

**Walsin Lihwa Corporation and  
Subsidiaries**

**Consolidated Financial Statements for the  
Six Months Ended June 30, 2024 and 2023 and  
Independent Auditors' Review Report**

### INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Shareholders  
Walsin Lihwa Corporation

#### Introduction

We have reviewed the accompanying consolidated balance sheets of Walsin Lihwa Corporation and its subsidiaries (collectively, the "Group") as of June 30, 2024 and 2023, the related consolidated statements of comprehensive income for the three months ended June 30, 2024 and 2023 and for the six months ended June 30, 2024 and 2023, the consolidated statements of changes in equity and cash flows for the six months then ended, and the related notes to the consolidated financial statements, including material accounting policy information (collectively referred to as the "consolidated financial statements"). Management is responsible for the preparation and fair presentation of the 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" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

#### Scope of Review

We conducted our reviews in accordance with the Standards on Review Engagements of the Republic of China 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

#### Conclusion

Based on our reviews and the review reports of other auditors (refer to the Other Matter section), nothing has come to our attention that caused 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 of June 30, 2024 and 2023, its consolidated financial performance for the three months ended June 30, 2024 and 2023 and its consolidated financial performance 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" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

## **Emphasis of Matter**

As disclosed in Note 20 to the consolidated financial statements, the Group acquired 50.10% interest in PT. Sunny Metal Industry on September 23, 2022. The Purchase Price Allocation Report was finalized in 2023. Therefore, the initial accounting treatment and provisionally determined amounts from the acquisition date were adjusted and retrospectively restated for comparative periods. Our review result is not modified in respect of this matter.

## **Other Matter**

We did not review the financial statements of some subsidiaries included in the consolidated financial statements of the Group, but such financial statements were reviewed by other auditors. Our conclusion, insofar as it relates to the amounts included in these consolidated financial statements for such subsidiaries, is based solely on the review reports of other auditors. As of June 30, 2024 and 2023, the combined total assets of these subsidiaries were NT\$42,846,746 thousand and NT\$29,853,343 thousand, respectively, representing 15.95% and 11.07%, respectively, of the consolidated total assets; for the three months ended June 30, 2024 and 2023, the amounts of combined net operating revenue of these subsidiaries were NT\$8,652,542 thousand and NT\$8,469,780 thousand, respectively, representing 17.91% and 17.13%, of the consolidated net operating revenue; for the six months ended June 30, 2024 and 2023, the amounts of combined net operating revenue of these subsidiaries were NT\$17,000,469 thousand and NT\$18,989,323 thousand, respectively, representing 19.13% and 18.96%, respectively, of the consolidated net operating revenue.

The engagement partners on the reviews resulting in this independent auditors' review report are Wen-Yea Shyu and Ker-Chang Wu.

Deloitte & Touche  
Taipei, Taiwan  
Republic of China

August 2, 2024

## *Notice to Readers*

*The accompanying consolidated financial statements are intended only to present the consolidated financial position, financial performance and cash flows in accordance with accounting principles and practices generally accepted in the Republic of China and not those of any other jurisdictions. The standards, procedures and practices to review such consolidated financial statements are those generally applied in the Republic of China.*

*For the convenience of readers, the independent auditors' review report and the accompanying consolidated financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language independent auditors' review report and consolidated financial statements shall prevail.*

WALSIN LIHWA CORPORATION AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS  
(In Thousands of New Taiwan Dollars)

