

**MiTAC HOLDINGS CORPORATION AND
SUBSIDIARIES
CONSOLIDATED FINANCIAL STATEMENTS AND
INDEPENDENT AUDITORS' REVIEW REPORT
JUNE 30, 2024 AND 2023**

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.

INDEPENDENT AUDITORS' REVIEW REPORT

PWCR24000110

To the Board of Directors and Shareholders of MiTAC Holdings Corporation

Introduction

We have reviewed the accompanying consolidated balance sheets of MiTAC Holdings Corporation and its subsidiaries (the "Group") as at June 30, 2024 and 2023, and the related consolidated statements of comprehensive income for the three months and six months then ended, as well as the consolidated statements of changes in equity and of cash flows for the six months then ended and notes to the consolidated financial statements, including a summary of material 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" that came into effect as endorsed by 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 Statement on Review Engagements No.2410, "Review of Financial Information Performed by the Independent Auditor of the Entity" of the Republic of China. 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

The financial statements of certain insignificant consolidated subsidiaries and investments accounted for using equity method during the same period were not reviewed by independent auditors. Total assets of these subsidiaries and the balances of these investments accounted for using equity method amounted to NT\$6,242,786 thousand and NT\$6,951,074 thousand, constituting 7% and 9% of the

consolidated total assets as at June 30, 2024 and 2023, respectively, total liabilities amounted to NT\$1,581,528 thousand and NT\$1,724,201 thousand, constituting 6% and 7% of the consolidated total liabilities as at June 30, 2024 and 2023, respectively, and the total comprehensive income (loss) and share of profit or loss and other comprehensive income (loss) of associates and joint ventures accounted for using equity method amounted to NT\$79,326 thousand, NT\$102,493 thousand, NT\$128,404 thousand and NT\$(34,113) thousand, constituting 8%, (3%), 16% and 1% of the consolidated total comprehensive income (loss) for the three months and six 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 the insignificant subsidiaries and equity method investees been reviewed by independent auditors as described in the *Basis for qualified conclusion* section, 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 June 30, 2024 and 2023, and of its consolidated financial performance for the three months and six months then ended and its consolidated cash flows for the six 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” that came into effect as endorsed by the Financial Supervisory Commission.

Liu, Chien-Yu

Li, Tien-Yi

For and on behalf of PricewaterhouseCoopers, Taiwan

August 12, 2024

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.

MITAC HOLDINGS CORPORATION AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS

JUNE 30, 2024, DECEMBER 31, 2023 AND JUNE 30, 2023

(Expressed in thousands of New Taiwan dollars)

	Assets	Notes	June 30, 2024		December 31, 2023		June 30, 2023	
			AMOUNT	%	AMOUNT	%	AMOUNT	%
Current assets								
1100	Cash and cash equivalents	6(1)	\$ 8,825,260	10	\$ 8,321,029	9	\$ 8,903,861	11
1110	Financial assets at fair value through profit or loss - current	6(2)	848	-	143,879	-	142,457	-
1120	Financial assets at fair value through other comprehensive income - current	6(3)	1,892,010	2	1,739,825	2	1,288,886	2
1136	Financial assets at amortised cost - current	6(4) and 8	763,755	1	895,873	1	886,918	1
1150	Notes receivable - net		148,982	-	34,865	-	38,094	-
1170	Accounts receivable - net	6(5) and 12(2)	7,653,552	9	4,050,024	5	4,479,579	6
1180	Accounts receivable - related parties - net	6(5), 7 and 12(2)	158	-	63	-	1,369	-
1200	Other receivables	6(6) and 7	3,850,439	4	7,143,010	8	593,548	1
1220	Current income tax assets		97,986	-	29,487	-	93,247	-
130X	Inventories	6(7)	9,340,956	11	8,929,545	10	9,411,887	12
1410	Prepayments		228,859	-	242,986	1	244,989	-
1470	Other current assets		10,782	-	8,893	-	21,997	-
11XX	Total current assets		<u>32,813,587</u>	<u>37</u>	<u>31,539,479</u>	<u>36</u>	<u>26,106,832</u>	<u>33</u>
Non-current assets								
1517	Financial assets at fair value through other comprehensive income - non-current	6(3)	37,602,653	42	39,190,794	44	35,568,860	45
1535	Financial assets at amortised cost - non-current	6(4) and 8	514,077	1	502,603	1	497,717	1
1550	Investments accounted for using equity method	6(8)	7,966,398	9	7,886,588	9	7,258,298	9
1600	Property, plant and equipment - net	6(9)	7,060,205	8	7,209,141	8	7,453,175	9
1755	Right-of-use assets	6(10) and 7	562,175	1	244,540	-	260,651	-
1760	Investment property - net	6(12)	1,283,880	1	1,209,728	1	1,218,396	2
1780	Intangible assets	6(13)	99,265	-	103,193	-	104,104	-
1840	Deferred income tax assets		790,981	1	695,805	1	690,119	1
1900	Other non-current assets	6(18)	74,012	-	170,454	-	72,066	-
	Total non-current assets		<u>55,953,646</u>	<u>63</u>	<u>57,212,846</u>	<u>64</u>	<u>53,123,386</u>	<u>67</u>
1XXX	Total assets		<u>\$ 88,767,233</u>	<u>100</u>	<u>\$ 88,752,325</u>	<u>100</u>	<u>\$ 79,230,218</u>	<u>100</u>

(Continued)

MITAC HOLDINGS CORPORATION AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS

JUNE 30, 2024, DECEMBER 31, 2023 AND JUNE 30, 2023

(Expressed in thousands of New Taiwan dollars)

	Notes	June 30, 2024		December 31, 2023		June 30, 2023		
		AMOUNT	%	AMOUNT	%	AMOUNT	%	
Liabilities and Equity								
Current liabilities								
2100	Short-term borrowings	6(14)	\$ 884,555	1	\$ 861,073	1	\$ 2,738,703	3
2120	Financial liabilities at fair value through profit or loss - current	6(15)	100	-	849	-	18,277	-
2130	Contract liabilities - current	6(24)	221,677	-	212,800	-	148,373	-
2170	Accounts payable		8,705,773	10	5,913,013	7	6,249,321	8
2180	Accounts payable - related parties	7	169,426	-	72,804	-	113,203	-
2200	Other payables	6(16) and 7	7,585,509	9	9,402,684	11	3,966,482	5
2230	Current income tax liabilities		693,748	1	1,274,510	1	1,341,353	2
2250	Provisions - current	6(19)	130,843	-	131,087	-	161,910	-
2280	Lease liabilities - current	7	60,453	-	29,040	-	35,632	-
2300	Other current liabilities	6(17)	367,650	-	445,629	1	491,608	1
21XX	Total current liabilities		<u>18,819,734</u>	<u>21</u>	<u>18,343,489</u>	<u>21</u>	<u>15,264,862</u>	<u>19</u>
Non-current liabilities								
2540	Long-term borrowings	6(17)	542,453	1	581,665	1	687,927	1
2550	Provisions - non-current	6(19)	156,716	-	154,491	-	141,414	-
2560	Income tax liabilities - non-current	6(31)	171,272	-	-	-	-	-
2570	Deferred income tax liabilities		7,979,565	9	7,846,225	8	7,852,509	10
2580	Lease liabilities - non-current		89,734	-	103,154	-	112,739	-
2600	Other non-current liabilities		292,422	-	295,470	-	300,859	-
25XX	Total non-current liabilities		<u>9,232,162</u>	<u>10</u>	<u>8,981,005</u>	<u>9</u>	<u>9,095,448</u>	<u>11</u>
2XXX	Total liabilities		<u>28,051,896</u>	<u>31</u>	<u>27,324,494</u>	<u>30</u>	<u>24,360,310</u>	<u>30</u>
Equity attributable to owners of parent								
Share capital								
3110	Common shares	6(20)	12,065,568	14	12,065,568	14	12,065,568	15
Capital surplus								
3200	Capital surplus	6(21)	22,789,415	26	22,789,603	26	22,773,619	29
Retained earnings								
3310	Legal reserve	6(22)	4,023,265	4	3,887,851	4	3,887,851	5
3350	Unappropriated retained earnings		19,429,379	22	19,271,079	22	18,790,992	24
Other equity interest								
3400	Other equity interest	6(23)	2,239,045	3	3,310,848	4	(2,699,197)	(3)
31XX	Equity attributable to owners of the parent		<u>60,546,672</u>	<u>69</u>	<u>61,324,949</u>	<u>70</u>	<u>54,818,833</u>	<u>70</u>
36XX	Non-controlling interests		<u>168,665</u>	<u>-</u>	<u>102,882</u>	<u>-</u>	<u>51,075</u>	<u>-</u>
3XXX	Total equity		<u>60,715,337</u>	<u>69</u>	<u>61,427,831</u>	<u>70</u>	<u>54,869,908</u>	<u>70</u>
Significant Contingent Liabilities And Unrecognised Contract Commitments								
Significant Events After the Balance Sheet Date								
3X2X	Total liabilities and equity		<u>\$ 88,767,233</u>	<u>100</u>	<u>\$ 88,752,325</u>	<u>100</u>	<u>\$ 79,230,218</u>	<u>100</u>

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

MITAC HOLDINGS CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
THREE MONTHS AND SIX MONTHS ENDED JUNE 30, 2024 AND 2023
(Expressed in thousands of New Taiwan dollars, except for earnings per share)

Items	Notes	Three months ended June 30				Six months ended June 30			
		2024		2023		2024		2023	
		AMOUNT	%	AMOUNT	%	AMOUNT	%	AMOUNT	%
4000 Operating revenue	6(24) and 7	\$ 13,107,649	100	\$ 9,233,431	100	\$ 22,761,593	100	\$ 17,905,342	100
5000 Operating costs	6(7) and 7	(11,410,383)	(87)	(8,207,571)	(89)	(19,757,526)	(87)	(15,813,650)	(88)
5900 Gross profit		<u>1,697,266</u>	<u>13</u>	<u>1,025,860</u>	<u>11</u>	<u>3,004,067</u>	<u>13</u>	<u>2,091,692</u>	<u>12</u>
Operating expenses	6(29),(30),7 and 12(2)								
6100 Selling expenses		(295,655)	(2)	(255,081)	(3)	(563,302)	(2)	(508,965)	(3)
6200 General and administrative expenses		(303,758)	(3)	(298,778)	(3)	(624,760)	(3)	(594,343)	(3)
6300 Research and development expenses		(658,148)	(5)	(628,371)	(7)	(1,321,238)	(6)	(1,271,096)	(7)
6450 Expected credit loss		(27)	-	299,679	3	(62)	-	299,679	2
Total operating expenses		<u>(1,257,588)</u>	<u>(10)</u>	<u>(882,551)</u>	<u>(10)</u>	<u>(2,509,362)</u>	<u>(11)</u>	<u>(2,074,725)</u>	<u>(11)</u>
6900 Operating profit		<u>439,678</u>	<u>3</u>	<u>143,309</u>	<u>1</u>	<u>494,705</u>	<u>2</u>	<u>16,967</u>	<u>1</u>
Non-operating income and expenses									
7100 Interest income	6(25)	52,932	-	37,653	-	91,479	-	68,107	-
7010 Other income	6(26) and 7	208,152	2	246,406	3	401,238	2	420,918	2
7020 Other gains and losses	6(27)	72,781	1	31,953	-	282,811	1	(26,122)	-
7050 Finance costs	6(28) and 7	(10,986)	-	(44,359)	-	(19,839)	-	(95,103)	(1)
7060 Share of profit of associates and joint ventures accounted for using equity method	6(8)	<u>364,006</u>	<u>3</u>	<u>335,682</u>	<u>4</u>	<u>714,994</u>	<u>3</u>	<u>572,401</u>	<u>3</u>
7000 Total non-operating income and expenses		<u>686,885</u>	<u>6</u>	<u>607,335</u>	<u>7</u>	<u>1,470,683</u>	<u>6</u>	<u>940,201</u>	<u>4</u>
7900 Profit before income tax		1,126,563	9	750,644	8	1,965,388	8	957,168	5
7950 Income tax expense	6(31)	(12,737)	-	(39,243)	-	(158,401)	(1)	(92,311)	(1)
8200 Profit for the period		<u>\$ 1,113,826</u>	<u>9</u>	<u>\$ 711,401</u>	<u>8</u>	<u>\$ 1,806,987</u>	<u>7</u>	<u>\$ 864,857</u>	<u>4</u>

(Continued)

MITAC HOLDINGS CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
THREE MONTHS AND SIX MONTHS ENDED JUNE 30, 2024 AND 2023
(Expressed in thousands of New Taiwan dollars, except for earnings per share)

Items	Notes	Three months ended June 30				Six months ended June 30				
		2024		2023		2024		2023		
		AMOUNT	%	AMOUNT	%	AMOUNT	%	AMOUNT	%	
Other comprehensive income (loss) - net										
Components of other comprehensive income (loss) that will not be reclassified to profit or loss										
8316	Unrealised losses from investments in equity instruments measured at fair value through other comprehensive income	6(3)(23)	\$ (283,613)	(2)	\$ (4,409,648)	(48)	\$ (1,675,285)	(7)	\$ (5,179,473)	(29)
8320	Share of other comprehensive income (loss) of associates and joint ventures accounted for using equity method, components of other comprehensive income (loss) that will not be reclassified to profit or loss	6(8)(23)	(31,884)	-	(2,484)	-	87,352	-	(20,727)	-
8310	Components of other comprehensive income (loss) that will not be reclassified to profit or loss		(315,497)	(2)	(4,412,132)	(48)	(1,587,933)	(7)	(5,200,200)	(29)
Components of other comprehensive income (loss) that will be reclassified to profit or loss										
8361	Exchange differences on translation of foreign financial statements	6(23)	101,208	1	(219,281)	(2)	302,801	2	(187,578)	(1)
8370	Share of other comprehensive income (loss) of associates and joint ventures accounted for using equity method, components of other comprehensive income that will be reclassified to profit or loss	6(8)(23)	91,129	-	(30,631)	-	279,243	2	(43,010)	-
8360	Components of other comprehensive income (loss) that will be reclassified to profit or loss		192,337	1	(249,912)	(2)	582,044	4	(230,588)	(1)
8300	Other comprehensive loss for the period		\$ (123,160)	(1)	\$ (4,662,044)	(50)	\$ (1,005,889)	(3)	\$ (5,430,788)	(30)
8500	Total comprehensive income (loss) for the period		\$ 990,666	8	\$ (3,950,643)	(42)	\$ 801,098	4	\$ (4,565,931)	(26)
Profit attributable to:										
8610	Owners of parent		\$ 1,107,508	9	\$ 709,964	8	\$ 1,799,350	7	\$ 862,424	4
8620	Non-controlling interests		\$ 6,318	-	\$ 1,437	-	\$ 7,637	-	\$ 2,433	-
Comprehensive (loss) income attributable to:										
8710	Owners of parent		\$ 983,976	8	\$ (3,952,229)	(42)	\$ 792,378	4	\$ (4,568,466)	(26)
8720	Non-controlling interests		\$ 6,690	-	\$ 1,586	-	\$ 8,720	-	\$ 2,535	-
9750	Basic earnings per share	6(32)	\$ 0.92		\$ 0.59		\$ 1.49		\$ 0.72	
9850	Diluted earnings per share	6(32)	\$ 0.91		\$ 0.59		\$ 1.48		\$ 0.71	

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

MITAC HOLDINGS CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
SIX MONTHS ENDED JUNE 30, 2024 AND 2023
(Expressed in thousands of New Taiwan dollars)

	Notes	Equity attributable to owners of the parent									
		Retained earnings				Other equity interest					
		Share capital- common shares	Capital surplus, additional paid-in capital	Legal reserve	Unappropriated retained earnings	Financial statements translation differences of foreign operations	Unrealised gains (losses) from financial assets measured at fair value through other comprehensive income	Treasury stocks	Total	Non-controlling interests	Total equity
Six months ended June 30 2023											
Balance at January 1, 2023		\$ 12,065,568	\$ 22,610,906	\$ 2,938,598	\$ 20,434,720	\$ (249,216)	\$ 3,003,911	\$ (162,874)	\$ 60,641,613	\$ 51,118	\$ 60,692,731
Profit for the period		-	-	-	862,424	-	-	-	862,424	2,433	864,857
Other comprehensive income (loss) for the period	6(23)	-	-	-	-	(230,690)	(5,200,200)	-	(5,430,890)	102	(5,430,788)
Total comprehensive income (loss)		-	-	-	862,424	(230,690)	(5,200,200)	-	(4,568,466)	2,535	(4,565,931)
Distribution of 2022 earnings	6(22)										
Legal reserve		-	-	949,253	(949,253)	-	-	-	-	-	-
Cash dividends		-	-	-	(1,568,524)	-	-	-	(1,568,524)	-	(1,568,524)
Subsidiaries change of associates accounted for using equity method	6(21)(23)	-	(14,532)	-	22,494	-	(22,494)	-	(14,532)	-	(14,532)
Disposal of company's share by subsidiaries recognised as treasury share transactions	6(20)(21)	-	164,225	-	(11,377)	-	-	162,874	315,722	-	315,722
Subsidiaries received cash dividends paid by the parent company	6(21)(33)	-	12,026	-	-	-	-	-	12,026	-	12,026
Disposal of investments accounted for using equity method	6(23)	-	-	-	508	(508)	-	-	-	-	-
Capital surplus - dividends unclaimed by the shareholders	6(21)	-	995	-	-	-	-	-	995	-	995
Cash dividends paid by subsidiaries to non-controlling interests	6(33)	-	-	-	-	-	-	-	-	(2,578)	(2,578)
Reversal of capital surplus - dividends unclaimed by the subsidiaries' shareholders		-	(1)	-	-	-	-	-	(1)	-	(1)
Balance at June 30, 2023		\$ 12,065,568	\$ 22,773,619	\$ 3,887,851	\$ 18,790,992	\$ (479,906)	\$ (2,219,291)	\$ -	\$ 54,818,833	\$ 51,075	\$ 54,869,908
Six months ended June 30 2024											
Balance at January 1, 2024		\$ 12,065,568	\$ 22,789,603	\$ 3,887,851	\$ 19,271,079	\$ 1,635,667	\$ 1,675,181	\$ -	\$ 61,324,949	\$ 102,882	\$ 61,427,831
Profit for the period		-	-	-	1,799,350	-	-	-	1,799,350	7,637	1,806,987
Other comprehensive income (loss) for the period	6(23)	-	-	-	-	580,961	(1,587,933)	-	(1,006,972)	1,083	(1,005,889)
Total comprehensive income (loss)		-	-	-	1,799,350	580,961	(1,587,933)	-	792,378	8,720	801,098
Distribution of 2023 earnings	6(22)										
Legal reserve		-	-	135,414	(135,414)	-	-	-	-	-	-
Cash dividends		-	-	-	(1,568,524)	-	-	-	(1,568,524)	-	(1,568,524)
Subsidiaries' change of associates accounted for using equity method	6(21)(23)	-	(2,512)	-	62,096	-	(62,096)	-	(2,512)	-	(2,512)
Disposal of investments accounted for using equity method	6(23)	-	-	-	792	-	(792)	-	-	-	-
Transactions with non-controlling interests	6(21)(22)	-	694	-	-	(1,943)	-	(1,249)	57,439	-	56,190
Capital surplus - dividends unclaimed by the shareholders	6(21)	-	1,631	-	-	-	-	-	1,631	-	1,631
Cash dividends paid by subsidiaries to non-controlling interests	6(33)	-	-	-	-	-	-	-	-	(376)	(376)
Reversal of capital surplus - dividends unclaimed by the subsidiaries' shareholders	6(21)	-	(1)	-	-	-	-	-	(1)	-	(1)
Balance at June 30, 2024		\$ 12,065,568	\$ 22,789,415	\$ 4,023,265	\$ 19,429,379	\$ 2,214,685	\$ 24,360	\$ -	\$ 60,546,672	\$ 168,665	\$ 60,715,337

