltd.	Other receivables	Y	113,625	113,075	-	3.65%	2	-	Operations	-	-	-	363,680	363,680	
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	-	-	-	4,896,290	4,896,290	

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 single 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 subsidiaries, excluding the loans to others qualifying the above-mentioned condition, (c), the authorized limit on the Company's or the Company's subsidiaries' loans to a single party shall be lower than 10% of the company's net assets based on the company's latest financial statements.
- (e) Limit on total loans and individual limit on loans 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  
Nine months ended September 30, 2024

Table 2

Expressed in thousands of NTD  
(Except as otherwise indicated)

Number	Endorser/ guarantor	Party being endorsed/guaranteed Company name	Relationship with the endorser/ guarantor (Note 1)	Limit on endorsements/ guarantees provided for a single party (Note 2)	Maximum outstanding endorsement/ guarantee amount as of September 30,2024	Outstanding endorsement/ guarantee amount at September 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
0	FIT Holding Co., Ltd.	Power Quotient International Co., Ltd.	2	\$ 60,787,464	\$ 1,320,000	\$ 1,170,000	\$ 1,100,000	\$ -	11.55	\$ 60,787,464	Y	N	N	
0	FIT Holding Co., Ltd.	Glory Science Co., Ltd.	2	\$ 60,787,464	990,000	990,000	674,000	-	9.77	60,787,464	Y	N	N	
0	FIT Holding Co., Ltd.	Glory Optics (Yancheng) Co., Ltd.	2	\$ 60,787,464	136,350	135,690	135,690	-	1.34	60,787,464	Y	N	Y	
1	Foxlink Image Technology Co., Ltd.	Power Quotient International Co., Ltd.	4	28,942,110	1,440,000	1,440,000	1,025,000	-	14.21	28,942,110	N	N	N	
1	Foxlink Image Technology Co., Ltd.	Glory Science Co., Ltd.	4	28,942,110	440,000	440,000	325,000	-	4.34	28,942,110	N	N	N	
2	Shinfox Energy Co. Ltd.	Foxwell Energy Co. Ltd.	2	73,444,350	35,840,000	30,605,000	27,728,134	-	302.09	73,444,350	N	N	N	
2	Shinfox Energy Co. Ltd.	Foxwell Energy Corporation Ltd.	2	68,548,060	4,316,324	4,183,286	3,742,286	-	41.29	73,444,350	N	N	N	
2	Shinfox Energy Co. Ltd.	Changpin Wind Power Ltd.	6	68,548,060	120,000	120,000	120,000	-	1.18	73,444,350	N	N	N	
3	Foxwell Energy Corporation Ltd.	Xinwei Power Co., Ltd.	2	15,104,421	113,200	-	-	-	-	15,104,421	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)

Nine months ended September 30, 2024

Table 3

Expressed in thousands of NTD  
(Except as otherwise indicated)

				As of September 30, 2024				
Securities held by	Marketable securities	Relationship with the securities issuer	General ledger account	Number of shares	Book value	Ownership (%)	Fair value	Footnote
				(in thousands)				
FIT Holding Co., Ltd.	LeadSun Greentech	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	187,508	0.04	187,508	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	3,183,042	9.66	3,183,042	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	-	11.50	-	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

Securities held by	Marketable securities	Relationship with the securities issuer	General ledger account	As of September 30, 2024				
				Number of shares (in thousands)	Book value	Ownership (%)	Fair value	Footnote
Power Quotient International Co., Ltd.	TAIWAN Mobile Co.,Ltd	Not applicable	Financial assets at fair value through other comprehensive income-non-current	1,631	187,508	0.04	187,508	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
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	-	76,465	12.90	76,465	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	47	564	-	564	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	19	-	19	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	1,095	0.02	1,095	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	-	678	10.00	678	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

Nine months ended September 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 September 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	Note2
Shinfox Far East Compamy Ptd Ltd	SFE Hercules Company Corporation	Investment accounted for using equity method	SFE Hercules Company Corporation	Note1	-	-	1,000	5,318,469	-	-	-	-	1,000	5,318,469	Note2

Note1 : The company is a subsidiary of the company.