ASSETS	June 30, 2024		December 31, 2023		June 30, 2023 (Restated)		January 1, 2023 (Restated)	
	Amount	%	Amount	%	Amount	%	Amount	%
CURRENT ASSETS								
Cash and cash equivalents (Note 6)	\$ 12,104,590	5	\$ 16,347,012	6	\$ 24,256,015	9	\$ 19,438,759	8
Financial assets at fair value through profit or loss - current (Note 7)	919,531	-	1,508,943	1	1,506,913	1	7,631	-
Financial assets at amortized cost - current (Note 8)	9,294	-	727	-	723	-	2,202	-
Financial assets for hedging - current (Note 9)	25,425	-	346,441	-	10,123	-	20,615	-
Contract assets - current (Note 10)	887,442	-	996,025	-	1,906,133	1	3,022,237	1
Notes receivable (Notes 11 and 36)	588,282	-	920,752	-	1,361,810	1	4,537,322	2
Trade receivables (Notes 11, 36 and 37)	18,764,377	7	14,991,531	6	19,758,266	7	17,294,990	7
Finance lease receivables (Notes 12 and 37)	63,116	-	62,067	-	61,035	-	60,020	-
Other receivables (Note 36)	4,930,110	2	3,707,450	2	8,276,316	3	3,857,091	1
Inventories (Note 13)	39,292,138	15	33,704,296	13	33,124,672	12	36,080,291	14
Other financial assets - current (Notes 6 and 37)	127,945	-	788,894	-	206,632	-	505,340	-
Other current assets (Note 22)	7,065,778	3	5,377,850	2	6,110,445	2	7,880,887	3
Total current assets	84,778,028	32	78,751,988	30	96,579,083	36	92,707,385	36
NON-CURRENT ASSETS								
Financial assets at fair value through profit or loss - non-current (Note 7)	74,485	-	1,263,649	-	1,221,488	-	2,639,755	1
Financial assets at fair value through other comprehensive income - non-current (Note 14)	19,797,478	7	18,823,172	7	20,138,099	8	12,342,232	5
Financial assets at amortized cost - non-current (Note 8)	129,275	-	184,613	-	189,560	-	189,242	-
Financial assets for hedging - non-current (Note 9)	64,655	-	53,439	-	133,862	-	144,404	-
Investments accounted for using the equity method (Note 16)	42,920,023	16	49,640,171	19	48,107,171	18	46,189,399	18
Property, plant and equipment (Notes 17 and 37)	80,101,066	30	78,154,936	29	69,206,653	26	65,656,466	26
Right-of-use assets (Note 18)	5,246,143	2	4,719,043	2	4,462,946	2	4,309,355	2
Investment properties (Note 19)	15,420,231	6	15,514,751	6	15,699,936	6	16,123,806	6
Goodwill (Note 20)	5,195,102	2	4,157,877	1	290,157	-	286,139	-
Other intangible assets (Note 21)	7,911,108	3	7,997,819	3	8,686,808	3	9,053,283	4
Deferred tax assets (Note 4)	5,163,113	2	4,234,852	2	3,736,931	1	3,448,277	1
Refundable deposits (Notes 6 and 37)	213,383	-	158,940	-	231,816	-	288,948	-
Finance lease receivables - non-current (Notes 12 and 37)	508,634	-	540,456	-	571,750	-	602,523	-
Other non-current assets (Notes 6, 22 and 37)	1,047,329	-	2,174,325	1	528,083	-	2,916,527	1
Total non-current assets	183,792,025	68	187,618,043	70	173,205,260	64	164,190,356	64
TOTAL	\$ 268,570,053	100	\$ 266,370,031	100	\$ 269,784,343	100	\$ 256,897,741	100
LIABILITIES AND EQUITY								
CURRENT LIABILITIES								
Short-term borrowings (Note 23)	\$ 14,209,677	5	\$ 11,508,074	4	\$ 11,638,443	4	\$ 17,120,571	7
Financial liabilities at fair value through profit or loss - current (Note 7)	104,394	-	22,746	-	87,574	-	64,772	-
Financial liabilities for hedging - current (Note 9)	1,532	-	5,878	-	73,115	-	222,272	-