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

MITAC HOLDINGS CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
SIX MONTHS ENDED JUNE 30, 2024 AND 2023
(Expressed in thousands of New Taiwan dollars)

	Notes	Six months ended June 30	
		2024	2023
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
Profit before tax		\$ 1,965,388	\$ 957,168
Adjustments			
Adjustments to reconcile profit (loss)			
Depreciation	6(29)	488,259	519,588
Amortization	6(13)(29)	56,796	51,348
Provision of expected credit loss	12(2)	62	(299,679)
(Gain) loss of financial assets/liabilities at fair value through profit or loss	6(27)	(208)	18,777
Interest expense	6(28)	19,839	95,103
Interest income	6(25)	(91,479)	(68,107)
Dividend income	6(26)	(306,921)	(304,564)
Share of profit of associates accounted for using equity method	6(8)	(714,994)	(572,401)
Gain on disposal of property, plant and equipment	6(27)	(7,580)	(4,771)
Loss on disposal of investments	6(27)	68	1,127
Gain on inventory market value decline	6(7)	(515,982)	(34,587)
Changes in operating assets and liabilities			
Changes in operating assets			
(Increase) decrease in notes receivable		(112,327)	1,780
(Increase) decrease in accounts receivable		(3,466,664)	3,540,133
Decrease (increase) in other receivables		3,472,760	(391,354)
Decrease (increase) in inventories		407,314	(54,186)
Decrease in prepayments		15,196	150,557
Increase in other current assets		(1,569)	(4,196)
Changes in operating liabilities			
Increase (decrease) in contract liabilities		7,085	(155,413)
Increase in accounts payable		2,700,147	453,142
Decrease in other payables		(2,117,402)	(244,140)
Increase (decrease) in provisions for liabilities		722	(53,825)
Increase in other current liabilities		14,426	224
Decrease in accrued pension liabilities		(16,200)	(157)
Increase in other operating liabilities		185	140
Cash inflow generated from operations		1,796,921	3,601,707
Receipt of interest		94,614	65,658
Cash dividend received		1,211,679	999,673
Payment of interest		(19,822)	(89,292)
Payment of income tax		(595,215)	(107,475)
Net cash flows from operating activities		<u>2,488,177</u>	<u>4,470,271</u>

(Continued)

MITAC HOLDINGS CORPORATION AND
CONSOLIDATED STATEMENTS OF CASH FLOWS
SIX MONTHS ENDED JUNE 30, 2024 AND 2023
(Expressed in thousands of New Taiwan dollars)

	Notes	<u>Six months ended June 30</u>	
		<u>2024</u>	<u>2023</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>			
Acquisition of financial assets at fair value through other comprehensive income		\$(214,330)	\$(39,000)
Proceeds from capital reduction of financial assets at fair value through other comprehensive income		-	16,432
Decrease (increase) in financial assets at amortised cost		153,684	(1,072,172)
Proceeds from disposal of financial assets at fair value through profit or loss		142,490	-
Proceeds from capital reduction of investments accounted for using equity method		78,461	-
Acquisition of property, plant and equipment	6(9)	(198,975)	(257,641)
Proceeds from disposal of property, plant and equipment		15,272	7,611
Decrease in refundable deposits		346	2,237
Acquisition of intangible assets	6(13)	(52,860)	(41,665)
Acquisition of use-of-right assets		(56,493)	-
Acquisition of investment properties	6(12)	(83,158)	-
Repayments of loans to related parties		4,755	-
Net cash flows used in investing activities		<u>(210,808)</u>	<u>(1,384,198)</u>
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>			
Decrease in short-term loans	6(34)	-	(834,730)
Proceeds from long-term debt	6(34)	-	405,450
Repayments of long-term debt	6(34)	(143,711)	(123,628)
Increase in guarantee deposits	6(34)	12,028	10,504
Repayments of lease liabilities	6(34)	(180,191)	(23,752)
Cash dividends paid	6(33)	(1,568,524)	(1,559,076)
Proceeds from sale of treasury shares	6(20)	-	327,099
Investments increased by non-controlling interest		56,190	-
Capital surplus - dividends unclaimed by the shareholders	6(21)	1,630	994
Net cash flows used in financing activities		<u>(1,822,578)</u>	<u>(1,797,139)</u>
Effects of changes in exchange rates		49,440	(186,433)
Net increase in cash and cash equivalents		504,231	1,102,501
Cash and cash equivalents at beginning of period	6(1)	8,321,029	7,801,360
Cash and cash equivalents at end of period	6(1)	<u>\$ 8,825,260</u>	<u>\$ 8,903,861</u>

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

MITAC HOLDINGS CORPORATION AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
SIX MONTHS ENDED JUNE 30, 2024 AND 2023

(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

1. HISTORY AND ORGANISATION

- (1) MiTAC Holdings Corporation (the “Company”) was established by MiTAC International Corp. (“MiTAC International”) through a share conversion on September 12, 2013, and on the same date, the competent authority has approved for the Company’s shares to be listed on the Taiwan Stock Exchange (TWSE). MiTAC International became the Company’s wholly-owned subsidiary after conversion. The main business of the Company and its subsidiaries (collectively referred herein as the “Group”) is to design, manufacture and sell products related to investments, computers and its peripherals and communications.
- (2) In order to promote specialization of work for transforming and improving overall competitiveness of the Group, the Board of Directors of its subsidiary, MiTAC International, has resolved to divest its cloud computing products group to the newly established company, MiTAC Computing Technology Corporation (collectively referred herein as the “MiTAC Computing Technology”), as the consideration for the acquisition of 220,000 thousand newly issued ordinary shares of MiTAC Technology on the spin-off day, September 1, 2014. In addition, in 2017, the Board of Directors of MiTAC International has resolved to divest its mobile communication products group to the newly established company, MiTAC Digital Technology Corporation (collectively referred herein as the “MiTAC Digital Technology”), as the consideration for the acquisition of 100,000 thousand newly issued ordinary shares of MiTAC Digital Technology on the spin-off day, January 1, 2018. As a result, MiTAC International, MiTAC Computing Technology and MiTAC Digital Technology are the wholly-owned subsidiaries of the Company after the spin-off.

2. THE DATE OF AUTHORISATION FOR ISSUANCE OF THE CONSOLIDATED FINANCIAL STATEMENTS AND PROCEDURES FOR AUTHORISATION

These consolidated financial statements were authorised for issuance by the Board of Directors on August 12, 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”) Accounting Standards that came into effect 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>	Effective date by International Accounting Standards Board
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) <u>Effect of new issuances of or amendments to IFRS Accounting Standards as endorsed by the FSC but not yet adopted by the Group</u>	
New standards, interpretations and amendments endorsed by the FSC effective from 2025 are as follows:	

<u>New Standards, Interpretations and Amendments</u>	Effective date by International Accounting Standards Board
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) <u>IFRS Accounting Standards issued by IASB but not yet endorsed by the FSC</u>	
New standards, interpretations and amendments issued by IASB but not yet included in the IFRS Accounting Standards as endorsed by the FSC are as follows:	

<u>New Standards, Interpretations and Amendments</u>	Effective date by International Accounting Standards Board
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,	January 1, 2023
Amendment 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
Annual Improvements to IFRS Accounting Standards—Volume 11	January 1, 2026
For the above standards and interpretations, the Group is still continuing its evaluation and will disclose the results upon its completion.	

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted are consistent with Note 4 in the consolidated financial statements for the year ended December 31, 2023, except for the compliance statement, basis of preparation, basis of consolidation and additional policies as set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

(1) Compliance statement

A. The consolidated financial statements of the Group have been prepared in accordance with the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” and the International Accounting Standard 34, ‘Interim financial reporting’ that came into effect as endorsed by the FSC.

B. The consolidated financial statements should be read together with the consolidated financial statements for the year ended December 31, 2023.

(2) Basis of preparation

A. Except for the following items, these consolidated financial statements have been prepared under the historical cost convention:

(a) Financial assets and financial liabilities (including derivative instruments) at fair value through profit or loss.

(b) Financial assets and liabilities at fair value through other comprehensive income.

(c) Defined benefit liabilities recognised based on the net amount of pension fund assets and present value of defined benefit obligation.

B. The preparation of financial statements in compliance with International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations that came into effect as endorsed by the FSC (collectively referred herein as the “IFRSs”) requires the use of certain critical 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:

Basis for preparation of these consolidated financial statements is the same as that for the preparation of the consolidated financial statements as of and for the year ended December 31, 2023.

B. Subsidiaries included in the consolidated financial statements:

Investor	Subsidiary	Main activities	Ownership (%)			Remarks
			June 30, 2024	December 31, 2023	June 30, 2023	
MiTAC Holdings Corp.	MiTAC International Corp.	Development, design, manufacturing and sales of computers and peripherals, communications and related products	100	100	100	Note 3
MiTAC Holdings Corp.	MiTAC Computing Technology Corp.	Development, design, manufacturing and sales of computers and peripherals, communications and related products	100	100	100	Note 3
MiTAC Holdings Corp.	MiTAC Digital Technology Corp.	Development, design, manufacturing and sale of automotive electronics and AIoT products and software	90.72	94.01	97.17	Note 1, Note 3
MiTAC International Corp.	Tsu Fung Investment Corp.	General investments	100	100	100	
MiTAC International Corp.	Silver Star Developments Ltd.	General investments	100	100	100	Note 3
MiTAC International Corp.	MiTAC Technology (Vietnam) Company Limited	Manufacture of communication, computers, computer peripherals, hardware/software and related products and sale of own produced products	100	-	-	Note 2
MiTAC Computing Technology Corp.	MiTAC Technology UK Ltd.	General investments	100	100	100	Note 3
MiTAC Computing Technology Corp.	MiTAC Telematics Technology Corporation	Sales of self-produced products and related after-sale services	100	100	100	
MiTAC Digital Technology Corp.	Access Wisdom Holdings Ltd.	General investments	100	100	100	
MiTAC Digital Technology Corp.	Mio International Ltd.	General investments	100	100	100	
Tsu Fung Investment Corp.	MiTAC Digital Technology Corp.	Development, design, manufacturing and sale of automotive electronics and AIoT products and software	0.0005	0.0009	0.0009	Note 1, Note 3
Silver Star Developments Ltd.	Pacific China Corp.	General investments	100	100	100	Note 3
Pacific China Corp.	MiTAC Star Service Ltd.	General investments	100	100	100	Note 3
Pacific China Corp.	Software Insights Ltd.	General investments	100	100	100	
Pacific China Corp.	Start Well Technology Ltd.	General investments	100	100	100	
Pacific China Corp.	Huge Extent Ltd.	General investments	100	100	100	
Access Wisdom Holdings Ltd.	MiTAC Europe Ltd.	Sales of automotive electronics, AIoT products	100	100	100	
MiTAC Technology UK Ltd.	Tyan Computer Corp.(USA)	Sales of computer peripherals , hardware/ software and related products	100	100	100	
MiTAC Technology UK Ltd.	MiTAC Information Systems Corp.	Assembling and sale of computer peripherals , hardware/software and related products	100	100	100	Note 3
MiTAC Europe Ltd.	MiTAC Digital Corp.	Sales of automotive electronics, AIoT products	100	100	100	
MiTAC Europe Ltd.	MiTAC Australia Pty Ltd.	Sales of automotive electronics, AIoT products	100	100	100	
Silver Star Developments Ltd.	MiTAC Japan Corp.	Sales of communication products, computer peripherals, hardware/software and related products and related after-sale services	100	100	100	
Silver Star Developments Ltd.	MiTAC Benelux N.V.	Sales of communication products and related after-sale services	100	100	100	
Silver Star Developments Ltd.	MiTAC Pacific (H.K.) Ltd.	Export and import trading services.	100	100	100	
Start Well Technology Ltd.	MiTAC Investment Holding Ltd.	General investments	69.70	69.70	69.70	
MiTAC Investment Holding Ltd.	MiTAC Computer (Kunshan) Ltd.	Manufacture of communication, computers, computer peripherals, hardware/software and related products and sale of own produced products	100	100	100	

Investor	Subsidiary	Main activities	Ownership (%)			Remarks
			June 30, 2024	December 31, 2023	June 30, 2023	
MiTAC Investment Holding Ltd.	MiTAC Technology (Kunshan) Co., Ltd.	Testing, maintenance and display of computer components and related technical advisory services and after-sale services	100	100	100	
MiTAC Investment Holding Ltd.	MiTAC Logistic Service (Kunshan) Ltd.	Agency of freight transport, export and import trading and warehousing services.	100	100	100	
MiTAC Investment Holding Ltd.	MiTAC Information Systems (Kunshan) Co., Ltd.	Manufacture of communication, computers, computer peripherals, hardware/software and related products and sale of own produced products	100	100	100	
MiTAC Star Service Ltd.	MiTAC Investment Holding Ltd.	General investments	30.30	30.30	30.30	
MiTAC Star Service Ltd.	MiTAC Computer (Shunde) Corp.	Manufacture of computer frame, motherboard, interface card, display, power supply, keyboard, related metal stamping parts and plastic parts and maintenance of motherboard	100	100	100	Note 3
Software Insights Ltd.	MiTAC Research (Shanghai) Ltd.	Research, development of computer software and related technical advisory services	100	100	100	
Software Insights Ltd.	MiTAC Innovation (Kunshan) Ltd.	Research, development of computer software and related technical advisory services	100	100	100	
Mio International Ltd.	Mio Technology Ltd.	Sales of automotive electronics, AIoT products	100	100	100	

Note 1: Disposal to non-controlling interests.

Note 2: New subsidiary added in the first quarter of 2024.

Note 3: The financial statements of the entity as of and for the six months ended June 30, 2024, and 2023 were reviewed by independent auditors.

C. Subsidiaries not included in the consolidated financial statements: None.

D. Adjustments for subsidiaries with different balance sheet dates: None.

E. Nature and extent of the restrictions on fund remittance from subsidiaries to the parent company: None.

F. Subsidiaries that have non-controlling interests that are material to the Group: None.

(4) Employee benefits

Pensions

Pension cost for the interim period is calculated on a year-to-date basis by using the pension cost rate derived from the actuarial valuation at the end of the prior financial year, adjusted for significant market fluctuations since that time and for significant curtailments, settlements, or other significant one-off events. Also, the related information is disclosed accordingly.

(5) Income tax

A. The interim period income tax expense is recognised based on the estimated average annual effective income tax rate expected for the full financial year applied to the pretax income of the interim period, and the related information is disclosed accordingly.

B. If a change in tax rate is enacted or substantively enacted in an interim period, the Group recognises the effect of the change immediately in the interim period in which the change occurs. The effect of the change on items recognised outside profit or loss is recognised in other comprehensive income or equity while the effect of the change on items recognised in profit or loss is recognised in profit or loss.

5. CRITICAL ACCOUNTING JUDGEMENTS, ESTIMATES AND KEY SOURCES OF ASSUMPTION UNCERTAINTY

There have been no significant changes as of June 30, 2024. Please refer to Note 5 in the consolidated financial statements for the year ended December 31, 2023.

6. DETAILS OF SIGNIFICANT ACCOUNTS

(1) Cash and cash equivalents

	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
Cash:			
Cash on hand and revolving funds	\$ 545	\$ 484	\$ 493
Checking accounts and demand deposits	4,707,550	3,574,106	5,491,667
Cash equivalents:			
Time deposits	3,937,165	4,166,439	2,161,701
Structured deposits	<u>180,000</u>	<u>580,000</u>	<u>1,250,000</u>
Total	<u>\$ 8,825,260</u>	<u>\$ 8,321,029</u>	<u>\$ 8,903,861</u>

A. 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.

B. The Group has no cash and cash equivalents pledged to others.

(2) Financial assets at fair value through profit or loss

<u>Items</u>	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
Current items:			
Financial assets mandatorily measured at fair value through profit or loss			
Beneficiary certificates	\$ -	\$ 140,000	\$ 140,000
Derivatives	<u>-</u>	<u>-</u>	<u>-</u>
Subtotal	-	140,000	140,000
Valuation adjustment - Beneficiary certificates	-	2,351	1,487
Valuation adjustment - Derivatives	<u>848</u>	<u>1,528</u>	<u>970</u>
Total	<u>\$ 848</u>	<u>\$ 143,879</u>	<u>\$ 142,457</u>

A. The Group recognised net gain (loss) of \$355, \$(13,619), \$(541) and \$(11,612) on financial assets at fair value through profit or loss for the three months and six months ended June 30, 2024 and 2023, respectively.

B. The non-hedging derivative instrument transactions and contract information are as follows:

		June 30, 2024		
Financial Instrument	Item	Notional Amount (in thousands)		Fair Market Value (in thousands)
MiTAC Computing Technology Corp.	Advance booking USD to buy NTD	USD	8,000	664
Forward foreign exchange - Sell	Advance booking EUR to buy USD	EUR	250	33
MiTAC Digital Technology Corp.	Advance booking AUD to buy USD	AUD	1,688	151
Forward foreign exchange - Sell				
		December 31, 2023		
Financial Instrument	Item	Notional Amount (in thousands)		Fair Market Value (in thousands)
MiTAC Computing Technology Corp.	Advance booking USD to buy NTD	USD	3,000	1,528
Forward foreign exchange - Sell				
		June 30, 2023		
Financial Instrument	Item	Notional Amount (in thousands)		Fair Market Value (in thousands)
MiTAC Digital Technology Corp.	Advance booking EUR to buy USD	EUR	600	112
Forward foreign exchange - Sell	Advance booking AUD to buy USD	AUD	1,450	858
Forward foreign exchange - Sell				

C. The Group has no financial assets at fair value through profit or loss pledged to others.

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	June 30, 2024	December 31, 2023	June 30, 2023
Current items:			
Listed stocks	\$ 900,306	\$ 764,112	\$ 764,112
Valuation adjustment	<u>991,704</u>	<u>975,713</u>	<u>524,774</u>
Total	<u>\$ 1,892,010</u>	<u>\$ 1,739,825</u>	<u>\$ 1,288,886</u>
Non-current items:			
Listed stocks	\$ 35,047,942	\$ 35,047,942	\$ 36,516,890
Emerging stocks	366,560	366,560	366,560
Unlisted stocks	<u>1,922,710</u>	<u>1,819,575</u>	<u>1,647,886</u>
Subtotal	37,337,212	37,234,077	38,531,336
Valuation adjustment	<u>265,441</u>	<u>1,956,717</u>	<u>(2,962,476)</u>
Total	<u>\$ 37,602,653</u>	<u>\$ 39,190,794</u>	<u>\$ 35,568,860</u>

A. The Group recognised \$(283,613), \$(4,409,648), \$(1,675,285) and \$(5,179,473) in other comprehensive loss for fair value change for the three months and six months ended June 30, 2024 and 2023, respectively.