Note2 : The above-mentioned amount represents the investment cost. For detailed information regarding its carrying amount, please refer to table 8.

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  
Nine months ended September 30, 2024

Table 5

Expressed in thousands of NTD  
(Except as otherwise indicated)

							Differences in transaction terms compared to third party transactions					
		Relationship with the counterparty	Transaction						Notes/accounts receivable (payable)			Footnote
Purchaser/seller	Counterparty		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	(\$ 819,157)	( 100%)	Flexible collection, depending on the capital requirement	Mutual agreement	None	\$ 234,469	100%		
Foxlink Image Technology Co., Ltd.	Wei Hai Fu Kang Electric Co., Ltd.	Affiliate	Purchases	819,157	24%	Flexible collection, depending on the capital requirement	Mutual agreement	None	( 234,469)	( 23%)		
Foxwell Energy Corporation Ltd.	Shinfox Far East Company Pte Ltd	Affiliate	Purchases	1,274,461	14.66%	Note1	Note1	Note1	( 62,975)	( 3.27%)		
Shinfox Far East Company Pte Ltd	Foxwell Energy Corporation Ltd.	Affiliate	Sales	( 1,274,461)	( 12.84%)	Note1	Note1	Note1	62,975	12.54%		
Shinfox Energy Co., Ltd.	Cheng Uei Precision Industry Co.,	Ultimate parent	Sales	( 177,893)	( 1.79%)	Note2	Note2	Note2	94,875	( 18.90%)		
	Cheng Shin Digital Co., Ltd.	Associate	Sales	( 239,266)	2.41%	Note2	Note2	Note2	80,700	( 16.08%)		

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

Note2 : Please refer to Note7(2)A for details.

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

Table 6

Expressed in thousands of NTD  
(Except as otherwise indicated)

Creditor	Counterparty	Relationship with the counterparty	Balance as at September 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	180,920	Note1	-	-	-	-
Glory Science Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	Affiliate	382,304	7.00	-	-	-	-
Glorytek (Suzhou) Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	Affiliate	175,333	Note1	-	-	-	-
Glory Science Co., Ltd.	Glory Optics (Yancheng) Co., Ltd.	Affiliate	267,708	Note1	-	-	-	-
Glory Science Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	Affiliate	152,275	Note1	-	-	-	-
Dongguan Fu Wei Electronics Co., Ltd.	Foxlink Image Technology Co., Ltd.	Affiliate	472,287	1.80	-	-	42,965	-
Wei Hai Fu Kang Electric Co., Ltd.	Foxlink Image Technology Co., Ltd.	Affiliate	234,469	5.95	-	-	15,880	-
Power Quotient Technology (YANCHENG) Co., Ltd.	Glory Optics (Yancheng) Co., Ltd.	Affiliate	348,271	Note1	-	-	-	-
Power Quotient Technology (YANCHENG) Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	Affiliate	226,150	Note1	-	-	-	-
Shinfox Energy Co., Ltd.	Shinfox Far East Company Pte Ltd	Affiliate	1,563,562	Note1	-	-	-	-
Shinfox Energy Co., Ltd.	Changpin Wind Power Ltd.	Affiliate	344,280	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  
Nine months ended September 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	180,920	Based on the Company's policies	0%
2	Glory Science Co., Ltd.	Glory Optics (Yancheng) Co., Ltd.	3	Other receivables	267,708	Based on the Company's policies	0%
2	Glory Science Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	3	Accounts receivable	382,304	Based on the Company's policies	1%
2	Glory Science Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	3	Other receivables	152,275	Based on the Company's policies	0%
3	Glorytek (Suzhou) Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	3	Other receivables	175,333	Based on the Company's policies	0%
4	Dongguan Fu Wei Electronics Co., Ltd.	Foxlink Image Technology Co., Ltd.	3	Accounts receivable	472,287	Flexible collection, depending on the capital requirement	1%
4	Dongguan Fu Wei Electronics Co., Ltd.	Foxlink Image Technology Co., Ltd.	3	Processing Fees Revenue	549,741	Flexible collection, depending on the capital requirement	4%
6	Wei Hai Fu Kang Electric Co., Ltd.	Foxlink Image Technology Co., Ltd.	3	Accounts receivable	234,469	Flexible collection, depending on the capital requirement	0%
6	Wei Hai Fu Kang Electric Co., Ltd.	Foxlink Image Technology Co., Ltd.	3	Sales	819,157	Flexible collection, depending on the capital requirement	5%
7	Power Quotient Technology (YANCHENG) Co., Ltd.	Glory Optics (Yancheng) Co., Ltd.	3	Other receivables	348,271	Based on the Company's policies	1%
7	Power Quotient Technology (YANCHENG) Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	3	Other receivables	226,150	Based on the Company's policies	0%
8	Shinfox Energy Co., Ltd.	Shinfox Far East Company Pte Ltd	3	Other receivables	1,563,562	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	1,274,461	Sales price are approximate to normal clients	8%