Contract liabilities - current	10,135	-	13,828	-	10,126	-	6,014	-
Notes payable	261,806	-	317,865	-	288,177	-	591,536	-
Trade payables (Note 36)	17,732,168	7	16,390,669	6	15,777,178	6	17,497,315	7
Other payables (Note 25)	14,686,126	6	12,069,796	5	20,106,885	8	15,315,705	6
Current tax liabilities (Note 4)	2,727,499	1	5,861,143	2	5,697,104	2	6,103,462	2
Lease liabilities - current (Note 18)	258,381	-	257,859	-	245,389	-	245,223	-
Current portion of long-term borrowings and bonds payable (Notes 23 and 24)	3,872,698	1	1,640,420	1	1,229,573	1	1,207,209	1
Other current liabilities	1,842,620	1	2,671,050	1	1,042,797	-	2,495,289	1
Total current liabilities	55,707,036	21	50,759,328	19	56,196,361	21	60,869,368	24
NON-CURRENT LIABILITIES								
Financial liabilities at fair value through profit or loss - non-current (Note 7)	545,550	-	484,429	-	427,978	-	363,192	-
Financial liabilities for hedging - non-current (Note 9)	-	-	2,705	-	-	-	-	-
Bonds payable (Note 24)	12,903,108	5	12,951,405	5	13,000,758	5	7,742,955	3
Long-term borrowings (Note 23)	31,986,222	12	31,924,532	12	33,527,433	13	40,820,860	16
Long-term notes and bills payable (Note 23)	1,499,290	1	2,998,822	1	2,998,088	1	1,497,914	1
Deferred tax liabilities (Note 4)	6,195,620	2	6,587,732	3	6,204,714	2	5,782,915	2
Lease liabilities - non-current (Note 18)	2,837,528	1	2,765,167	1	2,496,274	1	2,309,732	1
Net defined benefit liabilities - non-current (Note 4)	298,988	-	349,381	-	317,411	-	348,779	-
Other non-current liabilities (Note 33)	3,919,028	1	3,097,217	1	3,093,891	1	2,952,903	1
Total non-current liabilities	60,185,334	22	61,161,390	23	62,066,547	23	61,819,250	24
Total liabilities	115,892,370	43	111,920,718	42	118,262,908	44	122,688,618	48
EQUITY ATTRIBUTABLE TO OWNERS OF WLC (Note 27)								
Share capital	40,313,329	15	40,313,329	15	40,313,329	15	37,313,329	14
Capital surplus	33,613,681	12	33,624,917	13	33,600,302	12	24,672,454	10
Retained earnings								
Legal reserve	10,065,084	4	9,538,222	4	9,538,222	4	7,564,090	3
Special reserve	2,712,250	1	2,712,250	1	2,712,250	1	2,712,250	1
Unappropriated earnings	46,414,863	17	48,340,145	18	46,219,084	17	51,762,058	20
Total retained earnings	59,192,197	22	60,590,617	23	58,469,556	22	62,038,398	24
Other equity								
Exchange differences on translation of the financial statement of foreign operations	(773,046)	-	(4,947,475)	(2)	(4,634,565)	(2)	(4,256,774)	(2)
Unrealized gain on financial assets at fair value through other comprehensive income	13,629,884	5	14,068,677	5	15,222,024	6	6,693,877	3
Loss on hedging instruments	(38,466)	-	(65,100)	-	(32,384)	-	(105,801)	-
Other equity - other	(3,235,079)	(1)	(2,774,650)	(1)	(2,774,607)	(1)	(2,774,607)	(1)
Total other equity	9,583,293	4	6,281,452	2	7,780,468	3	(443,305)	-
Total equity attributable to owners of WLC	142,702,500	53	140,810,315	53	140,163,655	52	123,580,876	48
NON-CONTROLLING INTERESTS	9,975,183	4	13,638,998	5	11,357,780	4	10,628,247	4
Total equity	152,677,683	57	154,449,313	58	151,521,435	56	134,209,123	52
TOTAL	\$ 268,570,053	100	\$ 266,370,031	100	\$ 269,784,343	100	\$ 256,897,741	100