B. The Group has elected to designate the above investments, which were held mainly for medium to long-term trading purposes, as investments in equity instruments measured at fair value through other comprehensive income. As of June 30, 2024, December 31, 2023 and June 30, 2023, the fair value of investments were \$39,494,663, \$40,930,619 and \$36,857,746, respectively.

(4) Financial assets at amortised cost

<u>Items</u>	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
Current items:			
Time deposits - over three months	\$ 234,800	\$ 34,800	\$ 34,800
Pledged deposits	<u>528,955</u>	<u>861,073</u>	<u>852,118</u>
	<u>\$ 763,755</u>	<u>\$ 895,873</u>	<u>\$ 886,918</u>
Non-current items:			
Pledged deposits	\$ 490,596	\$ 502,603	\$ 497,717
Other	<u>23,481</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 514,077</u>	<u>\$ 502,603</u>	<u>\$ 497,717</u>

A. As of June 30, 2024, December 31, 2023 and June 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 were \$1,277,832, \$1,398,476 and \$1,384,635, respectively.

B. Information relating to credit risk of financial assets at amortised cost is provided in Note 12(2).

C. Details of the Group's financial assets at amortised cost pledged to others as collateral are provided in Note 8.

(5) Accounts receivable

	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
Third parties	\$ 7,716,012	\$ 4,111,178	\$ 4,539,522
Less: Allowance for bad debts	<u>(62,460)</u>	<u>(61,154)</u>	<u>(59,943)</u>
	7,653,552	4,050,024	4,479,579
Related parties	<u>158</u>	<u>63</u>	<u>1,369</u>
	<u>\$ 7,653,710</u>	<u>\$ 4,050,087</u>	<u>\$ 4,480,948</u>

A. The ageing analysis of accounts receivable and notes receivable is as follows:

	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
Not past due	\$ 7,169,357	\$ 3,930,655	\$ 4,235,696
Up to 90 days	536,604	167,555	302,823
91 to 180 days	1,761	12,600	1,923
Over 181 days	<u>8,448</u>	<u>431</u>	<u>449</u>
	<u>\$ 7,716,170</u>	<u>\$ 4,111,241</u>	<u>\$ 4,540,891</u>

The above ageing analysis was based on past due date.

B. As of June 30, 2024, December 31, 2023 and June 30, 2023, accounts receivable were all from contracts with customers. And as of January 1, 2023, the balance of accounts receivable from contracts with customers amounted to \$8,094,688.

C. As of June 30, 2024, December 31, 2023 and June 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 accounts receivable were \$7,653,710, \$4,050,087 and \$4,480,948, respectively.

D. Information relating to credit risk of accounts receivable is provided in Note 12(2).

(6) Other receivables

	For the three months ended		
	<u>June 30</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
Other receivables-purchasing raw materials on behalf of others	\$ 3,693,892	\$ 7,010,333	\$ 412,462
Other receivables-others (include related parties)	<u>156,547</u>	<u>132,677</u>	<u>181,086</u>
Total	<u>\$ 3,850,439</u>	<u>\$ 7,143,010</u>	<u>\$ 593,548</u>

(7) Inventories

	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
	<u>Book value</u>	<u>Book value</u>	<u>Book value</u>
Raw materials	\$ 7,112,491	\$ 6,893,884	\$ 7,459,075
Work in process	1,095,430	444,942	651,484
Finished goods	<u>1,133,035</u>	<u>1,590,719</u>	<u>1,301,328</u>
Total	<u>\$ 9,340,956</u>	<u>\$ 8,929,545</u>	<u>\$ 9,411,887</u>

Expense and loss incurred on inventories:

	For the three months ended June 30	
	<u>2024</u>	<u>2023</u>
Cost of goods sold	\$ 11,746,862	\$ 8,269,889
Non-cancellable contract loss	(7,093)	(18,866)
Loss on decline (reversal) in market value	<u>(329,386)</u>	<u>(43,452)</u>
	<u>\$ 11,410,383</u>	<u>\$ 8,207,571</u>

	For the six months ended June 30	
	<u>2024</u>	<u>2023</u>
Cost of goods sold	\$ 20,290,537	\$ 15,898,536
Reversal of non-cancellable contract loss (reversal)	(17,029)	(50,299)
Loss (gain) on (reversal of) decline in market value	<u>(515,982)</u>	<u>(34,587)</u>
	<u>\$ 19,757,526</u>	<u>\$ 15,813,650</u>

For the three months and six months ended June 30, 2024, certain inventory with allowance for loss on decline in market value were sold, which resulted in the reversal of net realizable value of inventories.

(8) Investments accounted for using equity method

A.

<u>Investee company</u>	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
Getac Holdings Corp.	\$ 6,763,651	\$ 6,689,677	\$ 6,049,310
3 Probe Technology Co., Ltd.	8,034	9,891	7,931
Lian Jie Investment Co., Ltd.	242,807	213,416	236,110
Lian Jie II Investment Co., Ltd.	42,075	42,207	43,258
Shen-Tong Construction & Development Co., Ltd.	6,781	85,380	85,469
Mainpower International Ltd.	291,024	271,562	266,177
Suzhou MiTAC Preclusion Technology Co., Ltd.	432,480	412,806	403,244
Harbinger Ruyi Venture Ltd.	24,846	23,498	23,783
Harbinger Ruyi II Venture Ltd.	94,103	77,746	78,392
Infopower Technologies Ltd.	<u>60,597</u>	<u>60,405</u>	<u>64,624</u>
	<u>\$ 7,966,398</u>	<u>\$ 7,886,588</u>	<u>\$ 7,258,298</u>

B. The Group recognised its share of profit from associates accounted for using equity method for the three months and six months ended June 30, 2024 and 2023 amounting to \$364,006, \$335,682, \$714,994 and \$572,401, respectively, and recognised its share of other comprehensive income from associates accounted for using equity method amounting to \$59,245, \$(33,115), \$366,595 and \$(63,737), respectively.

C. 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>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>		
Getac Holdings Corp.	Taiwan	31.10%	31.22%	31.30%	Owned over 20% ownership	Equity method

D. The summarized financial information of the associates that are material to the Group is as follows:

Balance sheet

	<u>Getac Holdings Corp.</u>		
	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
Current assets	\$ 26,423,053	\$ 27,537,351	\$ 23,538,313
Non-current assets	15,277,207	14,048,030	13,645,179
Current liabilities	(13,181,756)	(14,050,738)	(11,986,137)
Non-current liabilities	(4,389,702)	(3,898,237)	(3,865,369)
Non-controlling interest	(2,383,956)	(2,208,790)	(2,004,431)
Total net assets	<u>\$ 21,744,846</u>	<u>\$ 21,427,616</u>	<u>\$ 19,327,555</u>
Share in associate's net assets	<u>\$ 6,763,651</u>	<u>\$ 6,689,677</u>	<u>\$ 6,049,310</u>

Statement of comprehensive income

	Getac Holdings Corp.	
	For the three months ended June 30	
	2024	2023
Revenue	\$ 8,653,783	\$ 8,627,589
Profit for the period from continuing operations	\$ 1,220,595	\$ 1,072,337
Other comprehensive (loss) income - net of tax	208,417	(25,749)
Total comprehensive income	\$ 1,429,012	\$ 1,046,588
Dividends received from associate	\$ 950,860	\$ 720,391

	Getac Holdings Corp.	
	For the six months ended June 30	
	2024	2023
Revenue	\$ 17,359,157	\$ 16,782,704
Profit for the period from continuing operations	\$ 2,396,297	\$ 1,877,487
Other comprehensive (loss) income - net of tax	1,092,025	(100,109)
Total comprehensive income	\$ 3,488,322	\$ 1,777,378
Dividends received from associate	\$ 950,860	\$ 720,391

E. The carrying amount of the Group's interests in all individually immaterial associates and the Group's share of the operating results are summarized below:

As of June 30, 2024, December 31, 2023 and June 30, 2023, the carrying amount of the Group's individually immaterial associates amounted to \$1,202,747, \$1,196,911 and \$1,208,988, respectively.

	For the three months ended June 30	
	2024	2023
Profit for the period from continuing operations	\$ 37,542	\$ 109,181
Other comprehensive income (loss) - net of tax	68,413	(152,723)
Total comprehensive income (loss)	\$ 105,955	\$ (43,542)

	For the six months ended June 30	
	2024	2023
Profit for the period from continuing operations	\$ 87,299	\$ 86,800
Other comprehensive income (loss) - net of tax	89,286	(136,816)
Total comprehensive income	<u>\$ 176,585</u>	<u>\$(50,016)</u>

F. The fair value of the Group's material associates with quoted market prices is as follows:

	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
Getac Holdings Corp.	<u>\$ 21,705,251</u>	<u>\$ 21,134,060</u>	<u>\$ 12,737,555</u>

G. The Group holds 13.28% ownership in Mainpower International Ltd. but has significant influence over Mainpower International Ltd. as the Group serves as this company's corporate director.

H. Infopower Technologies Ltd.'s fiscal year ends on March 31, thus, the Group used the financial information from January 1, 2024 to June 30, 2024 as the basis for the preparation of first quarter consolidated financial statements; other associates' fiscal year all end on December 31.

I. The Group is the single largest shareholder of certain associates. Given that the Group has no majority voting rights, which indicates that the Group has no current ability to direct the decisions of relevant activities on meetings of their Board of Directors and shareholders after the comprehensive assessment. Thus, the Group has no control, but only has significant influence, over the associates.

(9) Property, plant and equipment

	<u>Land</u>	<u>Buildings and structures</u>	<u>Machinery</u>	<u>Computer and communication equipment</u>	<u>Transportation equipment</u>	<u>Office equipment</u>	<u>Leasehold improvements</u>	<u>Molding equipment</u>	<u>Other equipment</u>	<u>Construction in progress and equipment under inspection</u>	<u>Total</u>
At January 1, 2024											
Cost	\$ 1,099,564	\$ 7,631,412	\$ 2,749,842	\$ 180,176	\$ 74,205	\$ 126,990	\$ 159,721	\$ 165,108	\$ 1,731,333	\$ 29,468	\$ 13,947,819
Accumulated depreciation and impairment	-	(3,231,853)	(1,974,778)	(109,308)	(57,698)	(107,181)	(83,188)	(74,650)	(1,100,022)	-	(6,738,678)
	<u>\$ 1,099,564</u>	<u>\$ 4,399,559</u>	<u>\$ 775,064</u>	<u>\$ 70,868</u>	<u>\$ 16,507</u>	<u>\$ 19,809</u>	<u>\$ 76,533</u>	<u>\$ 90,458</u>	<u>\$ 631,311</u>	<u>\$ 29,468</u>	<u>\$ 7,209,141</u>
<u>2024</u>											
At January 1	\$ 1,099,564	\$ 4,399,559	\$ 775,064	\$ 70,868	\$ 16,507	\$ 19,809	\$ 76,533	\$ 90,458	\$ 631,311	\$ 29,468	\$ 7,209,141
Additions	-	1,536	60,215	42,403	10,819	3,755	45	26,023	27,036	27,143	198,975
Disposal	-	(1)	(3,497)	(1,788)	(746)	(97)	-	-	(1,563)	-	(7,692)
Reclassifications	-	-	13,921	2,486	538	-	-	-	1,227	(18,172)	-
Depreciation	-	(121,948)	(130,585)	(24,186)	(4,487)	(5,812)	(13,608)	(41,265)	(116,630)	-	(458,521)
Effects of foreign exchange	11,122	79,295	13,054	262	190	462	776	-	12,659	482	118,302
At June 30	<u>\$ 1,110,686</u>	<u>\$ 4,358,441</u>	<u>\$ 728,172</u>	<u>\$ 90,045</u>	<u>\$ 22,821</u>	<u>\$ 18,117</u>	<u>\$ 63,746</u>	<u>\$ 75,216</u>	<u>\$ 554,040</u>	<u>\$ 38,921</u>	<u>\$ 7,060,205</u>
At June 30, 2024											
Cost	\$ 1,110,686	\$ 7,788,453	\$ 2,822,102	\$ 223,815	\$ 75,018	\$ 133,659	\$ 160,902	\$ 119,418	\$ 1,761,909	\$ 38,921	\$ 14,234,883
Accumulated depreciation and impairment	-	(3,430,012)	(2,093,930)	(133,770)	(52,197)	(115,542)	(97,156)	(44,202)	(1,207,869)	-	(7,174,678)
	<u>\$ 1,110,686</u>	<u>\$ 4,358,441</u>	<u>\$ 728,172</u>	<u>\$ 90,045</u>	<u>\$ 22,821</u>	<u>\$ 18,117</u>	<u>\$ 63,746</u>	<u>\$ 75,216</u>	<u>\$ 554,040</u>	<u>\$ 38,921</u>	<u>\$ 7,060,205</u>

	Land	Buildings and structures	Machinery	Computer and communication equipment	Transportation equipment	Office equipment	Leasehold improvements	Molding equipment	Other equipment	Construction in progress and equipment under inspection	Total
At January 1, 2023											
Cost	\$ 1,099,596	\$ 7,648,031	\$ 2,906,471	\$ 155,963	\$ 79,951	\$ 141,494	\$ 173,923	\$ 180,158	\$ 1,669,447	\$ 80,344	\$ 14,135,378
Accumulated depreciation and impairment	-	(3,029,707)	(1,956,269)	(88,233)	(58,450)	(116,889)	(72,869)	(100,693)	(944,177)	-	(6,367,287)
	<u>\$ 1,099,596</u>	<u>\$ 4,618,324</u>	<u>\$ 950,202</u>	<u>\$ 67,730</u>	<u>\$ 21,501</u>	<u>\$ 24,605</u>	<u>\$ 101,054</u>	<u>\$ 79,465</u>	<u>\$ 725,270</u>	<u>\$ 80,344</u>	<u>\$ 7,768,091</u>
<u>2023</u>											
At January 1	\$ 1,099,596	\$ 4,618,324	\$ 950,202	\$ 67,730	\$ 21,501	\$ 24,605	\$ 101,054	\$ 79,465	\$ 725,270	\$ 80,344	\$ 7,768,091
Additions	-	1,733	84,666	21,604	-	2,735	1,598	37,743	64,910	42,652	257,641
Disposal	-	-	(1,838)	-	(436)	(88)	-	-	(478)	-	(2,840)
Reclassifications	-	120	1,440	642	-	-	-	-	24,483	(26,685)	-
Depreciation	-	(126,831)	(154,277)	(20,267)	(5,018)	(6,174)	(14,879)	(22,515)	(134,849)	-	(484,810)
Effects of foreign exchange	2,740	(53,875)	(16,680)	(355)	(198)	(559)	(795)	-	(14,853)	(332)	(84,907)
At June 30	<u>\$ 1,102,336</u>	<u>\$ 4,439,471</u>	<u>\$ 863,513</u>	<u>\$ 69,354</u>	<u>\$ 15,849</u>	<u>\$ 20,519</u>	<u>\$ 86,978</u>	<u>\$ 94,693</u>	<u>\$ 664,483</u>	<u>\$ 95,979</u>	<u>\$ 7,453,175</u>
At June 30, 2023											
Cost	\$ 1,102,336	\$ 7,539,576	\$ 2,742,437	\$ 177,098	\$ 76,965	\$ 136,458	\$ 174,391	\$ 169,565	\$ 1,700,191	\$ 95,979	\$ 13,914,996
Accumulated depreciation and impairment	-	(3,100,105)	(1,878,924)	(107,744)	(61,116)	(115,939)	(87,413)	(74,872)	(1,035,708)	-	(6,461,821)
	<u>\$ 1,102,336</u>	<u>\$ 4,439,471</u>	<u>\$ 863,513</u>	<u>\$ 69,354</u>	<u>\$ 15,849</u>	<u>\$ 20,519</u>	<u>\$ 86,978</u>	<u>\$ 94,693</u>	<u>\$ 664,483</u>	<u>\$ 95,979</u>	<u>\$ 7,453,175</u>

(10) Leasing arrangements — lessee

- A. The Group leases various assets including land, buildings and structures, machinery, office equipment and transportation equipment. Rental contracts are typically made for periods of 1 to 50 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.
- B. Certain leased buildings with lease terms under 12 months are short-term lease agreements. Additionally, the leased office equipment were low-value assets.
- C. The carrying amount of right-of-use assets and the depreciation charge are as follows:

	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
	<u>Carrying amount</u>	<u>Carrying amount</u>	<u>Carrying amount</u>
Land	\$ 532,038	\$ 204,320	\$ 208,505
Buildings and structures	30,137	40,094	51,898
Machinery	-	126	248
	<u>\$ 562,175</u>	<u>\$ 244,540</u>	<u>\$ 260,651</u>

	<u>For the three months ended June 30</u>	
	<u>2024</u>	<u>2023</u>
	<u>Depreciation charge</u>	<u>Depreciation charge</u>
Land	\$ 2,765	\$ 2,743
Buildings and structures	5,768	8,140
Machinery	64	61
Transportation equipment	-	112
	<u>\$ 8,597</u>	<u>\$ 11,056</u>

	<u>For the six months ended June 30</u>	
	<u>2024</u>	<u>2023</u>
	<u>Depreciation charge</u>	<u>Depreciation charge</u>
Land	\$ 5,506	\$ 5,504
Buildings and structures	11,484	16,299
Machinery	126	124
Transportation equipment	-	448
	<u>\$ 17,116</u>	<u>\$ 22,375</u>

- D. For the six months ended June 30, 2024 and 2023, the additions to right-of-use assets were \$324,370 and \$3,019, respectively.