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  
Nine months ended September 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 September 30,2024			Net profit (loss) of the investee for the nine months ended September 30,2024	Investment income (loss) recognized by the Company for the nine months ended September 30,2024	Footnote
				Balance as at September 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	\$ 330,564	(\$ 89,026)	(\$ 89,026)	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	5,546,319	836,366	831,707	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	5,708,976	160,359	160,310	Subidiary (Note 1)
FIT Holding Co., Ltd.	Shih Fong Power Co., Ltd.	Taiwan	Hydroelectricity generation	299,952	299,952	37,500,000	16.30	389,312	7,434	1,212	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	32,531	( 2,367)	( 870)	Investee (Note 2)
Foxlink Image Technology Co., Ltd.	ACCU-IMAGE TECHNOLOGY LIMITED	British Virgin Islands	Manufacture of image scanners and multifunction printers	1,366,548	1,366,548	20,241,034	100.00	2,794,275	402,198	-	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	959,936	7,434	-	Investee (Note 2)
ACCU-IMAGE TECHNOLOGY LIMITED	POWER CHANNEL LIMITED	Hong Kong	Holding and reinvesting businesses	135,779	135,779	3,575	35.75	945,825	403,415	-	Investee (Note 2)
Glory Science Co., Ltd.	GLORY TEK (BVI) CO., LTD.	British Virgin Islands	General investments business	1,503,369	1,503,369	47,499,819	100.00	30,150	( 99,776)	-	Second-tier subsidiary (Note 1)

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at September 30,2024			Net profit (loss) of the investee for the nine months ended September 30,2024	Investment income (loss) recognized by the Company for the nine months ended September 30,2024	Footnote
				Balance as at September 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	1,008,072	1,008,072	31,850,628	100.00	423,563	( 68,506)	-	Third-tier subsidiary (Note 1)
GLORY TEK (BVI) CO., LTD.	GLORY OPTICS (BVI) CO., LTD.	British Virgin Islands	Trading	506,400	506,400	16,000,000	100.00	( 455,563)	( 31,293)	-	Third-tier subsidiary (Note 1)
GLORY TEK (BVI) CO., LTD.	GLORYTEK SCIENCE INDIA PRIVATE LIMITED	India	Trading and manufacturing	106,529	106,529	21,773,105	99.27	81,994	19	-	Third-tier subsidiary (Note 1)
GLORYTEK SCIENCE INDIA PRIVATE LIMITED	TEGNA ELECTRONICS PRIVATE LIMITED	India	Trading and manufacturing	11,335	11,335	3,001,000	10.00	13,165	3,465	-	Investee (Note 2)
Power Quotient International Co., Ltd.	Power Quotient International (H.K.) Co., Ltd.	Hong Kong	Sales of electronic telecommunication components	432,358	432,358	106,100,000	100.00	746,715	11,169	-	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	2,385	-	-	Second-tier subsidiary (Note 2)
Power Quotient International Co., Ltd.	SYSCOM DEVELOPMENT CO., LTD.	British Virgin Islands	Specialised investments holding	343,813	343,813	10,862,980	100.00	84,821	66	-	Second-tier subsidiary (Note 2)
Power Quotient International Co., Ltd.	Apix LIMITED	British Virgin Islands	Specialised investments holding	3,274,800	3,274,800	12,501	100.00	1,172,465	( 24,221)	-	Second-tier subsidiary (Note 1)
Power Quotient International Co., Ltd.	Power Sufficient International Co., Ltd.	Taiwan	Sales of medical equipment	-	10,000	-	0.00	-	53	-	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	45.82	5,609,924	412,894	-	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	10,040,538	584,065	-	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	277,517	4,263	-	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	764,778	44,060	-	Third-tier subsidiary (Note 1)