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

(With Deloitte & Touche review report dated August 2, 2024)

# WALSIN LIHWA CORPORATION AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	For the Three Months Ended June 30				For the Six Months Ended June 30			
	2024		2023 (Restated)		2024		2023 (Restated)	
	Amount	%	Amount	%	Amount	%	Amount	%
OPERATING REVENUE (Note 28)	\$ 48,313,810	100	\$ 49,446,960	100	\$ 88,863,647	100	\$ 100,160,538	100
OPERATING COSTS (Note 13)	(44,146,453)	(91)	(45,900,809)	(93)	(82,037,893)	(92)	(92,093,404)	(92)
GROSS PROFIT	4,167,357	9	3,546,151	7	6,825,754	8	8,067,134	8
OPERATING EXPENSES								
Selling and marketing expenses	693,265	2	578,965	1	1,260,441	1	1,088,471	1
General and administrative expenses	1,610,414	3	1,357,821	3	3,130,384	4	2,677,555	3
Research and development expenses	120,321	-	72,801	-	204,630	-	133,797	-
Total operating expenses	2,424,000	5	2,009,587	4	4,595,455	5	3,899,823	4
PROFIT FROM OPERATIONS	1,743,357	4	1,536,564	3	2,230,299	3	4,167,311	4
NON-OPERATING INCOME AND EXPENSES								
Interest income	98,186	-	97,229	-	210,233	-	213,730	-
Dividend income	2,028	-	164,387	-	510,701	-	511,044	1
Other income	103,609	-	259,108	1	312,749	-	380,894	-
Foreign exchange (loss) gain, net	(98,669)	-	252,576	-	(248,490)	-	123,680	-
(Loss) gain on valuation of financial assets and liabilities at fair value through profit or loss	(523,977)	(1)	(79,379)	-	(394,017)	(1)	74,861	-
Other expenses	(48,610)	-	(117,043)	-	(167,558)	-	(208,172)	-
Gain (loss) on disposal of property, plant and equipment	41	-	(6,599)	-	(2,323)	-	(10,117)	-
Impairment loss (Note 29)	(12,597)	-	(3)	-	(12,558)	-	(2)	-
Gain on disposal of investments (Note 29)	1,362,131	3	51,631	-	1,448,437	2	582,718	1
Interest expense	(545,867)	(1)	(520,657)	(1)	(1,151,203)	(1)	(975,741)	(1)
Share of profit of associates accounted for using the equity method	708,083	1	392,055	1	723,393	1	171,567	-
Total non-operating income and expenses	1,044,358	2	493,305	1	1,229,364	1	864,462	1
PROFIT BEFORE INCOME TAX FROM CONTINUING OPERATIONS	2,787,715	6	2,029,869	4	3,459,663	4	5,031,773	5
INCOME TAX EXPENSE (Notes 4 and 30)	(477,284)	(1)	(824,562)	(2)	(349,496)	(1)	(1,423,453)	(1)
NET PROFIT FOR THE PERIOD	2,310,431	5	1,205,307	2	3,110,167	3	3,608,320	4