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

	For the three months ended June 30	
	2024	2023
Interest expense on lease liabilities	\$ 450	\$ 600
Expense on short-term lease contracts	9,391	3,373
Expense on leases of low-value assets	313	1,036
	<u>\$ 10,154</u>	<u>\$ 5,009</u>
	For the six months ended June 30	
	2024	2023
Interest expense on lease liabilities	\$ 918	\$ 1,264
Expense on short-term lease contracts	12,519	6,702
Expense on leases of low-value assets	614	1,789
	<u>\$ 14,051</u>	<u>\$ 9,755</u>

F. For the six months ended June 30, 2024 and 2023, the Group's total cash outflow for leases was \$194,242 and \$33,507, respectively.

(11) Leasing arrangements — lessor

A. The Group leases various assets including buildings and structures. Rental contracts are typically made for periods of 1 to 8 years. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions.

B. For the three months and six months ended June 30, 2024 and 2023, the Group recognised rent income in the amounts of \$38,280, \$31,763, \$71,321 and \$63,257, respectively, based on the operating lease agreement, which does not include variable lease payments.

C. The maturity analysis of the lease payments under the operating leases is as follows:

	June 30, 2024	December 31, 2023	June 30, 2023
Not later than one year	\$ 128,000	\$ 124,018	\$ 92,008
Later than one year but not later than five years	190,194	146,430	125,685
Over five years	4,052	9,861	15,613
	<u>\$ 322,246</u>	<u>\$ 280,309</u>	<u>\$ 233,306</u>

(12) Investment property

	<u>Land</u>	<u>Buildings and structures</u>	<u>Total</u>
<u>At January 1, 2024</u>			
Cost	\$ 954,382	\$ 656,766	\$ 1,611,148
Accumulated depreciation and impairment	<u>-</u>	<u>(401,420)</u>	<u>(401,420)</u>
	<u>\$ 954,382</u>	<u>\$ 255,346</u>	<u>\$ 1,209,728</u>
<u>2024</u>			
At January 1	\$ 954,382	\$ 255,346	\$ 1,209,728
Additions	83,158	-	83,158
Depreciation	-	(12,622)	(12,622)
Effects of foreign exchange	<u>317</u>	<u>3,299</u>	<u>3,616</u>
At June 30	<u>\$ 1,037,857</u>	<u>\$ 246,023</u>	<u>\$ 1,283,880</u>
<u>At June 30, 2024</u>			
Cost	\$ 1,037,857	\$ 667,617	\$ 1,705,474
Accumulated depreciation and impairment	<u>-</u>	<u>(421,594)</u>	<u>(421,594)</u>
	<u>\$ 1,037,857</u>	<u>\$ 246,023</u>	<u>\$ 1,283,880</u>
	<u>Land</u>	<u>Buildings and structures</u>	<u>Total</u>
<u>At January 1, 2023</u>			
Cost	\$ 953,833	\$ 654,122	\$ 1,607,955
Accumulated depreciation and impairment	<u>-</u>	<u>(377,878)</u>	<u>(377,878)</u>
	<u>\$ 953,833</u>	<u>\$ 276,244</u>	<u>\$ 1,230,077</u>
<u>2023</u>			
At January 1	\$ 953,833	\$ 276,244	\$ 1,230,077
Depreciation	-	(12,403)	(12,403)
Effects of foreign exchange	<u>475</u>	<u>247</u>	<u>722</u>
At June 30	<u>\$ 954,308</u>	<u>\$ 264,088</u>	<u>\$ 1,218,396</u>
<u>At June 30, 2023</u>			
Cost	\$ 954,308	\$ 650,530	\$ 1,604,838
Accumulated depreciation and impairment	<u>-</u>	<u>(386,442)</u>	<u>(386,442)</u>
	<u>\$ 954,308</u>	<u>\$ 264,088</u>	<u>\$ 1,218,396</u>

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

	For the three months ended June 30	
	2024	2023
Rental income from the lease of the investment property	\$ <u>10,034</u>	\$ <u>9,507</u>
Direct operating expenses arising from the investment property that generated rental income in the period	\$ <u>7,318</u>	\$ <u>6,542</u>
Direct operating expenses arising from the investment property that did not generate rental income in the period	\$ <u>2,688</u>	\$ <u>2,983</u>
	For the six months ended June 30	
	2024	2023
Rental income from the lease of the investment property	\$ <u>19,954</u>	\$ <u>18,567</u>
Direct operating expenses arising from the investment property that generated rental income in the period	\$ <u>14,465</u>	\$ <u>12,920</u>
Direct operating expenses arising from the investment property that did not generate rental income in the period	\$ <u>5,333</u>	\$ <u>5,937</u>

B. The fair value of the investment property held by the Group on June 30, 2024, December 31, 2023 and June 30, 2023 were \$3,828,145, \$3,813,033 and \$3,729,313, respectively, which were revalued by independent appraisers and with reference to market transaction prices. Valuations were made using the market approach which is categorised within Level 3 in the fair value hierarchy.

(13) Intangible assets

	Computer software	
	2024	2023
At January 1		
Cost	\$ 289,843	\$ 337,320
Accumulated amortisation and impairment	(186,650)	(223,493)
	<u>\$ 103,193</u>	<u>\$ 113,827</u>
At January 1	\$ 103,193	\$ 113,827
Additions	52,860	41,665
Amortization	(56,796)	(51,348)
Effects of foreign exchange	8	(40)
At June 30	<u>\$ 99,265</u>	<u>\$ 104,104</u>
At June 30		
Cost	\$ 256,428	\$ 239,067
Accumulated amortisation and impairment	(157,163)	(134,963)
	<u>\$ 99,265</u>	<u>\$ 104,104</u>

Details of amortisation of intangible assets are as follows:

	For the three months ended June 30	
	2024	2023
Operating costs	\$ 98	\$ 111
Selling expenses	3,953	3,566
Administrative expenses	10,859	7,908
Research and development expenses	14,790	15,283
	<u>\$ 29,700</u>	<u>\$ 26,868</u>
For the six months ended June 30		
	2024	2023
Operating costs	\$ 194	\$ 369
Selling expenses	6,993	6,674
Administrative expenses	19,404	14,651
Research and development expenses	30,205	29,654
	<u>\$ 56,796</u>	<u>\$ 51,348</u>

(14) Short-term borrowings

	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
Unsecured bank borrowings	\$ -	\$ -	\$ 1,901,684
Secured bank borrowings	<u>884,555</u>	<u>861,073</u>	<u>837,019</u>
	<u>\$ 884,555</u>	<u>\$ 861,073</u>	<u>\$ 2,738,703</u>
Interest rates	2.2%~2.48%	1.71%~1.86%	1.71%~5.84%

(15) Financial liabilities at fair value through profit or loss

<u>Item</u>	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
Current items :			
Valuation adjustment - Derivatives	\$ <u>100</u>	\$ <u>849</u>	\$ <u>18,277</u>

A. The Group recognised net gain (loss) of \$471, \$(14,013), \$749 and \$(7,165) for the three months and six months ended June 30, 2024 and 2023, respectively.

B. The non-hedging derivative instrument transactions and contract information are as follows:

		<u>June 30, 2024</u>		
<u>Financial Instrument</u>	<u>Item</u>	<u>Notional Amount (in thousands)</u>		<u>Fair Market Value (in thousands)</u>
MiTAC Computing Technology Corp. Forward foreign exchange - Sell	Advance booking USD to buy NTD	USD 4,000	(62)
MiTAC Digital Technology Corp. Forward foreign exchange - Sell	Advance booking AUD to buy USD	AUD 400	(38)
		<u>December 31, 2023</u>		
<u>Financial Instrument</u>	<u>Item</u>	<u>Notional Amount (in thousands)</u>		<u>Fair Market Value (in thousands)</u>
MiTAC Digital Technology Corp. Forward foreign exchange - Sell	Advance booking AUD to buy USD	AUD 1,100	(849)
		<u>June 30, 2023</u>		
<u>Financial Instrument</u>	<u>Item</u>	<u>Notional Amount (in thousands)</u>		<u>Fair Market Value (in thousands)</u>
MiTAC Computing Technology Corp. Forward foreign exchange - Sell	Advance booking USD to buy NTD	USD 2,000	(948)
Forward foreign exchange swap - Sell	Advance booking USD to buy NTD	USD 40,200	(16,938)
MiTAC Digital Technology Corp. Forward foreign exchange - Buy	Advance booking USD to sell NTD	USD 1,000	(341)
Silver Star Developments Ltd. Forward foreign exchange - Sell	Advance booking EUR to buy USD	EUR 1,000	(50)

(16) Other payables

	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
Other payables-purchasing raw materials on behalf of others	\$ 3,063,925	\$ 5,341,931	\$ 261,377
Salary and bonus payable	687,310	787,990	634,448
Expense payable and Other payables-others (including related parties)	3,833,898	3,272,763	3,070,657
Cash dividends payable	<u>376</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 7,585,509</u>	<u>\$ 9,402,684</u>	<u>\$ 3,966,482</u>

(17) Long-term borrowings

	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
Unsecured bank borrowings	\$ 293,983	\$ 437,694	\$ 578,057
Secured bank borrowings	408,940	398,084	393,944
Less: Current portion (shown as "other current liabilities")	(160,470)	(254,113)	(284,074)
Total	<u>\$ 542,453</u>	<u>\$ 581,665</u>	<u>\$ 687,927</u>
Interest rate range (Note)	1.325%-2.8%	1.20%-2.8%	1.20%-2.8%
Expiry date	2024.10.15~2026.10.15	2024.10.15~2026.10.15	2024.10.15~2026.10.15

Note: The abovementioned interest rates are the interest rates after obtaining the government project grants.

(18) Pensions

A. Defined benefit plans

(a) The Company's domestic subsidiaries have a defined benefit pension plan in accordance with the Labor Standards Law, 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 Company's domestic subsidiaries contribute 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 Company's domestic subsidiaries would assess the balance in the aforementioned labor pension reserve account by the end of December 31, every year. If the account balance is insufficient to pay the pension calculated by the aforementioned method, to the employees expected to be qualified for retirement next year, the Company's domestic subsidiaries will make contributions to cover the deficit by next March.

(b) For the aforementioned pension plan, the Company's domestic subsidiaries recognized pension costs of \$1,573, \$1,701, \$3,377 and \$3,781 for the three months and six months ended June 30, 2024 and 2023, respectively.

(c) Expected contributions to the defined benefit pension plans of the Company's domestic subsidiaries for the next 12 months of June 30, 2024 amount to \$6,559.

B. Defined contribution plans

(a) Effective July 1, 2005, the Company's domestic subsidiaries have 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, Company’s domestic subsidiaries contribute monthly an amount not lower than 6% 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 Mainland China subsidiaries have a defined contribution plan. Monthly contributions to an independent fund administered by the government in accordance with the pension regulations in the People’s Republic of China (PRC) are based on certain percentages of employees’ monthly salaries and wages. Other than the monthly contributions, the Group has no further obligations.
- (c) The pension costs under the defined contribution pension plans of the Group for the three months and six months ended June 30, 2024 and 2023 were \$58,531, \$62,418, \$115,598 and \$123,558, respectively.

(19) Provisions

	<u>Warranty reserve</u>	<u>Non-cancellable contract reserve</u>	<u>Total</u>
At January 1, 2024	\$ 240,284	\$ 45,294	\$ 285,578
Additional provisions (reversed)	61,637	(17,029)	44,608
Used during the period	(43,886)	-	(43,886)
Effects of foreign exchange	<u>305</u>	<u>954</u>	<u>1,259</u>
At June 30, 2024	<u>\$ 258,340</u>	<u>\$ 29,219</u>	<u>\$ 287,559</u>
Current	101,624	29,219	130,843
Non-current	<u>156,716</u>	<u>-</u>	<u>156,716</u>
Total	<u>\$ 258,340</u>	<u>\$ 29,219</u>	<u>\$ 287,559</u>

	<u>Warranty reserve</u>	<u>Non-cancellable contract reserve</u>	<u>Total</u>
At January 1, 2023	\$ 248,116	\$ 108,998	\$ 357,114
Additional provisions (reversed)	38,377	(50,299)	(11,922)
Used during the period	(41,902)	-	(41,902)
Effects of foreign exchange	<u>46</u>	<u>(12)</u>	<u>34</u>
At June 30, 2023	<u>\$ 244,637</u>	<u>\$ 58,687</u>	<u>\$ 303,324</u>
Current	103,223	58,687	161,910
Non-current	<u>141,414</u>	<u>-</u>	<u>141,414</u>
Total	<u>\$ 244,637</u>	<u>\$ 58,687</u>	<u>\$ 303,324</u>

(20) Share capital

A. As of June 30, 2024, the Company's authorised capital was \$15,000,000, consisting of 1.5 billion shares, and the paid-in capital was \$12,065,568 with a par value of \$10 dollars per share. Movements in the number of the Company's ordinary shares outstanding are as follows:

	2024	2023
	Unit: in thousands of shares	
Outstanding shares as of January 1	1,206,556	1,197,306
Disposal of the Company's treasury share by subsidiaries	-	9,250
Outstanding shares as of June 30	<u>1,206,556</u>	<u>1,206,556</u>

(21) Capital surplus

	Share premium	Treasury stock transactions	Net equity of associates and joint ventures accounted for using equity method	Changes in ownership interests in subsidiaries	Employee stock options	The difference between the actual acquisition or disposal of the subsidiary's equity value and the book value	Others	Total
At January 1, 2024	\$ 21,571,329	\$ 657,029	\$ 208,818	\$ 609	\$ 346,814	\$ 2,085	\$ 2,919	\$ 22,789,603
Changes from associates and joint ventures accounted for using the equity method	-	-	(2,512)	-	-	-	-	(2,512)
Reversal of capital surplus - dividends unclaimed by the subsidiaries' shareholders	-	-	-	-	-	-	(1)	(1)
Capital surplus - dividends unclaimed by the shareholders	-	-	-	-	-	-	1,631	1,631
Transactions with non-controlling interests	-	-	-	-	-	694	-	694
At June 30, 2024	<u>\$ 21,571,329</u>	<u>\$ 657,029</u>	<u>\$ 206,306</u>	<u>\$ 609</u>	<u>\$ 346,814</u>	<u>\$ 2,779</u>	<u>\$ 4,549</u>	<u>\$ 22,789,415</u>

	Share premium	Treasury stock transactions	Net equity of associates and joint ventures accounted for using equity method	Changes in ownership interests in subsidiaries	Employee stock options	Others	Total
At January 1, 2023	\$ 21,571,329	\$ 480,778	\$ 209,447	\$ 609	\$ 346,814	\$ 1,929	\$ 22,610,906
Disposal of company's share by subsidiaries recognised as treasury share transactions	-	164,225	-	-	-	-	164,225
Subsidiaries received cash dividends paid by the parent company	-	12,026	-	-	-	-	12,026
Changes from associates and joint ventures accounted for using the equity method	-	-	(14,532)	-	-	-	(14,532)
Reversal of capital surplus - dividends unclaimed by the subsidiaries' shareholders	-	-	-	-	-	(1)	(1)
Capital surplus - dividends unclaimed by the shareholders	-	-	-	-	-	995	995
At June 30, 2023	<u>\$ 21,571,329</u>	<u>\$ 657,029</u>	<u>\$ 194,915</u>	<u>\$ 609</u>	<u>\$ 346,814</u>	<u>\$ 2,923</u>	<u>\$ 22,773,619</u>

Pursuant to the R.O.C. Company Act, capital surplus arising from paid-in capital in excess of par value on 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 capitalised mentioned above should not exceed 10% of the paidin capital each year. Capital surplus should not be used to cover accumulated deficit unless the legal reserve is insufficient.

(22) 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' accumulated deficit and then 10% of the remaining amount shall be set aside as legal reserve. Special reserve shall also be set aside or reversed pursuant to the regulations. Appropriation of the remainder along with prior year's accumulated unappropriated retained earnings shall be proposed by the Board of Directors, and shall be resolved by the stockholders when they are appropriated by issuing new shares. If the appropriation of retained earnings was appropriated in the form of cash, the appropriation should be in line with Article 240-5 of the Company Act, as resolved by a majority vote at a meeting of Board of Directors attended by two-thirds of the total number of directors, and reported to the shareholders' meeting.
- B. Earnings appropriation ratio and cash dividends ratio are decided by the Board of Directors, taking into account the Company's financial structure, future capital requirements and profitability, and cash dividends shall account for at least 10% of the total dividends appropriated. Earnings appropriation ratio and cash dividends ratio are

subject to adjustments once approved by the stockholders.