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at September 30,2024			Net profit (loss) of the investee for the nine months ended September 30,2024	Investment income (loss) recognized by the Company for the nine months ended September 30,2024	Footnote
				Balance as at September 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	1,082,674	( 3,501)	-	Third-tier subsidiary (Note 1)
Shinfox Energy Co., Ltd.	Yuanshan Forest Natural Resources Co., Ltd.	Taiwan	Tree planting industry	100,000	100,000	10,000,000	100.00	92,143	( 7,539)	-	Third-tier subsidiary (Note 2)
Shinfox Energy Co., Ltd.	Elegant Energy TECH Co., Ltd.	Taiwan	Energy technical services	200,000	200,000	500,000	100.00	115,750	( 1,477)	-	Third-tier subsidiary (Note 2)
Shinfox Energy Co., Ltd.	Changpin Wind Power Ltd.	Taiwan	Electricity Generating Enterprise	185,000	120,000	18,500,000	50.00	165,675	( 1,291)	-	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	35,309	( 615)	-	Third-tier subsidiary (Note 2)
Shinfox Energy Co., Ltd.	Shinfox Far East Company Pte Ltd	Singapore	Maritime Engineering	1,696,440	1,696,440	53,600,000	67.00	1,571,906	( 713,990)	-	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	8,453	( 3,502)	-	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	182,082	( 53,089)	-	Third-tier subsidiary (Note 2)
Shinfox Energy Co., Ltd.	UbiLink AI	Taiwan	Software Services Industry	10,000	-	1,000,000	10.00	9,785	( 2,148)	-	Investee (Note 2)
Foxwell Energy Corporation Ltd.	Xinwei Power Co., Ltd.	Taiwan	Electricity Generating Enterprise	37,300	37,300	3,730,000	100.00	36,881	2,990	-	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	17,917	( 7,033)	-	Four-tier subsidiary (Note 2)
Foxwell Power Co., Ltd.	Cheng Shin Digital CO., LTD.	Taiwan	Energy technical services	48,436	490	4,844,000	49.00	32,954	( 1,573)	-	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	1,447	740	-	Four-tier subsidiary (Note 2)
Shinfox Far East Company Pte Ltd	SFE Hercules Company Corporation	Panama	Maritime Engineering	5,318,469	-	1,000	100.00	5,581,344	266,067	-	Four-tier subsidiary (Note 2)

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at September 30,2024			Net profit (loss) of the investee for the nine months ended September 30,2024	Investment income (loss) recognized by the Company for the nine months ended September 30,2024	Footnote
				Balance as at September 30, 2024	Balance as at December 31, 2023	Number of shares	Ownership (%)	Book value			
Shinfox Far East Company Pte Ltd	Taiwan Shinfox Far East Company Pte. Ltd.	Taiwan	Maritime Engineering	30,000	-	3,000,000	100.00	30,011	502		Four-tier subsidiary (Note 2)
SYSCOM DEVELOPMENT CO., LTD	Foxlink Powerbank International Technology Private Limited	India	Sales of electronic telecommunication components	106,438	106,438	21,790,000	99.27	82,058	46	-	Third-tier subsidiary (Note 2)
Apix LIMITED	Sinocity Industries Co., Ltd.	Hong Kong	Sales of electronic product	2,750,625	2,750,625	6,000,000	100.00	928,310 (	17,816)	-	Third-tier subsidiary (Note 1)
Apix LIMITED	Perennial Ace Limited	British Virgin Islands	Specialised investments holding	674,145	674,145	-	100.00	244,003 (	6,406)	-	Third-tier subsidiary (Note 2)
Sinocity Industries Co., Ltd.	DG LIFESTYLE STORE LIMITED	Macau	Sales of electronic product	396	396	100,000	100.00 (	19,986) (	7,602)	-	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	103,229 (	26,147)	-	Investee (Note 2)
Foxlink Powerbank International Technology Private Limited	TEGNA ELECTRONICS PRIVATE LIMITED	India	Trading and manufacturing	11,335	11,335	3,001,000	10.00	13,165	3,465	-	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. was liquidated and dissolved in the third quarter of 2024.