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# WALSIN LIHWA CORPORATION AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	For the Three Months Ended June 30				For the Six Months Ended June 30			
	2024		2023 (Restated)		2024		2023 (Restated)	
	Amount	%	Amount	%	Amount	%	Amount	%
OTHER COMPREHENSIVE INCOME								
Items that will not be reclassified subsequently to profit or loss:								
Remeasurement of defined benefit plans	\$ 3,613	-	\$ (46)	-	\$ 2,838	-	\$ (769)	-
Unrealized (loss) gain on investments in equity instruments at fair value through other comprehensive income	(1,077,888)	(2)	3,421,639	7	915,706	1	7,623,154	7
Share of the other comprehensive (loss) income of associates accounted for using the equity method	<u>(610,392)</u>	<u>(2)</u>	<u>(919,724)</u>	<u>(2)</u>	<u>(1,310,417)</u>	<u>(1)</u>	<u>937,354</u>	<u>1</u>
	<u>(1,684,667)</u>	<u>(4)</u>	<u>2,501,869</u>	<u>5</u>	<u>(391,873)</u>	<u>-</u>	<u>8,559,739</u>	<u>8</u>
Items that may be reclassified subsequently to profit or loss:								
Exchange differences on translating the financial statements of foreign operations	1,386,005	3	(58,302)	-	4,308,667	5	(383,469)	-
Gain on hedging instruments	7,006	-	7,676	-	33,332	-	102,255	-
Share of the other comprehensive income (loss) of associates accounted for using the equity method	<u>33,814</u>	<u>-</u>	<u>(142,541)</u>	<u>-</u>	<u>209,510</u>	<u>-</u>	<u>(87,886)</u>	<u>-</u>
	<u>1,426,825</u>	<u>3</u>	<u>(193,167)</u>	<u>-</u>	<u>4,551,509</u>	<u>5</u>	<u>(369,100)</u>	<u>-</u>
Other comprehensive (loss) income for the period, net of income tax	<u>(257,842)</u>	<u>(1)</u>	<u>2,308,702</u>	<u>5</u>	<u>4,159,636</u>	<u>5</u>	<u>8,190,639</u>	<u>8</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>\$ 2,052,589</u>	<u>4</u>	<u>\$ 3,514,009</u>	<u>7</u>	<u>\$ 7,269,803</u>	<u>8</u>	<u>\$ 11,798,959</u>	<u>12</u>
NET PROFIT ATTRIBUTABLE TO:								
Owners of WLC	\$ 2,246,756	5	\$ 1,020,777	2	\$ 3,117,162	4	\$ 3,116,003	3
Non-controlling interests	<u>63,675</u>	<u>-</u>	<u>184,530</u>	<u>-</u>	<u>(6,995)</u>	<u>-</u>	<u>492,317</u>	<u>1</u>
	<u>\$ 2,310,431</u>	<u>5</u>	<u>\$ 1,205,307</u>	<u>2</u>	<u>\$ 3,110,167</u>	<u>4</u>	<u>\$ 3,608,320</u>	<u>4</u>
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:								
Owners of WLC	\$ 1,598,134	3	\$ 3,166,916	6	\$ 6,926,477	8	\$ 11,371,330	11
Non-controlling interests	<u>454,455</u>	<u>1</u>	<u>347,093</u>	<u>1</u>	<u>343,326</u>	<u>-</u>	<u>427,629</u>	<u>1</u>
	<u>\$ 2,052,589</u>	<u>4</u>	<u>\$ 3,514,009</u>	<u>7</u>	<u>\$ 7,269,803</u>	<u>8</u>	<u>\$ 11,798,959</u>	<u>12</u>
EARNINGS PER SHARE (Note 31)								
Basic	<u>\$ 0.55</u>		<u>\$ 0.27</u>		<u>\$ 0.77</u>		<u>\$ 0.83</u>	
Diluted	<u>\$ 0.55</u>		<u>\$ 0.27</u>		<u>\$ 0.77</u>		<u>\$ 0.83</u>	

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

(With Deloitte & Touche review report dated August 2, 2024)

(Concluded)

WALSIN LIHWA CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
(In Thousands of New Taiwan Dollars)