- C. 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. In line with Article 241 of the Company Act, all or part of the legal reserve and capital reserve could be appropriated as cash dividends as resolved by a majority vote at a meeting of Board of Directors attended by two-thirds of the total number of directors, and reported to the shareholders' meeting.
- D. 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.
- E. The appropriation of 2023 earnings had been proposed by the Board of Directors on May 28, 2024, and the appropriation of 2022 earnings had been resolved at the shareholders' meeting on May 29, 2023. Details are summarized below:

	2023		2022	
	Amount	Dividend per share (in dollars)	Amount	Dividend per share (in dollars)
Legal reserve	\$ 135,414		\$ 949,253	
Cash dividend	<u>1,568,524</u>	\$ 1.30	<u>1,568,524</u>	\$ 1.30
Total	<u><u>\$ 1,703,938</u></u>	<u><u>\$ 1.30</u></u>	<u><u>\$ 2,517,777</u></u>	<u><u>\$ 1.30</u></u>

(23) Other equity items

	2024		
	Unrealised gains (losses) on valuation	Currency translation	Total
At January 1	\$ 1,675,181	\$ 1,635,667	\$ 3,310,848
Reclassified to profit or loss upon disposal			
- Group	-	68	68
Reclassified to retained earnings upon disposal			
- Group	(792)	-	(792)
- Associates	(62,096)	-	(62,096)
Reclassified as non-controlling interest	-	(1,943)	(1,943)
Revaluation			
- Group	(1,675,285)	-	(1,675,285)
- Associates	87,352	-	87,352
Currency translation differences			
- Group	-	301,650	301,650
- Associates	-	279,243	279,243
At June 30	<u>\$ 24,360</u>	<u>\$ 2,214,685</u>	<u>\$ 2,239,045</u>

	2023		
	Unrealised gains (losses) on valuation	Currency translation	Total
At January 1	\$ 3,003,911	\$ (249,216)	\$ 2,754,695
Reclassified to profit or loss upon disposal			
- Group	-	1,127	1,127
Reclassified to retained earnings upon disposal			
- Group	(508)	-	(508)
- Associates	(22,494)	-	(22,494)
Revaluation			
- Group	(5,179,473)	-	(5,179,473)
- Associates	(20,727)	-	(20,727)
Currency translation differences			
- Group	-	(188,807)	(188,807)
- Associates	-	(43,010)	(43,010)
At June 30	<u>\$(2,219,291)</u>	<u>\$(479,906)</u>	<u>\$(2,699,197)</u>

(24) Operating revenue

	For the three months ended June 30	
	2024	2023
Revenue from contracts with customers	<u>\$ 13,107,649</u>	<u>\$ 9,233,431</u>

	For the six months ended June 30	
	2024	2023
Revenue from contracts with customers	\$ <u>22,761,593</u>	\$ <u>17,905,342</u>

A. Disaggregation of revenue from contracts with customers

	For the three months ended June 30	
	2024	2023
Cloud computing product	\$ 10,557,523	\$ 7,372,649
Automotive electronics and AIoT product	1,811,668	1,199,063
Others	<u>738,458</u>	<u>661,719</u>
	\$ <u>13,107,649</u>	\$ <u>9,233,431</u>

	For the six months ended June 30	
	2024	2023
Cloud computing product	\$ 18,369,833	\$ 14,010,463
Automotive electronics and AIoT product	3,086,251	2,571,465
Others	<u>1,305,509</u>	<u>1,323,414</u>
	\$ <u>22,761,593</u>	\$ <u>17,905,342</u>

B. Contract liabilities

The Group has recognised the following revenue-related contract liabilities:

	June 30, 2024	December 31, 2023	June 30, 2023
Contract liabilities– sales of goods	\$ 208,083	\$ 177,821	\$ 135,183
Contract liabilities– others	<u>13,594</u>	<u>34,979</u>	<u>13,190</u>
Total	\$ <u>221,677</u>	\$ <u>212,800</u>	\$ <u>148,373</u>

(25) Interest income

	For the three months ended June 30	
	2024	2023
Interest income from bank deposits	\$ 44,590	\$ 33,775
Interest income from financial assets measured at amortised cost	<u>8,342</u>	<u>3,878</u>
	\$ <u>52,932</u>	\$ <u>37,653</u>

	For the six months ended June 30	
	2024	2023
Interest income from bank deposits	\$ 76,645	\$ 61,871
Interest income from financial assets measured at amortised cost	14,834	6,236
	<u>\$ 91,479</u>	<u>\$ 68,107</u>
 (26) <u>Other income</u>		
	For the three months ended June 30	
	2024	2023
Rental revenue	\$ 38,280	\$ 31,763
Dividend income	154,711	175,187
Other income	15,161	39,456
	<u>\$ 208,152</u>	<u>\$ 246,406</u>
	For the six months ended June 30	
	2024	2023
Rental revenue	\$ 71,321	\$ 63,257
Dividend income	306,921	304,564
Other income	22,996	53,097
	<u>\$ 401,238</u>	<u>\$ 420,918</u>
 (27) <u>Other gains and losses</u>		
	For the three months ended June 30	
	2024	2023
Gains on disposals of property, plant and equipment	\$ 7,582	\$ 4,771
(Losses) gains on disposal of investments	38	(560)
Net currency exchange (losses) gain	73,775	59,917
(Losses) gains on financial assets liabilities at fair value through profit or loss	826	(27,632)
Other losses	(9,440)	(4,543)
	<u>\$ 72,781</u>	<u>\$ 31,953</u>

	For the six months ended June 30	
	2024	2023
Losses on disposals of property, plant and equipment	\$ 7,580	\$ 4,771
Losses on disposal of investments	(68)	(1,127)
Net currency exchange gains (losses)	293,559	7,270
(Losses) gains on financial assets liabilities at fair value through profit or loss	208	(18,777)
Other losses	(18,468)	(18,259)
	<u>\$ 282,811</u>	<u>\$ (26,122)</u>

(28) Financial costs

	For the three months ended June 30	
	2024	2023
Interest expense on bank borrowings	\$ 10,536	\$ 43,759
Interest expense on lease liabilities	450	600
	<u>\$ 10,986</u>	<u>\$ 44,359</u>

	For the six months ended June 30	
	2024	2023
Interest expense on bank borrowings	\$ 18,921	\$ 93,839
Interest expense on lease liabilities	918	1,264
	<u>\$ 19,839</u>	<u>\$ 95,103</u>

(29) Expense by nature

	For the three months ended June 30	
	2024	2023
Employee benefit expense	\$ 1,489,663	\$ 1,350,420
Depreciation charges on property, plant and equipment, investment property and right-of-use assets	250,421	259,088
Amortization charges	29,700	26,868
Total	<u>\$ 1,769,784</u>	<u>\$ 1,636,376</u>

	For the six months ended June 30	
	2024	2023
Employee benefit expense	\$ 2,893,519	\$ 2,727,364
Depreciation charges on property, plant and equipment, investment property and right-of-use assets	488,259	519,588
Amortization charges	56,796	51,348
Total	<u>\$ 3,438,574</u>	<u>\$ 3,298,300</u>

(30) Employee benefit expenses

	For the three months ended June 30	
	2024	2023
Wages and salaries	\$ 1,301,359	\$ 1,167,346
Labor and health insurance fees	88,286	80,859
Pension costs	60,104	64,119
Other personnel expenses	39,914	38,096
	<u>\$ 1,489,663</u>	<u>\$ 1,350,420</u>

	For the six months ended June 30	
	2024	2023
Wages and salaries	\$ 2,528,837	\$ 2,352,702
Labor and health insurance fees	166,560	167,382
Pension costs	118,975	127,339
Other personnel expenses	79,147	79,941
	<u>\$ 2,893,519</u>	<u>\$ 2,727,364</u>

A. According to the amended Articles of Incorporation, the profit (pre-tax profit before deduction of employees' compensation and directors' remuneration) of the current year shall be distributed as employees' compensation and directors' remuneration, which will be resolved by the Board of Directors. The ratio shall not be lower than 0.1% for employees and not be higher than 1% for directors. If a company has an accumulated deficit, earnings should be reserved to cover losses. Employees' compensation can be

distributed by stock or dividends, and employees must be working for the Company. The Chairman of the Board is authorised to set the qualification requirements.

- B. For the six months ended June 30, 2024 and 2023, employees' compensation was accrued at 0.1% of gain on pre-tax profit before deduction of employees' compensation and directors' remuneration. Directors' remuneration were accrued under 1% of gain on pre-tax profit before deduction of employees' compensation and directors' remuneration.
- C. For the three months and six months ended June 30, 2024 and 2023, employees' compensation were accrued at \$1,130, \$1,062, \$1,872 and \$1,248, respectively; and directors' remuneration were accrued at \$1,626, \$1,626, \$3,252 and \$3,252, respectively. The aforementioned amounts were recognised in salary expenses. Employees' compensation and directors' remuneration of 2023 and 2022 as resolved at the Board of Directors of the Company were in agreement with those amounts recognised in the 2023 and 2022 parent company only financial statements.
- D. Information about employees' compensation and directors' remuneration of the Company as resolved by the Board of Directors is available at the "Market Observation Post System" website of the Taiwan Stock Exchange.

(31) Income tax

A. Income tax expense

Components of income tax expense:

	For the three months ended June 30	
	2024	2023
Current tax:		
Current tax on profits for the period	\$ 72,384	\$(93)
Tax on undistributed surplus earnings	-	348,738
Prior year income tax overestimation	(71,863)	10,433
Total current tax	<u>521</u>	<u>359,078</u>
Deferred tax:		
Origination and reversal of temporary differences	<u>12,216</u>	(319,835)
Total deferred tax	<u>12,216</u>	(319,835)
Income tax expense	<u>\$ 12,737</u>	<u>\$ 39,243</u>

	For the six months ended June 30	
	2024	2023
Current tax:		
Current tax on profits for the period	\$ 185,360	\$ 109,105
Tax on undistributed surplus earnings	-	348,738
Prior year income tax overestimation	(71,876)	648
Total current tax	<u>113,484</u>	<u>458,491</u>
Deferred tax:		
Origination and reversal of temporary differences	44,917	(366,180)
Total deferred tax	<u>44,917</u>	<u>(366,180)</u>
Income tax expense	<u>\$ 158,401</u>	<u>\$ 92,311</u>

- B. The Company's income tax returns through 2019 have been assessed and approved by the Tax Authority.
- C. Some subsidiaries of the Group are located in jurisdictions where Pillar Two legislation has been enacted or substantially enacted. As of June 30, 2024, there is no significant current income tax exposure. The Group will continue to monitor the impact of the enactment of Pillar Two legislation in various countries on future financial performance.

(32) Earnings per share

	For the three months ended June 30, 2024		
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ <u>1,107,508</u>	1,206,556	\$ <u>0.92</u>
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 1,107,508		
Less: Effect of dilutive potential common stocks issued by investee companies	(7,725)		
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation	-	42	
Net income attributable to common stockholders plus dilutive effect of common stock equivalents	<u>\$ 1,099,783</u>	<u>1,206,598</u>	<u>\$ 0.91</u>

For the three months ended June 30, 2023			
	<u>Amount after tax</u>	<u>Weighted average number of ordinary shares outstanding (shares in thousands)</u>	<u>Earnings per share (in dollars)</u>
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ <u>709,964</u>	1,197,306	\$ <u>0.59</u>
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 709,964		
Less: Effect of dilutive potential common stocks issued by investee companies	(2,970)		
Assumed conversion of all dilutive potential ordinary shares Employees' compensation	<u>-</u>	<u>36</u>	
Net income attributable to common stockholders plus dilutive effect of common stock equivalents	\$ <u>706,994</u>	<u>1,197,342</u>	\$ <u>0.59</u>

For the six months ended June 30, 2024			
	<u>Amount after tax</u>	<u>Weighted average number of ordinary shares outstanding (shares in thousands)</u>	<u>Earnings per share (in dollars)</u>
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ <u>1,799,350</u>	1,206,556	\$ <u>1.49</u>
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 1,799,350		
Less: Effect of dilutive potential common stocks issued by investee companies	(15,601)		
Assumed conversion of all dilutive potential ordinary shares Employees' compensation	<u>-</u>	<u>57</u>	
Net income attributable to common stockholders plus dilutive effect of common stock equivalents	\$ <u>1,783,749</u>	<u>1,206,613</u>	\$ <u>1.48</u>

	For the six months ended June 30, 2023		
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ <u>862,424</u>	1,197,306	\$ <u>0.72</u>
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 862,424		
Less: Effect of dilutive potential common stocks issued by investee companies	(8,180)		
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation	-	132	
Net income attributable to common stockholders plus dilutive effect of common stock equivalents	\$ <u>854,244</u>	<u>1,197,438</u>	\$ <u>0.71</u>

Basic earnings per share is calculated with the gain or loss attributable to the shareholders of the ordinary shares issued by the Company, divided with outstanding weighted average ordinary shares during the period, and deducted with weighted average treasury shares.

(33) Supplemental cash flow information

A. Financing activities with partial cash payments :

	For the six months ended June 30	
	2024	2023
Cash dividends declared but yet to be paid – the Company	\$ 1,568,524	\$ 1,568,524
Add: Cash dividends to minority interests paid by subsidiaries	376	2,578
Less: Recognition of cash dividends declared by the parent to subsidiaries	-	(12,026)
Dividends payable	(376)	-
Cash paid during the period	\$ <u>1,568,524</u>	\$ <u>1,559,076</u>

(34) Changes in liabilities from financing activities

	<u>Short-term borrowings</u>	<u>Guarantee deposit received</u>	<u>Lease liabilities</u>	<u>Long-term borrowings (including current portion)</u>	<u>Dividends payable</u>	<u>Liabilities from financing activities-gross</u>
At January 1, 2024	\$ 861,073	\$ 43,450	\$ 132,194	\$ 835,778	\$ -	\$ 1,872,495
Changes in cash flow		12,028	(181,109)	(143,711)	-	(312,792)
Impact of changes in foreign exchange rate	23,482	908	1,935	10,856	-	37,181
Changes in other non-cash items	-	-	197,167	-	376	197,543
At June 30, 2024	<u>\$ 884,555</u>	<u>\$ 56,386</u>	<u>\$ 150,187</u>	<u>\$ 702,923</u>	<u>\$ 376</u>	<u>\$ 1,794,427</u>

	<u>Short-term borrowings</u>	<u>Guarantee deposit received</u>	<u>Lease liabilities</u>	<u>Long-term borrowings (including current portion)</u>	<u>Liabilities from financing activities-gross</u>
At January 1, 2023	\$ 3,623,778	\$ 34,961	\$ 169,089	\$ 701,685	\$ 4,529,513
Changes in cash flow	(834,730)	10,504	(25,016)	281,822	(567,420)
Impact of changes in foreign exchange rate	(50,345)	(882)	15	(11,506)	(62,718)
Changes in other non-cash items	-	-	4,283	-	4,283
At June 30, 2023	<u>\$ 2,738,703</u>	<u>\$ 44,583</u>	<u>\$ 148,371</u>	<u>\$ 972,001</u>	<u>\$ 3,903,658</u>

7. RELATED PARTY TRANSACTIONS

(1) Names of related parties and relationship

<u>Names of related parties</u>	<u>Relationship with the Group</u>
Getac Holdings Corp. and its subsidiaries	Associate
Infopower Technologies Ltd.	Associate
Synnex Technology International Corp. and its subsidiaries	Common Chairman
Harbinger Venture Management Company Ltd.	Common Chairman
Lien Hwa Industrial Holdings Corp. and its subsidiaries	Common Chairman
UPC Technology Corp.	Common Chairman
Hyve Design Solutions Corporation and its subsidiaries	Associate (Note)
Shen-Tong Construction & Development Co., Ltd.	Associate

Note: The shares disposed in the first quarter of 2024.

(2) Significant related party transactions and balances

A. Operating revenue:

(a)

	For the three months ended June 30	
	2024	2023
Sales of goods:		
-Associates-Others	\$ 18,700	\$ 18,222
-Other related parties	468	1,148
	<u>19,168</u>	<u>19,370</u>
-Associates-Others	<u>1,360</u>	<u>1,900</u>
Subtotal	<u>1,360</u>	<u>1,900</u>
Total	<u>\$ 20,528</u>	<u>\$ 21,270</u>
	For the six months ended June 30	
	2024	2023
Sales of goods:		
-Associates-Others	\$ 38,582	\$ 40,574
-Other related parties	5,568	2,825
	<u>44,150</u>	<u>43,399</u>
Sales of services:		
-Associates-Others	3,575	4,526
-Other related parties	1	-
Subtotal	<u>3,576</u>	<u>4,526</u>
Total	<u>\$ 47,726</u>	<u>\$ 47,925</u>

- (b) The selling price to related parties is determined based on the economic environment and market competition in the region of the related party.
- (c) The Group's term of credit for related parties is the same with third party clients. The payment is generally due around 3 months after delivery.

B. Purchases:

(a)

	For the three months ended June 30	
	2024	2023
Purchases of goods:		
-Associates	\$ 13,372	\$ 5,925
-Other related parties - Synnex Technology International Corp. and subsidiaries	108,143	752,141
Total	<u>\$ 121,515</u>	<u>\$ 758,066</u>

	For the six months ended June 30	
	2024	2023
Purchases of goods:		
-Associates	\$ 15,980	\$ 9,166
-Other related parties - Synnex Technology International Corp. and its subsidiaries	216,662	1,647,982
Total	<u>\$ 232,642</u>	<u>\$ 1,657,148</u>

(b) The purchase price from related parties cannot be compared with the prices to third parties due to differences in product specifications.

(c) The Group's term of payment for related parties is generally due around 3 months after counterparty's delivery.

C. Receivables from related parties:

	June 30, 2024	December 31, 2023	June 30, 2023
Accounts receivable:			
-Associates-Others	\$ 79	\$ 63	\$ 225
-Other related parties	79	-	1,144
Subtotal	<u>158</u>	<u>63</u>	<u>1,369</u>
Other receivables:			
-Associates-Getac Holdings Corp. and its subsidiaries	\$ 19,158	\$ 15,947	\$ 12,826
-Associates-Others	-	4,755	8,174
-Other related parties	2,386	2,545	2,559
Subtotal	<u>21,544</u>	<u>23,247</u>	<u>23,559</u>
Other receivables-Dividend:			
-Other related parties	\$ 49,700	\$ -	\$ 29,221
Subtotal	<u>49,700</u>	<u>-</u>	<u>29,221</u>
Total	<u>\$ 71,402</u>	<u>\$ 23,310</u>	<u>\$ 54,149</u>

D. Payables to related parties:

	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
Accounts payable:			
-Associates	\$ 13,910	\$ 5,218	\$ 5,540
-Other related parties - Synnex Technology International Corp. and its subsidiaries	<u>155,516</u>	<u>67,586</u>	<u>107,663</u>
Subtotal	<u>169,426</u>	<u>72,804</u>	<u>113,203</u>
Other payables:			
-Associates	779	1,006	5,046
-Other related parties	<u>18,494</u>	<u>16,620</u>	<u>4,329</u>
Subtotal	<u>19,273</u>	<u>17,626</u>	<u>9,375</u>
Total	<u>\$ 188,699</u>	<u>\$ 90,430</u>	<u>\$ 122,578</u>

E. Property transactions:

(a) Acquisition of property, plant and equipment:

	<u>For the three months ended June 30</u>	
	<u>2024</u>	<u>2023</u>
Other related parties	<u>\$ 17,567</u>	<u>\$ 2,878</u>
	<u>For the six months ended June 30</u>	
	<u>2024</u>	<u>2023</u>
Other related parties	<u>\$ 18,557</u>	<u>\$ 4,164</u>

(b) Acquisition of financial assets:

For the three months and six months ended June 30, 2024 and 2023 : None.

F. Lease transactions — leasee

(a) The Group leases buildings from Getac Holdings Corp. and its subsidiaries. The duration rental contracts are typically made for 1 to 2 years.

(b) Lease liabilities

i. Outstanding balance:

	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
Associates	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,426</u>

ii. Interest expense

	<u>For the three months ended June 30</u>	
	<u>2024</u>	<u>2023</u>
Associates	<u>\$ -</u>	<u>\$ 102</u>

	For the six months ended June 30	
	2024	2023
Associates	\$ -	\$ 249

G. Lease transactions—lessor

	For the three months ended June 30	
	2024	2023
Rent income		
Associates	\$ 8,663	\$ 11,186
Other related parties	191	185
Total	\$ 8,854	\$ 11,371

	For the six months ended June 30	
	2024	2023
Rent income		
Associates	\$ 17,220	\$ 22,393
Other related parties	377	369
Total	\$ 17,597	\$ 22,762

H. Expenses

	For the three months ended June 30	
	2024	2023
Associates	\$ 734	\$ 5,349
Other related parties	2,822	913
Total	\$ 3,556	\$ 6,262

	For the six months ended June 30	
	2024	2023
Associates	\$ 966	\$ 5,661
Other related parties	3,165	1,057
Total	\$ 4,131	\$ 6,718

(3) Key management compensation

	For the three months ended June 30	
	2024	2023
Salaries and other short-term employee benefits	\$ 6,466	\$ 5,492
Post-employment benefits	161	152
Total	\$ 6,627	\$ 5,644

	For the six months ended June 30	
	2024	2023
Salaries and other short-term employee benefits	\$ 44,784	\$ 35,428
Post-employment benefits	313	305
Total	\$ 45,097	\$ 35,733

8. PLEGDED ASSETS

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

Pledged asset	Book Value			Purpose
	June 30, 2024	December 31, 2023	June 30, 2023	
Time deposits (shown as "Financial assets at amortised cost-non-current")	\$ 10,261	\$ 10,208	\$ 10,171	Guarantee deposit for lease
Time deposits (shown as "Financial assets at amortised cost-non-current")	444,500	432,700	428,200	Guarantees deposit for borrowings
Time deposits (shown as "Financial assets at amortised cost-non-current")	35,835	59,695	59,346	Guarantee deposit for letter of guarantee for customs duties
Time deposits (shown as "Financial assets at amortised cost-current")	528,955	861,073	852,118	Guarantees deposit for borrowings
	<u>\$ 1,019,551</u>	<u>\$ 1,363,676</u>	<u>\$ 1,349,835</u>	

9. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNISED CONTRACT COMMITMENTS

(1) Contingencies: None.