FIT HOLDING CO., LTD.  
Information on investments in Mainland China  
Nine months ended September 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 September 30,2024	Net income of investee for the nine months ended September 30,2024	Ownership held by the Company (direct or indirect)	Investment income (loss) recognized by the Company for the nine months ended September 30,2024	Book value of investments in Mainland China as of September 30,2024	Accumulated amount of investment income remitted back to Taiwan as of September 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	\$ 193,963	Note 2	\$ 193,963	\$ -	\$ -	\$ 193,963	\$ 22,347	100	\$ 22,347	\$ 363,680	\$ -	Note 8		
Sharetronic Data Technology Co., Ltd.	Manufacture and sales of mobile phone, LCD TV Connector and electronic components	1,109,289	Note 2	135,779	-	-	135,779	2,431,517	6	152,817	818,849	-	Note 8		
Dong Guan Fu Zhang Precision Industry Co., Ltd.	Mould development and moulding tool manufacture	256,753	Note 2	188,808	-	-	188,808	( 15,682)	100	( 15,682)	112,737	-	Note 8		
Wei Hai Fu Kang Electric Co., Ltd.	Manufacture and sale of parts and moulds of photocopiers and scanners	474,750	Note 2	379,800	-	-	379,800	142,284	100	142,284	824,040	-	Note 7		
Dongguan Fu Wei Electronics Co., Ltd.	Manufacture and sales of image scanners, multifunction and printers and its accessories	189,900	Note 2	168,009	-	-	168,009	100,554	100	100,554	624,241	-	Note 7		
Glorytek (Suzhou) Co., Ltd.	Trading and manufacturing	443,100	Note 2	432,030	-	-	432,030	( 34,728)	100	( 34,728)	262,414	-	Note 7		
Glorytek (Yancheng) Co., Ltd.	Trading and manufacturing	284,850	Note 2	284,850	-	-	284,850	( 47,494)	100	( 47,494)	( 737,135)	-	Note 7		
Yancheng Yao Wei Technology Co., Ltd	Trading and manufacturing	45,230	Note 3	-	-	-	-	278	100	278	87,683	-	Note 7		
Glory Optics (Yancheng) Co., Ltd.	Trading and manufacturing	1,195,044	Note 4	563,370	-	-	563,370	( 72,144)	100	( 72,144)	344,186	-	Note 7		
Power Quotient Technology (YANCHENG) Co., Ltd.	Manufacture and sales of electronic components	633,000	Note 2	Note5	-	-	-	11,108	100	11,108	746,403	-	Note 7		
Jiangsu Foxlink New Energy Technology Co.,Ltd.	Manufacture and sales of electronic components	45,230	Note 3	Note6	-	-	-	53	100	53	45,618	-	Note 8		
Kunshan Jiuwei Info Tech Co., Ltd.	Supply chain finance energy service management	1,583	Note 1	1,583	-	-	1,583	1,342	100	1,342	33,438	-	Note 8		
Kunshan Eastern Rainbow	Energy technical services	22,615	Note 1	22,615	-	-	22,615	( 6,134)	100	( 6,134)	26,492		Note 8		
Chengdu Xinfuwei Energy Co., Ltd.	Electricity Generating Enterprise	128,976	Note 1	-	128,976	-	128,976	( 91)	100	( 91)	128,884		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 September 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.	\$ 1,079,106	\$ 1,247,181	\$ 2,894,211
Glory Science Co., Ltd.	1,280,250	1,280,250	198,700
Power Quotient International Co., Ltd.	-	536,638	600,222
Shinfox Energy Co., Ltd.	130,559	130,559	7,344,435
Eastern Rainbow Green Energy Environmental Technology Co., Ltd.	22,615	22,615	182,835

FIT HOLDING CO., LTD.  
Major shareholders information  
September 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%