	Equity Attributable to Owners of WLC											
						Other Equity						
						Exchange Differences on Translation the Financial Statements of Foreign Operations	Unrealized Valuation Gain on Financial Assets at Fair Value through Other Comprehensive Income	(Loss) Gain on Hedging Instrument	Others	Total	Non-controlling Interests	Total Equity
	Share Capital	Capital Surplus	Legal Reserve	Special Reserve	Unappropriated Earnings							
BALANCE AT JANUARY 1, 2023 (AS RESTATED)	\$ 37,313,329	\$ 24,672,454	\$ 7,564,090	\$ 2,712,250	\$ 51,762,058	\$ (4,256,774)	\$ 6,693,877	\$ (105,801)	\$ (2,774,607)	\$ 123,580,876	\$ 10,628,247	\$ 134,209,123
Appropriation of 2022 earnings (Note 27)												
Legal reserve	-	-	1,974,132	-	(1,974,132)	-	-	-	-	-	-	-
Cash dividends distributed by WLC	-	-	-	-	(6,716,399)	-	-	-	-	(6,716,399)	-	(6,716,399)
Changes in capital surplus from investments in associates accounted for using the equity method	-	3,972	-	-	34,560	-	(34,560)	-	-	3,972	-	3,972
Issuance of ordinary shares for cash	3,000,000	8,923,923	-	-	-	-	-	-	-	11,923,923	-	11,923,923
Net profit for the six months ended June 30, 2023	-	-	-	-	3,116,003	-	-	-	-	3,116,003	492,317	3,608,320
Other comprehensive (loss) income for the six months ended June 30, 2023, net of income tax	-	-	-	-	(3,006)	(377,791)	8,562,707	73,417	-	8,255,327	(64,688)	8,190,639
Total comprehensive income (loss) for the six months ended June 30, 2023	-	-	-	-	3,112,997	(377,791)	8,562,707	73,417	-	11,371,330	427,629	11,798,959
Others	-	(47)	-	-	-	-	-	-	-	(47)	-	(47)
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	-	301,904	301,904
BALANCE AT JUNE 30, 2023 (AS RESTATED)	<u>\$ 40,313,329</u>	<u>\$ 33,600,302</u>	<u>\$ 9,538,222</u>	<u>\$ 2,712,250</u>	<u>\$ 46,219,084</u>	<u>\$ (4,634,565)</u>	<u>\$ 15,222,024</u>	<u>\$ (32,384)</u>	<u>\$ (2,774,607)</u>	<u>\$ 140,163,655</u>	<u>\$ 11,357,780</u>	<u>\$ 151,521,435</u>
BALANCE AT JANUARY 1, 2024	\$ 40,313,329	\$ 33,624,917	\$ 9,538,222	\$ 2,712,250	\$ 48,340,145	\$ (4,947,475)	\$ 14,068,677	\$ (65,100)	\$ (2,774,650)	\$ 140,810,315	\$ 13,638,998	\$ 154,449,313
Appropriation of 2023 earnings (Note 27)												
Legal reserve	-	-	526,862	-	(526,862)	-	-	-	-	-	-	-
Cash dividends distributed by WLC	-	-	-	-	(4,434,466)	-	-	-	-	(4,434,466)	-	(4,434,466)
Changes in percentage of ownership interests in subsidiaries	-	(26,730)	-	-	(128,161)	-	-	-	(460,429)	(615,320)	26,730	(588,590)
Changes in capital surplus from investments in associates accounted for using the equity method	-	15,609	-	-	43,859	-	(43,859)	-	-	15,609	-	15,609
Net profit for the six months ended June 30, 2024	-	-	-	-	3,117,162	-	-	-	-	3,117,162	(6,995)	3,110,167
Other comprehensive income (loss) for the six months ended June 30, 2024, net of income tax	-	-	-	-	3,186	4,174,429	(394,934)	26,634	-	3,809,315	350,321	4,159,636
Total comprehensive income (loss) for the six months ended June 30, 2024	-	-	-	-	3,120,348	4,174,429	(394,934)	26,634	-	6,926,477	343,326	7,269,803
Others	-	(115)	-	-	-	-	-	-	-	(115)	-	(115)
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	-	(4,033,871)	(4,033,871)
BALANCE AT JUNE 30, 2024	<u>\$ 40,313,329</u>	<u>\$ 33,613,681</u>	<u>\$ 10,065,084</u>	<u>\$ 2,712,250</u>	<u>\$ 46,414,863</u>	<u>\$ (773,046)</u>	<u>\$ 13,629,884</u>	<u>\$ (38,466)</u>	<u>\$ (3,235,079)</u>	<u>\$ 142,702,500</u>	<u>\$ 9,975,183</u>	<u>\$ 152,677,683</u>

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

(With Deloitte & Touche review report dated August 2, 2024)

# WALSIN LIHWA CORPORATION AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF CASH FLOWS (In Thousands of New Taiwan Dollars)