(2) Commitments: None.

10. SIGNIFICANT DISASTER LOSS: None.

11. SIGNIFICANT EVENTS AFTER THE BALANCE SHEET DATE

None.

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.

(2) Financial instruments

A. Financial instruments by category

	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 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	\$ <u>848</u>	\$ <u>143,879</u>	\$ <u>142,457</u>
Financial assets at fair value through other comprehensive income			
Designation of equity instrument	\$ <u>39,494,663</u>	\$ <u>40,930,619</u>	\$ <u>36,857,746</u>
Financial assets at amortised cost			
Cash and cash equivalents	\$ 8,825,260	\$ 8,321,029	\$ 8,903,861
Financial assets at amortised cost	1,277,832	1,398,476	1,384,635
Notes receivable	148,982	34,865	38,094
Accounts receivable	7,653,552	4,050,024	4,479,579
Accounts receivable - related parties	158	63	1,369
Other receivables	3,850,439	7,143,010	593,548
Refundable deposits	<u>19,954</u>	<u>20,269</u>	<u>21,333</u>
	<u>\$ 21,776,177</u>	<u>\$ 20,967,736</u>	<u>\$ 15,422,419</u>

	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
<u>Financial liabilities</u>			
Financial liabilities at fair value through profit or loss			
Financial liabilities held for trading	\$ <u>100</u>	\$ <u>849</u>	\$ <u>18,277</u>
Financial liabilities at amortised cost			
Short-term borrowings	\$ 884,555	\$ 861,073	\$ 2,738,703
Accounts payable	8,705,773	5,913,013	6,249,321
Accounts payable - related parties	169,426	72,804	113,203
Other accounts payable	7,585,509	9,402,684	3,966,482
Refundable deposits	56,386	43,450	44,583
Long-term borrowings (including current portion)	<u>702,923</u>	<u>835,778</u>	<u>972,001</u>
	<u>\$ 18,104,572</u>	<u>\$ 17,128,802</u>	<u>\$ 14,084,293</u>
Lease liabilities	<u>\$ 150,187</u>	<u>\$ 132,194</u>	<u>\$ 148,371</u>

B. Financial risk management policies

There was no significant change in the reporting period. Please refer to Note 12 in the consolidated financial statements for the year ended December 31, 2023.

C. Significant financial risks and degrees of financial risks

(a) Market risk

Foreign exchange risk

- i. The Group's businesses involve some non-functional currency operations (the Company's and certain subsidiaries' functional currency: NTD; other certain subsidiaries' functional currency: USD and CNY). The information on assets and liabilities denominated in foreign currencies whose values would be materially affected by the exchange rate fluctuations is as follows:

June 30, 2024			
(Foreign currency: functional currency)	Foreign currency amount (In thousands)	Exchange rate	Book value (NTD)
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:NTD	\$ 364,480	32.450	\$ 11,827,373
EUR:NTD	3,579	34.710	124,216
USD:CNY	92,916	7.300	3,015,134
<u>Non-monetary items</u>			
CNY:NTD	97,296	4.445	432,480
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	230,214	32.450	7,470,439
USD:CNY	84,966	7.300	2,757,157

December 31, 2023			
(Foreign currency: functional currency)	Foreign currency amount (In thousands)	Exchange rate	Book value (NTD)
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:NTD	\$ 403,142	30.705	\$ 12,378,479
EUR:NTD	3,211	33.980	109,111
USD:CNY	119,558	7.096	3,671,036
<u>Non-monetary items</u>			
CNY:NTD	95,402	4.327	412,806
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	213,092	30.705	6,542,985
USD:CNY	114,730	7.096	3,522,771

				June 30, 2023		
				Foreign currency amount (In thousands)	Exchange rate	Book value (NTD)
(Foreign currency: functional currency)						
<u>Financial assets</u>						
<u>Monetary items</u>						
	USD:NTD	\$	311,049		31.140	\$ 9,686,063
	EUR:NTD		4,649		33.810	157,180
	USD:CNY		74,035		7.272	2,305,439
<u>Non-monetary items</u>						
	CNY:NTD		94,172		4.282	403,244
<u>Financial liabilities</u>						
<u>Monetary items</u>						
	USD:NTD		171,074		31.140	5,327,259
	USD:CNY		142,514		7.272	4,437,881
ii.	Total exchange (loss) gain, including realised and unrealised arising from significant foreign exchange variation on the monetary items held by the Group for the three months and six months ended June 30, 2024 and 2023, amounted to \$73,775, \$59,917, \$293,559 and \$7,270, respectively.					
iii.	The Group's foreign currency market risk analysis regarding significant exchange rate fluctuations is shown below:					

For the six months ended June 30, 2024						
Sensitivity analysis						
		Fluctuation %	Affected income		Affected other comprehensive income	
(Foreign currency: functional currency)						
<u>Financial assets</u>						
<u>Monetary items</u>						
	USD:NTD	1.00%	\$	118,274	\$	-
	EUR:NTD	1.00%		1,242		-
	USD:CNY	1.00%		30,151		-
<u>Financial liabilities</u>						
<u>Monetary items</u>						
	USD:NTD	1.00%		74,704		-
	USD:CNY	1.00%		27,572		-

For the six months ended June 30, 2023			
Sensitivity analysis			
	Fluctuation %	Affected income	Affected other comprehensive income
(Foreign currency: functional currency)			
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:NTD	1.00%	\$ 96,861	\$ -
EUR:NTD	1.00%	1,572	-
USD:CNY	1.00%	23,054	-
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	1.00%	53,273	-
USD:CNY	1.00%	44,379	-

Price risk

- 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.
- ii. The Group's investments in equity securities comprise shares and open-end funds issued by the domestic or foreign companies. 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, post-tax profit for the six months ended June 30, 2024 and 2023 would have increased/decreased by \$0 and \$1,415, respectively. Other components of equity would have increased/decreased by \$394,947 and \$368,577, respectively, as a result of other comprehensive income classified as equity investment at fair value through other comprehensive income.

Cash flow and fair value interest rate risk

- i. The Group's main interest rate risk arises from long-term and short-term borrowings with variable rates, which expose the Group to cash flow interest rate risk. For the six months ended June 30, 2024 and 2023, the Group's borrowings at variable rate were mainly denominated in New Taiwan dollars and US Dollars.
- ii. If the borrowing interest rate had increased/decreased by 0.01% with all other variables held constant, profit, net of tax for the six months ended June 30, 2024 and 2023 would have decreased /increased by \$79 and \$186, 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 contract obligations. The main factor is that counterparties could not repay in full the accounts receivable based on the agreed terms, and the contract cash flows stated at amortised cost.
- ii. According to the Group's credit policy, each local entity in the Group is responsible for managing and analysing 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.
- iii. Individual risk limits are set based on internal or external factors in accordance with limits set by credit control manager. The utilisation of credit limits is regularly monitored.
- iv. For banks and financial institutions, only the institutions with good credit quality are accepted as counterparties.
- v. The default occurs when it expects that the contact payments cannot be recovered and are transferred to overdue receivables.
- vi. The following indicators are used to determine whether the credit impairment of debt instruments has occurred:
 - (i) It becomes probable that the issuer will enter bankruptcy or other financial reorganization due to their financial difficulties;
 - (ii) The disappearance of an active market for that financial asset because of financial difficulties;
 - (iii) Default or delinquency in interest or principal repayments;
 - (iv) Adverse changes in national or regional economic conditions that are expected to cause a default.
- vii. The Group classifies customers' repayment ability in accordance with the contract term and macroeconomic forecast included in the forecastability and related industry information. The Group applies the modified approach using group methodology to estimate expected credit loss.
- viii. The Group wrote-off the financial assets, which cannot be reasonably expected to be recovered, after initiating recourse procedures. However, the Group will continue executing the recourse procedures to secure their rights.
- ix. The Group considered the forecastability to adjust historical and timely information to assess the default possibility of accounts receivable. As of June 30, 2024, December 31, 2023 and June 30, 2023, the loss rate methodology is as

settled or gross-settled derivative financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date for non-derivative financial liabilities and to the expected maturity date for derivative financial liabilities. The amounts disclosed in the table are the contractual undiscounted cash flows.

Non-derivative financial liabilities:

<u>June 30, 2024</u>	<u>Less than 1 year</u>	<u>Between 1 and 2 years</u>	<u>Between 2 and 3 years</u>	<u>Over 3 years</u>
Short-term				
borrowings	\$ 884,555	\$ -	\$ -	\$ -
Accounts payable	8,875,199	-	-	-
Other payables	7,585,509	-	-	-
Lease liabilities	30,970	18,603	7,609	73,182
Guarantee deposits	33,350	5,182	5,164	12,690
Long-term				
borrowings	163,444	101,667	442,764	-

Non-derivative financial liabilities:

<u>December 31, 2023</u>	<u>Less than 1 year</u>	<u>Between 1 and 2 years</u>	<u>Between 2 and 3 years</u>	<u>Over 3 years</u>
Short-term				
borrowings	\$ 861,073	\$ -	\$ -	\$ -
Accounts payable	5,985,817	-	-	-
Other payables	9,402,684	-	-	-
Lease liabilities	31,430	28,106	8,715	76,983
Guarantee deposits	27,729	2,115	5,209	8,397
Long-term				
borrowings	257,944	102,225	84,099	-

Non-derivative financial liabilities:

<u>June 30, 2023</u>	<u>Less than 1 year</u>	<u>Between 1 and 2 years</u>	<u>Between 2 and 3 years</u>	<u>Over 3 years</u>
Short-term				
borrowings	\$ 2,745,048	\$ -	\$ -	\$ -
Accounts payable	6,362,524	-	-	-
Other payables	3,966,482	-	-	-
Lease liabilities	38,395	27,467	15,754	80,783
Guarantee deposits	30,376	2,715	1,824	9,668
Long-term				
borrowings	289,564	163,188	495,560	33,497

Derivative financial liabilities

As June 30, 2024, December 31, 2023 and June 30, 2023, the Group's derivative financial liabilities mature within one year.

iii. The Group does not expect the timing of occurrence of the cash flows estimated through the maturity date analysis will be significantly earlier, nor expect the actual cash flow amount will be significantly different.

(3) Fair value information

A. The different levels that the inputs to valuation techniques are used to measure fair value of financial instruments have been defined as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).

Level 3: Inputs for the asset or liability that are not based on observable market data.

B. Fair value information of investment property at cost is provided in Note 6(12).

C. Financial instruments not measured at fair value

Including the carrying amounts of cash and cash equivalents, financial assets at amortised cost, notes receivable, accounts receivable, other receivables, refundable deposits, short-term borrowings, accounts payable, other payables, long-term borrowings and guarantee deposits received are approximate to their fair values.

D. The related information of financial and non-financial instruments measured at fair value by level on the basis of the nature, characteristics and risks of the assets and liabilities are as follows:

(a) The related information of natures of the assets and liabilities is as follows:

June 30, 2024	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Recurring fair value</u>				
<u>measurements Financial</u>				
<u>assets:</u>				
Forward exchange contracts	\$ -	\$ 848	\$ -	\$ 848
Equity securities	<u>33,904,540</u>	<u>519,144</u>	<u>5,070,979</u>	<u>39,494,663</u>
Total	<u>\$ 33,904,540</u>	<u>\$ 519,992</u>	<u>\$ 5,070,979</u>	<u>\$39,495,511</u>
<u>Recurring fair value</u>				
<u>measurements Financial</u>				
<u>liabilities:</u>				
Forward exchange contracts	\$ -	\$ 100	\$ -	\$ 100

December 31, 2023	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Recurring fair value</u>				
<u>measurements Financial</u>				
<u>assets:</u>				
Forward exchange contracts	\$ -	\$ 1,528	\$ -	\$ 1,528
Equity securities	<u>35,920,224</u>	<u>368,403</u>	<u>4,784,343</u>	<u>41,072,970</u>
Total	<u>\$ 35,920,224</u>	<u>\$ 369,931</u>	<u>\$ 4,784,343</u>	<u>\$41,074,498</u>
<u>Recurring fair value</u>				
<u>measurements Financial</u>				
<u>liabilities:</u>				
Forward exchange contracts	\$ -	\$ 849	\$ -	\$ 849
June 30, 2023	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Recurring fair value</u>				
<u>measurements Financial</u>				
<u>assets:</u>				
Forward exchange contracts	\$ -	\$ 970	\$ -	\$ 970
Equity securities	<u>32,693,970</u>	<u>207,895</u>	<u>4,097,368</u>	<u>36,999,233</u>
Total	<u>\$ 32,693,970</u>	<u>\$ 208,865</u>	<u>\$ 4,097,368</u>	<u>\$ 37,000,203</u>
<u>Recurring fair value</u>				
<u>measurements Financial</u>				
<u>liabilities:</u>				
Forward exchange contracts	\$ -	\$ 18,277	\$ -	\$ 18,277

- (b) The methods and assumptions the Group used to measure fair value are as follows:
- i. The instruments the Group used market quoted prices as their fair values (that is, Level 1) are listed below by characteristics:

Market quoted price	<u>Listed shares</u> Closing price	<u>Open-end fund</u> Net worth
 - ii. 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.
 - iii. When assessing non-standard and low-complexity financial instruments, 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.
 - iv. The valuation of derivative financial instruments is based on 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.
 - v. 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. The inputs and pricing information used during valuation are carefully assessed and adjusted based on current market conditions.

- vi. The Group takes into account adjustments for credit risk to measure the fair value of financial and non-financial instruments to reflect credit risk of the counterparty and the Group's credit quality.

E. For the six months ended June 30, 2024 and 2023, there was no transfer between Level 1 and Level 2.

F. The following table presents the changes in Level 3 instruments as at June 30, 2024 and 2023:

	Equity securities	
	2024	2023
January 1	\$ 4,784,343	\$ 3,909,355
Proceeds from capital reduction for the period	-	(16,432)
Acquired in the period	103,135	-
Gains recognised in other comprehensive income	183,504	204,445
Effects of foreign exchange	(3)	-
June 30	<u>\$ 5,070,979</u>	<u>\$ 4,097,368</u>

G. Investment department 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, and reviewing the information periodically.

H. The following is the qualitative information of significant unobservable inputs and sensitivity analysis of changes significant unobservable inputs to valuation model used in Level 3 fair value measurements:

	Fair value at June 30, 2024	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity instrument:					
Unlisted shares	\$ 5,070,979	Net asset value	Net asset value	-	The higher the net asset value, the higher the fair value.

	Fair value at December 31, 2023	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity instrument:					
Unlisted shares	\$ 4,784,343	Net asset value	Net asset value	-	The higher the net asset value, the higher the fair value.

	Fair value at June 30, 2023	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity instrument:					
Unlisted shares	\$ 4,097,368	Net asset value	Net asset value	-	The higher the net asset value, the higher the fair value.

- I. The Group has carefully assessed the valuation models and assumptions used to measure fair value; therefore, the fair value measurement is reasonable. However, use of different valuation models or assumptions may result in difference measurement. The following is the effect of profit or loss or of other comprehensive income from financial assets and liabilities categorised within Level 3 if the inputs used to valuation models have changed:

		June 30, 2024					
				Recognised in profit or loss		Recognised in other comprehensive income	
		Input	Change	Favourable change	Unfavourable change	Favourable change	Unfavourable change
Financial assets							
Equity instrument	Net asset value	±1%	\$ -	\$ -	\$ 50,710	\$ 50,710	
		December 31, 2023					
				Recognised in profit or loss		Recognised in other comprehensive income	
		Input	Change	Favourable change	Unfavourable change	Favourable change	Unfavourable change
Financial assets							
Equity instrument	Net asset value	±1%	\$ -	\$ -	\$ 47,843	\$ 47,843	
		June 30, 2023					
				Recognised in profit or loss		Recognised in other comprehensive income	
		Input	Change	Favourable change	Unfavourable change	Favourable change	Unfavourable change
Financial assets							
Equity instrument	Net asset value	±1%	\$ -	\$ -	\$ 40,974	\$ 40,974	

13. SUPPLEMENTARY DISCLOSURES

(1) Significant transactions information

- A. Loans to others: Please refer to table 1.
- B. Provision of endorsements and guarantees to others: Please refer to table 2.
- C. 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 NT\$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 NT\$100 million or 20% of paid-in capital or more: Please refer to table 5.
- H. Receivables from related parties reaching NT\$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: Please refer to Notes 6(2) and (15).
- J. Significant inter-company transactions during the reporting periods: Please refer to table 7.

(2) Information on investees

Names, locations and other information of investee companies (not including investees 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, either directly or indirectly through a third area, with investee companies in the Mainland Area: Please refer to tables 5 and 9.

(4) Major shareholders information

Major shareholders information: Please refer to table 10.

14. SEGMENT INFORMATION

(1) General information

Management has determined the reportable operating segments based on the reports reviewed by the Chief Operating Decision-Maker that are used to make strategic decisions. The Group's Chief Operating Decision-Maker manages business from the perspectives of cloud computing product business group and automotive electronics and AIoT business group.

The Group's company organization, basis of department segmentation and principles for measuring segment information for the period were not significantly changed.

(2) Information about segment profit or loss, assets and liabilities

The segment information provided to the Chief Operating Decision-Maker for the reportable segments and reconciliations are as follows:

Item	For the six months ended June 30, 2024			
	Cloud computing business group	Automotive electronics and AIoT business group	Others	Total
Revenue	\$ 18,369,833	\$ 3,086,251	\$ 1,305,509	\$ 22,761,593
Segment gain (loss)	617,584	79,889	(202,768)	494,705

Item	For the six months ended June 30, 2023			
	Cloud computing business group	Automotive electronics and AIoT business group	Others	Total
Revenue	\$ 14,010,463	\$ 2,571,465	\$ 1,323,414	\$ 17,905,342
Segment gain (loss)	173,682	72,324	(229,039)	16,967

(3) Reconciliation for segment income (loss)

The revenue from external customers reported to the Chief Operating Decision-Maker is measured in a manner consistent with that in the statement of comprehensive income.

A reconciliation of reportable segment income or loss to the income/(loss) before tax from continuing operations for the six months ended June 30, 2024 and 2023 is provided as follows:

Items	For the six months ended June 30	
	2024	2023
(Loss) profit for reportable segments	\$ 494,705	\$ 16,967
Unallocated:		
Share of profits and losses from affiliates and joint ventures accounted for using the equity method	714,994	572,401
Dividend revenue	306,921	304,564
Interest revenue	91,479	68,107
Net currency exchange gain	293,559	7,270
Loss on disposal of investments	(68)	(1,127)
Other income (loss)	63,798	(11,014)
Income before tax from operations	\$ <u>1,965,388</u>	\$ <u>957,168</u>

MiTAC HOLDINGS CORPORATION AND SUBSIDIARIES
Loans to others
For the six months ended June 30, 2024

Table 1

Expressed in thousands of NTD
(Except as otherwise indicated)

No. (Note1)	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the six months ended June 30, 2024	Balance at June 30, 2024	Actual amount drawn down	Interest rate	Nature of loan (Note 2)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party (Note 3)	Ceiling on total loans granted (Note 3)
													Item	Value		
0	MiTAC Holdings Corp.	MiTAC International Corp.	Other receivables-related parties	Y	\$ 1,200,000	\$ 1,200,000	\$ -	1.49433%	2	\$ -	Operations	\$ -	None	\$ -	\$ 23,824,436	\$ 23,824,436
0	MiTAC Holdings Corp.	MiTAC Computing Technology Corp.	Other receivables-related parties	Y	500,000	500,000	-	0	2	-	Operations	-	None	-	23,824,436	23,824,436
1	MiTAC International Corp.	MiTAC Holdings Corp.	Other receivables-related parties	Y	300,000	300,000	-	0	2	-	Operations	-	None	-	24,492,370	24,492,370
1	MiTAC International Corp.	MiTAC Computing Technology Corp.	Other receivables-related parties	Y	4,000,000	4,000,000	1,078,900	1.49378%-5.5%	2	-	Operations	-	None	-	24,492,370	24,492,370
1	MiTAC International Corp.	Shen-Tong Construction & Development Co., Ltd.	Other receivables-related parties	Y	4,755	-	-	0	2	-	Operations	-	None	-	24,492,370	24,492,370
2	MiTAC Computing Technology Corp.	MiTAC International Corp.	Other receivables-related parties	Y	700,000	250,000	-	0	2	-	Operations	-	None	-	1,314,584	1,314,584
2	MiTAC Computing Technology Corp.	MiTAC Information Systems Corp.	Other receivables-related parties	Y	1,952,700	1,947,000	1,947,000	0	1	6,623,215	Ongoing business	-	None	-	3,286,459	3,286,459
3	MiTAC Digital Technology Corp.	MiTAC International Corp.	Other receivables-related parties	Y	180,000	-	-	0	2	-	Operations	-	None	-	696,665	696,665
3	MiTAC Digital Technology Corp.	MiTAC Computing Technology Corp.	Other receivables-related parties	Y	200,000	-	-	5.5%	2	-	Operations	-	None	-	696,665	696,665
4	Silver Star Developments Ltd.	MiTAC Holdings Corp.	Other receivables-related parties	Y	20,861,762	20,857,224	20,857,224	0	2	-	Operations	-	None	-	90,859,343	90,859,343
4	Silver Star Developments Ltd.	MiTAC International Corp.	Other receivables-related parties	Y	4,509,500	-	-	0	2	-	Operations	-	None	-	18,171,869	18,171,869
4	Silver Star Developments Ltd.	MiTAC International Corp.	Other receivables-related parties	Y	15,095,523	15,095,523	15,095,523	0	1	15,412,969	Ongoing business	-	None	-	15,412,969	90,859,343
4	Silver Star Developments Ltd.	Start Well Technology Ltd.	Other receivables-related parties	Y	931,311	931,311	931,311	0	2	-	Operations	-	None	-	90,859,343	90,859,343
4	Silver Star Developments Ltd.	MiTAC Benelux N.V.	Other receivables-related parties	Y	70,140	69,420	69,420	0	2	-	Operations	-	None	-	90,859,343	90,859,343
4	Silver Star Developments Ltd.	MiTAC Information Systems Corp.	Other receivables-related parties	Y	976,350	973,500	-	0	2	-	Operations	-	None	-	90,859,343	90,859,343
5	Tyan Computer Corp.(USA)	MiTAC Information Systems Corp.	Other receivables-related parties	Y	244,088	243,375	243,375	1.83%	2	-	Operations	-	None	-	1,114,070	1,114,070
6	MiTAC Research (Shanghai) Ltd.	MiTAC Information Systems (Kunshan) Co., Ltd.	Other receivables-related parties	Y	224,350	222,250	222,250	0%-4.3%	2	-	Operations	-	None	-	902,542	902,542
7	Access Wisdom Holdings Ltd.	MiTAC Digital Technology Corp.	Other receivables-related parties	Y	35,800	35,695	35,695	0	2	-	Operations	-	None	-	91,203	91,203
8	Mio International Ltd.	MiTAC Digital Technology Corp.	Other receivables-related parties	Y	22,782	22,715	22,715	0	2	-	Operations	-	None	-	23,556	23,556
8	Mio International Ltd.	Access Wisdom Holdings Ltd.	Other receivables-related parties	Y	22,782	22,715	22,715	0	2	-	Operations	-	None	-	117,780	117,780
9	MiTAC Digital Corp.	MiTAC Information Systems Corp.	Other receivables-related parties	Y	195,270	-	-	5.3%	2	-	Operations	-	None	-	436,212	436,212

Note 1: The numbers filled in for the loans provided by the Company or subsidiaries are as follows:(1) The Company is '0'.(2) The subsidiaries are numbered in order starting from '1'.

Note 2: The nature of loan are as follows:

- (1) Ongoing business
- (2) Short-term financing

Note 3: (1) MiTAC Holdings Corp. (the Company)'s total borrowing amount of short-term financing should not exceed 40% of the net worth on the latest financial statements audited or reviewed by independent auditors. The borrowing amount for each borrowing company should not exceed 40% of the net worth of the Company.

(2)MiTAC International Corp.'s total borrowing amount of short-term financing should not exceed 40% of the net worth on the latest financial statements audited or reviewed by independent auditors. The borrowing amount for each borrowing company should not exceed 40% of the net worth of the Company.

(3)MiTAC Computing Technology Corp.'s short-term financing limit should not exceed 40% of the net worth on the latest financial statements audited or reviewed by independent auditors.

(4)For companies with which Mitac Computing Technology Corp. has business dealings, the short-term financing limit should not exceed 100% of the net worth on the latest financial statements audited or reviewed by independent auditors. The limit of loaning to individual company shall not exceed the total amount of estimated business transactions between the two parties in the past two years or the next one year, or 100% of the previously stated net value, whichever is lower. The so-called business transaction amount refers to the total amount of investment, purchase, sales and other transactions between the two parties.

(5)MiTAC Digital Technology Corp.'s short-term financing limit should not exceed 40% of the net worth on the latest financial statements audited or reviewed by independent auditors.

(6)If Silver Star Developments Ltd. was lending to the ultimate parent company and foreign subsidiaries owned 100% directly and indirectly by the ultimate parent company, the borrowing amount to each borrowing company and the total borrowing amount should not be higher than 200% of the net worth on the latest financial statements audited by independent auditors.

(7)If Silver Star Developments Ltd. was lending to domestic subsidiaries owned 100% directly and indirectly by the ultimate parent company, the borrowing amount to each borrowing company and the total borrowing amount should not be higher than 40% of the net worth on the latest financial statements audited by independent auditors.

(8)For companies with which Silver Star Developments Ltd. has business dealings, the individual loan limit is based on the total amount of business dealings in the past five years or 200% of the net value of the company's most recent financial statement that has been audited or reviewed by an accountant, whichever is lower. The total loan limit is limited to 200% of the company's most recent net worth of financial statements that have been audited or reviewed by accountants. The so-called business transaction amount refers to the total amount including but not limited to investment, purchase, sales and other transactions between the two parties.

(9)The borrowing amount and the total borrowing amount of Tyan Computer Corp. (USA) lending to the ultimate parent company and it's direct and indirect wholly-owned foreign subsidiaries should not exceed 200% of the net worth on the latest financial statements audited by independent auditors.

(10) If MiTAC Research (Shanghai) Ltd. was lending to the ultimate parent company and domestic subsidiaries owned 100% directly and indirectly by the ultimate parent company, the borrowing amount to each borrowing company and the total borrowing amount should not be higher than 200% of the net worth on the latest financial statements audited by independent auditors.

(11) If Access Wisdom Holdings Ltd. was lending to domestic subsidiaries owned 100% directly and indirectly by the ultimate parent company, the borrowing amount to each borrowing company and the total borrowing amount should not be higher than 40% of the net worth on the latest financial statements audited by independent auditors.

(12) If Mio International Ltd. was lending to the ultimate parent company and foreign subsidiaries owned 100% directly and indirectly by the ultimate parent company, the borrowing amount to each borrowing company and the total borrowing amount should not be higher than 200% of the net worth on the latest financial statements audited by independent auditors.

(13) If Mio International Ltd. was lending to domestic subsidiaries owned 100% directly and indirectly by the ultimate parent company, the borrowing amount to each borrowing company and the total borrowing amount should not be higher than 40% of the net worth on the latest financial statements audited by independent auditors.

(14) If MiTAC Digital Technology Corp. was lending to the ultimate parent company and foreign subsidiaries owned 100% directly and indirectly by the ultimate parent company, the borrowing amount to each borrowing company and the total borrowing amount should not be higher than 200% of the net worth on the latest financial statements audited by independent auditors.

MiTAC HOLDINGS CORPORATION AND SUBSIDIARIES
Provision of endorsements and guarantees to others
For the six months ended June 30, 2024

Table 2

Expressed in thousands of NTD
(Except as otherwise indicated)

Number (Note 1)	Endorser/ guarantor	Party being endorsed/guaranteed		Limit on endorsements/ guarantees provided for a single party (Note 3)	Maximum outstanding endorsement/ guarantee amount as of June 30, 2024	Outstanding endorsement/ guarantee amount at June 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 (Note 3)	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
		Company name	Relationship with the endorser/ guarantor (Note 2)										
0	MiTAC Holdings Corp.	Tyan Computer Corp.(USA)	2	\$ 29,780,545	\$ 97,635	\$ 97,350	\$ 97,350	\$ -	0.16 %	\$ 29,780,545	Y	N	N
0	MiTAC Holdings Corp.	MiTAC Computing Technology Corp.	2	29,780,545	937,297	934,560	934,560	-	1.57 %	29,780,545	Y	N	N
0	MiTAC Holdings Corp.	MiTAC Digital Technology Corp.	2	29,780,545	4,340	4,327	4,327	-	0.01 %	29,780,545	Y	N	N
0	MiTAC Holdings Corp.	MiTAC Information Systems Corp.	2	29,780,545	1,757,430	1,752,300	129,800	-	2.94 %	29,780,545	Y	N	N

Note 1: The numbers filled in for the endorsements/guarantees provided by the Company or subsidiaries are as follows: (1) The Company is '0'. (2) The subsidiaries are numbered in order starting from '1'.

Note 2: Relationship between the endorser/guarantor and the party being endorsed/guaranteed is classified into the following six 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 3: (1) The endorsement and guarantees amount provided by MiTAC Holdings Corp. to each entity which is directly or indirectly held 50% or more of the voting power by the company should not exceed 50% of the net worth on the latest financial statements audited or reviewed by independent auditors.

- (2) MiTAC Holding Corp's total endorsements and guarantees should not exceed 50% of the net worth on the latest financial statements audited or reviewed by independent auditors.

MiTAC HOLDINGS CORPORATION AND SUBSIDIARIES
Holding of marketable securities at the end of period (not including subsidiaries, associates and joint ventures)
June 30, 2024

Table 3

Expressed in thousands of NTD
(Except as otherwise indicated)

Securities held by	Marketable securities		Relationship with the securities issuer	General ledger account	As of June 30, 2024				Footnote
					Number of shares	Book value	Ownership (%)	Fair value	
MiTAC Holdings Corp.	stocks	Synnex Technology International Corp.	Same board chairman	Financial assets at fair value through other comprehensive income-non current	3,103,717	\$ 226,882	0.19	\$ 226,882	
MiTAC Holdings Corp.	stocks	Healthera Corporation	None	Financial assets at fair value through other comprehensive income-non current	72,112	4,003	0.24	4,003	
MiTAC Holdings Corp.	stocks	JVP VIII, L.P.	None	Financial assets at fair value through other comprehensive income-non current	-	126,947	1.16	126,947	
MiTAC Holdings Corp.	stocks	Acorn Pacific Ventures Fund II, LP	None	Financial assets at fair value through other comprehensive income-non current	-	43,723	6.62	43,723	
MiTAC Holdings Corp.	stocks	TOPRAY MEMS INC.	None	Financial assets at fair value through other comprehensive income-non current	1,000,000	4,473	2.19	4,473	
MiTAC Holdings Corp.	stocks	TRANS-IOT TECHNOLOGY CO., LTD.	None	Financial assets at fair value through other comprehensive income-non current	769,230	8,368	6.96	8,368	
MiTAC Holdings Corp.	stocks	MiTAC Advance Technology Corp.	None	Financial assets at fair value through other comprehensive income-non current	10,000,000	287,350	11.11	287,350	
MiTAC Holdings Corp.	stocks	Bridge Roots II Ltd.	None	Financial assets at fair value through other comprehensive income-non current	200	62,320	6.67	62,320	
MiTAC Holdings Corp.	stocks	Harbinger IX Venture Capital Corp.	None	Financial assets at fair value through other comprehensive income-non current	2,500,000	24,468	9.90	24,468	
MiTAC Holdings Corp.	stocks	Whetron Electronics Co., Ltd.	The Company was this company's director	Financial assets at fair value through other comprehensive income-non current	8,789,000	512,399	11.27	512,399	
MiTAC Holdings Corp.	stocks	Harbinger VIII Venture Capital Corp.	The Company was this company's director	Financial assets at fair value through other comprehensive income-non current	15,000,000	163,951	11.57	163,951	
MiTAC Holdings Corp.	stocks	TD Synnex Corp.	None	Financial assets at fair value through other comprehensive income-non current	2,403,229	8,999,444	2.74	8,999,444	
MiTAC Holdings Corp.	stocks	Concentrix Corp.	None	Financial assets at fair value through other comprehensive income-non current	1,977,944	4,061,581	3.00	4,061,581	
MiTAC International Corp.	stocks	Lien Hwa Industrial Holdings Corp.	Same board chairman	Financial assets at fair value through other comprehensive income-non current	44,182,460	3,017,662	2.79	3,017,662	
MiTAC International Corp.	stocks	UPC Technology Corp.	Same board chairman	Financial assets at fair value through other comprehensive income-non current	16,179,560	199,009	1.19	199,009	
MiTAC International Corp.	stocks	COMPUCASE ENTERPRISE CO., LTD.	None	Financial assets at fair value through other comprehensive income-non current	10,000,000	722,000	8.83	722,000	
MiTAC International Corp.	stocks	Synnex Technology International Corp.	Same board chairman	Financial assets at fair value through other comprehensive income-non current	5,245,000	383,410	0.31	383,410	
MiTAC International Corp.	stocks	MiTAC Information Technology Corp.	The Company's chairman was this company's director	Financial assets at fair value through other comprehensive income-non current	6,259,734	123,962	3.68	123,962	
MiTAC International Corp.	stocks	MiTAC INC.	Same board chairman	Financial assets at fair value through other comprehensive income-non current	35,401,218	2,530,276	8.71	2,530,276	
MiTAC International Corp.	stocks	Overseas Investment & Development Corp.	None	Financial assets at fair value through other comprehensive income-non current	1,000,000	13,406	1.11	13,406	
MiTAC International Corp.	stocks	Harbinger Venture Capital Corp.	Same board chairman	Financial assets at fair value through other comprehensive income-non current	27,828	190	14.05	190	
MiTAC International Corp.	stocks	Harbinger VI Venture Capital Corp.	None	Financial assets at fair value through other comprehensive income-non current	3,213,811	40,856	13.28	40,856	

MiTAC HOLDINGS CORPORATION AND SUBSIDIARIES
Holding of marketable securities at the end of period (not including subsidiaries, associates and joint ventures)
June 30, 2024

Table 3

Expressed in thousands of NTD
(Except as otherwise indicated)

Securities held by	Marketable securities		Relationship with the securities issuer	General ledger account	As of June 30, 2024				Footnote
					Number of shares	Book value	Ownership (%)	Fair value	
MiTAC International Corp.	stocks	Harbinger VII Venture Capital Corp.	The Company was this company's director	Financial assets at fair value through other comprehensive income-non current	5,333,333	84,587	9.39	84,587	
MiTAC International Corp.	stocks	TD Synnex Corp.	None	Financial assets at fair value through other comprehensive income-non current	2,064,649	7,731,553	2.36	7,731,553	
MiTAC International Corp.	stocks	Concentrix Corp.	None	Financial assets at fair value through other comprehensive income-current	2,135,489	4,385,090	3.24	4,385,090	
MiTAC International Corp.	STO	Sunnyfounder STO	None	Financial assets at amortised cost - noncurrent	2,300	23,481	-	23,481	
Tsu Fung Investment Corp.	stocks	Getac Holdings Corp.	None	Financial assets at fair value through other comprehensive income-current	9,083,741	1,035,546	1.48	1,035,546	
Tsu Fung Investment Corp.	stocks	UPC Technology Corp.	None	Financial assets at fair value through other comprehensive income-current	17,460,231	214,761	1.28	214,761	
Tsu Fung Investment Corp.	stocks	Synnex Technology International Corp.	None	Financial assets at fair value through other comprehensive income-current	8,217,974	600,734	0.49	600,734	
Tsu Fung Investment Corp.	stocks	PROMISE Technology Inc.	The Company was this company's director	Financial assets at fair value through other comprehensive income-non current	2,609,479	40,969	2.92	40,969	
Tsu Fung Investment Corp.	stocks	MiTAC Information Technology Corp.	None	Financial assets at fair value through other comprehensive income-non current	4,594,672	90,988	2.70	90,988	
Tsu Fung Investment Corp.	stocks	MiTAC INC.	None	Financial assets at fair value through other comprehensive income-non current	21,824,887	1,559,918	5.37	1,559,918	
Tsu Fung Investment Corp.	stocks	Tung Da Investment Co., Ltd.	The Company was this company's director	Financial assets at fair value through other comprehensive income-non current	4,848,125	172,205	19.99	172,205	Note 1
Tsu Fung Investment Corp.	stocks	Harbinger Venture Management Co., Ltd.	The Group's chairman was this company's chairman	Financial assets at fair value through other comprehensive income-non current	862,922	21,383	19.99	21,383	
Tsu Fung Investment Corp.	stocks	Lien Yung Investment Corp.	The Company was this company's director	Financial assets at fair value through other comprehensive income-non current	9,217,196	226,743	19.99	226,743	
Tsu Fung Investment Corp.	stocks	Whetron Electronics Co., Ltd.	None	Financial assets at fair value through other comprehensive income-non current	375,000	21,863	0.48	21,863	
Silver Star Developments Ltd. and its subsidiaries	stocks	TD Synnex Corp.	None	Financial assets at fair value through other comprehensive income-non current	302,102	1,131,290	0.34	1,131,290	
Silver Star Developments Ltd. and its subsidiaries	stocks	Concentrix Corp.	None	Financial assets at fair value through other comprehensive income-non current	302,102	620,347	0.46	620,347	
Silver Star Developments Ltd. and its subsidiaries	stocks	Budworth Investments Ltd.	None	Financial assets at fair value through profit or loss-non current	134,908	6	14.83	6	
Silver Star Developments Ltd. and its subsidiaries	stocks	Panasas Inc.	None	Financial assets at fair value through profit or loss-non current	13,913	-	0.04	-	

Note 1: MiTAC International Corp. sold its shares of Tung Da Investment Co., Ltd. to Tsu Fung Investment Corp., and such disposal gain has not yet been realised.