	For the Six Months Ended June 30	
	2024	2023 (Restated)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Income before income tax	\$ 3,459,663	\$ 5,031,773
Adjustments for:		
Depreciation expenses	3,855,718	3,342,335
Amortization expenses	624,939	561,726
Expected credit loss recognized on trade receivables	7,623	74,182
Net loss (gain) on fair value changes of financial assets and liabilities at fair value through profit or loss	394,017	(74,861)
Interest expenses	1,151,203	975,741
Interest income	(210,233)	(213,730)
Dividend income	(510,701)	(511,044)
Share of profit of associates accounted for using the equity method	(723,393)	(171,567)
Loss on disposal of property, plant and equipment	2,323	10,117
Gain on disposal of other assets	-	(121,938)
Gain on disposal of investments	(1,448,437)	(582,718)
Impairment loss recognized on non-financial assets	12,558	2
Unrealized gain on foreign currency exchange	(113,881)	(75,974)
Loss on lease modification	-	10
Changes in operating assets and liabilities		
Decrease in financial assets mandatorily classified as at fair value through profit or loss	1,058,172	554,591
Decrease in contract assets	108,583	574,733
Decrease in notes receivable	376,569	3,175,512
Increase in trade receivables	(1,522,974)	(2,996,475)
Increase in other receivables	(342,003)	(1,146,124)
(Increase) decrease in inventories	(4,331,685)	2,871,711
Increase in other current assets	(1,378,420)	(8,453)
Decrease in other financial assets	660,949	298,708
(Increase) decrease in other operating assets	(77,795)	24,655
(Decrease) increase in contract liabilities	(3,686)	3,504
Decrease in notes payable	(298,483)	(303,359)
Increase (decrease) in trade payables	625,447	(635,898)
Decrease in other payables	(405,187)	(1,506,991)
Increase in other current liabilities	1,029,706	12,848
Decrease in net defined benefit liabilities	(50,393)	(31,368)
Increase in other operating liabilities	100,572	62,194
Cash generated from operations	2,050,771	9,193,842
Interest received	198,169	178,452
Dividends received	2,405	41,930
Interest paid	(1,124,368)	(877,094)
Income tax paid	(4,793,798)	(1,505,585)
Net cash (used in) generated from operating activities	(3,666,821)	7,031,545

(Continued)



# WALSIN LIHWA CORPORATION AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF CASH FLOWS (In Thousands of New Taiwan Dollars)

	For the Six Months Ended June 30	
	2024	2023 (Restated)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of financial assets at fair value through other comprehensive income	\$ -	\$ (173,994)
Purchase of financial assets at amortized cost	(8,499)	-
Disposal of financial assets at amortized cost	64,717	-
Disposal of financial assets for hedging	343,103	-
Purchase of long-term equity investment by using the equity method	(84,106)	(248,502)
Disposal of long-term equity investment by using the equity method	3,360,020	-
Net cash outflow on acquisition of subsidiaries	(1,387,322)	-
Payments for property, plant and equipment	(4,839,421)	(8,703,507)
Proceeds from disposal of property, plant and equipment	5,732	2,799
Increase in advance receipts	104,598	-
Decrease in refundable deposits	88,838	52,691
Purchase of intangible assets	(27,376)	(44,865)
Purchase of investment properties	(1,730)	-
Other investing activities	<u>1,792,154</u>	<u>(664,556)</u>
Net cash used in investing activities	<u>(589,292)</u>	<u>(9,779,934)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Increase (decrease) in short-term borrowings	1,327,341	(5,390,030)
Proceeds from issuance of bonds	-	5,300,000
Repayment of bonds	(51,113)	(49,533)
Proceeds from long-term borrowings	4,257,077	11,446,152
Repayment of long-term borrowings	(2,160,570)	(18,852,468)
(Decrease) increase in long-term notes and bills payable	(1,499,532)	1,500,174
(Decrease) increase in other payables	(70,801)	1,341,424
Repayment of the principal portion of lease liabilities	(143,943)	(164,561)
Increase in capital in cash	-	11,923,923
Acquisition of additional interests in subsidiary	(3,111,343)	-
Changes in non-controlling interests	(399,509)	300,000
Other financing activities	<u>(115)</u>	<u>(47)</u>
Net cash (used in) generated from financing activities	<u>(1,852,508)</u>	<u>7,355,034</u>
<b>EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH HELD IN FOREIGN CURRENCIES</b>		
	<u>1,866,199</u>	<u>210,611</u>
		(Continued)