MiTAC HOLDINGS CORPORATION AND SUBSIDIARIES
Acquisition or sale of the same security with the accumulated cost exceeding \$300 million or 20% of the Company's paid-in capital
For the six months ended June 30, 2024

Table 4

Expressed in thousands of NTD
(Except as otherwise indicated)

Investor	Marketable securities	General ledger account	Counterparty	Relationship with the investor	Balance as at January 1, 2024		Addition		Disposal				Balance as at June 30, 2024		Footnote
					Number of shares	Amount	Number of shares	Amount	Number of shares	Selling price	Book value	Gain (loss) on disposal	Number of shares	Amount	
MiTAC International Corp.	MiTAC Technology (Vietnam) Company Limited	Investments accounted for using equity method	-	-	-	\$ -	-	\$ 378,099	-	\$ -	\$ -	\$ -	-	\$ 389,675	

MiTAC HOLDINGS CORPORATION AND SUBSIDIARIES
Purchases or sales of goods from or to related parties reaching NT\$100 million or 20% of paid-in capital or more
For the six months ended June 30, 2024

Table 5

Expressed in thousands of NTD
(Except as otherwise indicated)

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction				Differences in transaction terms		Notes/accounts receivable (payable)		Footnote
			Purchases /sales	Amount	Percentage of total purchases/sales	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	
MiTAC Computing Technology Corp.	MiTAC Information Systems Corp.	Subsidiary	Sales	\$ 1,292,750	21 %	Note 1	Note 3	Note 1	\$ 3,121,417	65 %	
MiTAC Computing Technology Corp.	Tyan Computer Corp.(USA)	Subsidiary	Sales	209,098	3 %	Note 1	Note 3	Note 1	-	- %	
MiTAC Computing Technology Corp.	Synnex Technology International Corp. and its subsidiaries	Other related parties	Purchases	215,623	4 %	Note 2	Note 3	Note 2	(154,933)	3 %	
MiTAC Digital Technology Corp.	MiTAC Computer (Kunshan) Ltd.	Affiliate	Purchases	691,396	32 %	Note 2	Note 3	Note 2	(1,773,032)	69 %	
MiTAC Digital Technology Corp.	MiTAC Computer (Shunde) Corp.	Affiliate	Purchases	250,927	11 %	Note 2	Note 3	Note 2	(251,976)	10 %	

Note 1: The Group's credit term for subsidiaries is to collect within 5 months based on the net amount of receivables after offsetting against payables. The Group's credit term for related parties is within 3 months based on the net amount of receivables after offsetting against payables; the credit term for third parties is an average of 3 months after the date of shipment.

Note 2: The Group's payment term for subsidiaries is within 5 months based on the net amount of receivables after offsetting against payables. The Group's payment term related parties within 3 months based on the net amount of receivables after offsetting against payables; the payment term for third parties is an average of 3 months after the date of shipment from the counterparty.

Note 3: The selling price to related parties is based on market value.

MiTAC HOLDINGS CORPORATION AND SUBSIDIARIES
Receivables from related parties reaching NT\$100 million or 20% of paid-in capital or more
For the six months ended June 30, 2024

Table 6

Expressed in thousands of NTD
(Except as otherwise indicated)

Creditor	Counterparty	Relationship with the counterparty	Accounts receivable	Other receivables	Turnover rate	Overdue receivables		Amount collected subsequent to the balance sheet date	Allowance for doubtful accounts	Footnote
						Amount	Action taken			
MiTAC Holdings Corp.	MiTAC Computing Technology Corp.	Subsidiary	\$ -	\$ 188,693	-	\$ -	Not Applicable	\$ -	\$ -	
MiTAC Computing Technology Corp.	MiTAC Information Systems Corp.	Subsidiary	3,121,417	4,862	0.78	1,817,327	Subsequent collection	2,037	-	
Silver Star Developments Ltd. and its subsidiaries	MiTAC Computing Technology Corp.	Affiliate	1,208,286	97,812	-	-	Not Applicable	51,920	-	
Silver Star Developments Ltd. and its subsidiaries	MiTAC Digital Technology Corp.	Affiliate	2,025,008	1,715	1.07	-	Not Applicable	155,760	-	

MiTAC HOLDINGS CORPORATION AND SUBSIDIARIES
Significant inter-company transactions during the reporting periods
For the six months ended June 30, 2024

Table 7

Expressed in thousands of NTD
(Except as otherwise indicated)

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction				
				General ledger account	Amount	Transaction terms	Percentage of consolidated total operating revenues or total assets (Note 3)	Footnote
0	MiTAC Holdings Corp.	MiTAC Computing Technology Corp.	1	Other receivables	\$ 188,693		0.21 %	
1	MiTAC International Corp.	MiTAC Computing Technology Corp.	3	Other receivables	1,118,687		1.26 %	
2	MiTAC Computing Technology Corp.	MiTAC Technology UK Ltd. and its subsidiaries	3	Sales	1,501,848	Note 4	6.60 %	
2	MiTAC Computing Technology Corp.	MiTAC Technology UK Ltd. and its subsidiaries	3	Accounts receivable	3,121,417	Note 4	3.52 %	
2	MiTAC Computing Technology Corp.	MiTAC Technology UK Ltd. and its subsidiaries	3	Other receivables	1,951,862		2.20 %	
2	MiTAC Computing Technology Corp.	Silver Star Developments Ltd. and its subsidiaries	3	Accounts payable	1,208,286	Note 5	1.36 %	
3	Silver Star Developments Ltd. and its subsidiaries	MiTAC Holdings Corp.	2	Other receivables	20,857,224		23.50 %	
3	Silver Star Developments Ltd. and its subsidiaries	MiTAC International Corp.	3	Other receivables	15,110,452		17.02 %	
4	MiTAC Digital Technology Corp.	Silver Star Developments Ltd. and its subsidiaries	3	Purchases	942,324	Note 5	4.14 %	
4	MiTAC Digital Technology Corp.	Silver Star Developments Ltd. and its subsidiaries	3	Accounts payable	2,025,008	Note 5	2.28 %	

Note 1: The numbers filled in for the transaction company in respect of inter-company transactions are as follows:

- (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:

- (1) Parent company to subsidiary.
- (2) Subsidiary to parent company.
- (3) Subsidiary to subsidiary.

Note 3: Regarding percentage of transaction amount to consolidated total operating revenues or total assets, it is computed based on period-end balance of transaction to consolidated total assets for balance sheet accounts and based on accumulated transaction amount for the period to consolidated total operating revenues for income statement accounts.

Note 4: The Group's credit term for foreign related parties is 5 months for the collection of the net amount of receivables after offsetting against payables, which takes into consideration the reasonable amount of time for the Company to ship the products to each company and for the collection of the accounts. The company's sales price with related parties is based on the international market trends and the region the sales were made.

Note 5: The Group's payment term for foreign related parties is 5 months for the collection of the net amount of receivables after offsetting against payables after checking and the transaction price is based on the international market trends and the region the sales were made.

Note 6: The Company may decide to disclose or not to disclose transaction details in this table based on the Materiality Principle.

MiTAC HOLDINGS CORPORATION AND SUBSIDIARIES
Information on investees (Does not include Mainland China invested companies)
For the six months ended June 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 June 30, 2024			Net profit (loss) of the investee for the six months ended June 30, 2024	Investment income (loss) recognised by the Company for the six months ended June 30, 2024	Footnote
				Balance as at June 30, 2024	Balance as at December 31, 2023	Number of shares	Ownership (%)	Book value			
MiTAC Holdings Corp.	MiTAC International Corp.	Taiwan	Development, design, manufacturing and sales of computers and peripherals, communications and related products	\$ 24,739,187	\$ 24,739,187	4,099,434,336	100.00	\$ 59,984,479	\$ 783,208	\$ 783,208	Subsidiary
MiTAC Holdings Corp.	MiTAC Computing Technology Corp.	Taiwan	Development, design, manufacturing and sales of computers and peripherals, communications and related products	3,419,621	3,419,621	232,757,102	100.00	3,885,535	895,650	898,555	Subsidiary
MiTAC Holdings Corp.	MiTAC Digital Technology Corp.	Taiwan	Development, design, manufacturing and sale of automotive electronics and AIoT products and software	1,444,669	1,497,202	96,249,000	90.72	1,641,755	90,089	83,202	Subsidiary
MiTAC Holdings Corp.	Infopower Technologies Private Ltd.	India	Manufacture and sale of electronic product.	74,844	74,844	6,774,199	33.33	60,597	(3,526)	(1,175)	Associate
MiTAC International Corp.	Getac Holdings Corp.	Taiwan	Manufacturing and sale of notebook computers, military and industrial computer systems, etc.	1,391,549	1,391,549	190,396,939	31.10	6,763,651	2,258,785	-	Associate
MiTAC International Corp.	Tsu Fung Investment Corp.	Taiwan	General investments	625,000	625,000	142,884,651	100.00	4,437,859	71,751	-	Subsidiary
MiTAC International Corp.	3 Probe Technology Co., Ltd.	Taiwan	Information process service, sales of software and international trading.	13,420	13,420	744,154	23.25	8,034	(3,037)	-	Associate
MiTAC International Corp.	Lian Jie Investment Co., Ltd.	Taiwan	General investments	113,057	113,057	11,305,650	49.98	242,807	585	-	Associate
MiTAC International Corp.	Lian Jie II Investment Co., Ltd.	Taiwan	General investments	32,500	32,500	3,250,000	32.50	42,075	(593)	-	Associate
MiTAC International Corp.	Silver Star Developments Ltd. and its subsidiaries	British Virgin Islands	General investments	5,365,669	5,365,669	176,299,302	100.00	45,514,135	(65,953)	-	Subsidiary
MiTAC International Corp.	Shen-Tong Construction & Development Co., Ltd.	Taiwan	Building and factory construction, leasing and sales.	11,888	90,349	1,188,806	47.55	6,781	(290)	-	Associate
MiTAC International Corp.	MiTAC Technology (Vietnam) Company Limited	Vietnam	Manufacture of communication, computers, computer peripherals, hardware/software and related products and sale of own produced products	378,099	-	-	100.00	389,675	8	-	Subsidiary
MiTAC Computing Technology Corp.	MiTAC Technology UK Ltd. and its subsidiaries	UK	General investments	1,672,861	1,672,861	55,146,137	100.00	1,500,243	724,689	-	Subsidiary
MiTAC Digital Technology Corp.	Mio International Ltd. and its subsidiaries	British Virgin Islands	General investments	73,911	73,911	1,275,001	100.00	89,557	670	-	Subsidiary
MiTAC Digital Technology Corp.	Access Wisdom Holdings Limited and its subsidiaries	British Virgin Islands	General investments	-	-	48,500,000	100.00	241,428	17,628	-	Subsidiary
Silver Star Developments Ltd. and its subsidiaries	Mainpower International Ltd.	British Virgin Islands	General investments	178,475	178,475	5,500,001	13.28	291,024	43,575	-	Associate
Silver Star Developments Ltd. and its subsidiaries	Harbinger Ruyi Venture Ltd.	British Virgin Islands	General investments	32,450	32,450	1,000,000	28.57	24,846	569	-	Associate

MiTAC HOLDINGS CORPORATION AND SUBSIDIARIES
Information on investees (Does not include Mainland China invested companies)
For the six months ended June 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 June 30, 2024			Net profit (loss) of the investee for the six months ended June 30, 2024	Investment income (loss) recognised by the Company for the six months ended June 30, 2024	Footnote
				Balance as at June 30, 2024	Balance as at December 31, 2023	Number of shares	Ownership (%)	Book value			
Silver Star Developments Ltd. and its subsidiaries	Harbinger Ruyi II Venture Ltd.	British Virgin Islands	General investments	32,450	32,450	10,000	32.26	94,103	(1,149)	-	Associate
Tsu Fung Investment Corp.	MiTAC Digital Technology Corp.	Taiwan	Development, design, manufacturing and sale of automotive electronics and AIoT products and software	8	16	500	-	8	90,089	-	Subsidiary

MiTAC HOLDINGS CORPORATION AND SUBSIDIARIES
Information on investments in Mainland China
For the six months ended June 30, 2024

Table 9

Expressed in thousands of NTD
(Except as otherwise indicated)

A. Invested information in Mainland China

Investee in Mainland China	Main business activities	Paid-in capital	Investment method (Note 1)	Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2024	Amount remitted from Taiwan to Mainland China/ Amount remitted back to Taiwan for the six months ended June 30, 2024		Accumulated amount of remittance from Taiwan to Mainland China as of June 30, 2024	Net income of investee as of June 30, 2024	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the six months ended June 30, 2024 (Note 2)	Book value of investments in Mainland China as of June 30, 2024	Accumulated amount of investment income remitted back to Taiwan as of June 30, 2024	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
MiTAC Computer (Shunde) Corp.	Manufacture of computer frame, motherboard, interface card, display, power supply, keyboard, related metal stamping parts and plastic parts and maintenance of motherboard	\$ 1,852,256	2	\$ 1,294,779	\$ -	\$ -	\$ 1,294,779	\$ (101,615)	100.00	\$ (101,615)	\$ 2,695,051	\$ -	
MiTAC Computer (Kunshan) Ltd.	Manufacture of communication, computers, computer peripherals, hardware/software and related products and sale of own produced products	1,202,394	2	1,901,570	-	-	1,901,570	9,039	100.00	9,039	1,808,244	-	
MiTAC Technology (Kunshan) Co., Ltd.	Testing, maintenance and display of computer components and related technical advisory services and after-sale services	36,791	2	32,450	-	-	32,450	(1)	100.00	(1)	65	-	
MiTAC Research (Shanghai) Ltd.	Research, development of computer software and related technical advisory services	162,415	2	168,740	-	-	168,740	1,584	100.00	1,584	452,866	-	
Suzhou MiTAC Preclusion Technology Co., Ltd.	Design and manufacturing of computer chassis and its components, percision plastic injection mould, molding parts and molding equipment processing and maintenance and repair services.	1,568,986	2	438,075	-	-	438,075	51,165	27.44	14,039	726,845	-	
Mio Technology (Suzhou) Ltd.	Sales of automotive electronics, AIoT products	8,346	2	32,288	-	-	32,288	549	100.00	549	38,657	-	
MiTAC Logistic Service (Kunshan) Ltd.	Agency of freight transport,export and import trading and warehousing services.	30,318	2	32,450	-	-	32,450	545	100.00	545	42,874	-	
MiTAC Innovation (Kunshan) Ltd.	Research, development of computer software and related technical advisory services	29,206	2	32,450	-	-	32,450	2,419	100.00	2,419	92,587	-	
MiTAC Telematics Technology Corporation	Sales of self-produced products and related after-sale services	8,890	1	2,368	-	-	2,368	(5,682)	100.00	(5,682)	5,193	-	
MiTAC Investment Holding Ltd.	General investments	3,019,453	2	973,500	-	-	973,500	28,508	100.00	28,508	3,762,310	-	
MiTAC Information Systems (Kunshan) Co., Ltd.	Manufacture of communication, computers, computer peripherals, hardware/software and related products and sale of own produced products	2,000,250	3	-	-	-	-	16,674	100.00	16,674	1,710,350	-	

Note 1: Investment methods are classified into the following three categories:

- (1) Directly invest in a company in Mainland China.
- (2) Invest in the investees in Mainland China through the company which are located in the third area.
- (3) Others: Invest in Mainland China through investees in Mainland Chian.

Note 2: In the Investment income recognised by the Company for the six months ended June 30, 2024 column:

- (1) It should be indicated if the investee was still in the incorporation arrangements and had not yet generated any profit during this period.
- (2) Indicate the basis for investment income (loss) recognition in the number of one of the following three categories:
 - A. The financial statements were audited and attested by international accounting firm which has cooperative relationship with accounting firm in R.O.C..
 - B. The financial statements were audited and attested by R.O.C. parent company's CPA.
 - C. The financial statements were not audited and attested by independent accountants.
- (3) The basis for investment income (loss) recognition for MiTAC computer (Shunde) Corp. and Shzhou MiTAC Precision Technology Co., Ltd. is category B,the others are category C.

Note 3: Among the accumulated amount of remittance from Taiwan to Mainland China as of June 30, 2024 of MiTAC Computer (Kunshan) Co., Ltd., MiTAC Investment Holding Ltd remitted out USD 29,900 thousand.

B. Ceiling on investments in Mainland China:

Company name	Accumulated amount of remittance from Taiwan to Mainland China as of June 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
MiTAC International Corp.	\$ 4,358,109	\$ 5,284,090	\$ 35,990,688
MiTAC Computing Technology Corp.	2,368	2,368	2,329,578
MiTAC Digital Technology Corp.	24,175	24,175	1,085,807

C. Significant transactions conducted with investees in Mainland China:

For details of other significant transactions, please refer to tables 1 and 5.

MiTAC HOLDINGS CORPORATION AND SUBSIDIARIES
Major shareholders information
June 30, 2024

Table 10

Name of major shareholders	Shares	
	Number of shares held	Ownership (%)
Lien Hwa Industrial Holdings Corp.	105,940,944	8.78 %
MiTAC INC.	101,431,091	8.41 %
UPC Technology Corp.	99,802,598	8.27 %