# WALSIN LIHWA CORPORATION AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF CASH FLOWS (In Thousands of New Taiwan Dollars)

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	For the Six Months Ended June 30	
	2024	2023 (Restated)
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	\$ (4,242,422)	\$ 4,817,256
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	<u>16,347,012</u>	<u>19,438,759</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>\$ 12,104,590</u>	<u>\$ 24,256,015</u>

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

(With Deloitte & Touche review report dated August 2, 2024)

(Concluded)

# WALSIN LIHWA CORPORATION AND SUBSIDIARIES

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED JUNE 30, 2024 AND 2023 (In Thousands of New Taiwan Dollars)

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### 1. GENERAL INFORMATION

Walsin Lihwa Corporation (WLC) was incorporated in December 1966 and commenced operations in December 1966. To diversify its operations, WLC made various investments in construction, electronics, material science, real estate, etc. WLC's main products are wires, cables, stainless steel, resource business and real estate.

WLC's shares have been listed on the Taiwan Stock Exchange (TWSE) since November 1972. In October 1995, November 2010 and June 2023, WLC increased its share capital and issued global depositary receipts (GDRs), which were listed on the Luxembourg Stock Exchange.

The consolidated financial statements are presented in WLC's functional currency, the New Taiwan dollar.

### 2. APPROVAL OF CONSOLIDATE FINANCIAL STATEMENTS

The consolidated financial statements of WLC and its subsidiaries (collectively, the "Group") were approved by the board of directors of WLC on August 2, 2024.

### 3. APPLICATION OF NEW, AMENDED AND REVISED STANDARDS AND INTERPRETATIONS

- a. Initial application of the amendments to the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) (collectively, the "IFRS Accounting Standards") endorsed and issued into effect by the Financial Supervisory Commission (FSC)

Except for the following, the initial application of the IFRS Accounting Standards endorsed and issued into effect by the FSC did not have a material impact on the Group's accounting policies:

- 1) Amendments to IFRS 16 "Lease Liability in a Sale and Leaseback"

The Group applied the amendments to sale and leaseback transactions entered into on or after the date of initial application to IFRS 16. The amendments clarify that the liability that arises from a sale and leaseback transaction - that satisfies the requirements in IFRS 15 to be accounted for as a sale - is a lease liability to which IFRS 16 applies. However, if the lease in a leaseback that includes variable lease payments does not depend on an index or rate, the seller-lessee shall measure lease liabilities arising from a leaseback in such a way that it does not recognize any amount of the gain or loss that relates to the right of use it retains. The seller-lessee subsequently recognizes in profit or loss the difference between the payments made for the lease and the lease payments that reduce the carrying amount of the lease liability. If the sale and leaseback transaction is accounted for as a sale and the leaseback includes variable lease payments that do not depend on an index or rate, the Group measures the right-of-use asset arising from the leaseback at the proportion of the right of use retained by comparing the present value of expected payments for the lease with the fair value of the asset.

- 2) Amendments to IAS 1 “Classification of Liabilities as Current or Non-current” (referred to as the “2020 amendments”) and “Non-current Liabilities with Covenants” (referred to as the “2022 amendments”)

The 2020 amendments clarify that for a liability to be classified as non-current, the Group shall assess whether it has the right at the end of the reporting period to defer settlement of the liability for at least twelve months after the reporting period. If such rights exist at the end of the reporting period, the liability is classified as non-current regardless of whether the Group will exercise that right.

The 2020 amendments also stipulate that, if the right to defer settlement is subject to compliance with specified conditions, the Group must comply with those conditions at the end of the reporting period even if the lender does not test compliance until a later date. The 2022 amendments further clarify that only covenants with which an entity is required to comply on or before the reporting date should affect the classification of a liability as current or non-current. Although the covenants to be complied with within twelve months after the reporting period do not affect the classification of a liability, the Group shall disclose information that enables users of financial statements to understand the risk of the Group, which may have difficulty complying with the covenants and repaying its liabilities within twelve months after the reporting period.

The 2020 amendments stipulate that, for the purpose of liability classification, the aforementioned settlement refers to a transfer of cash, other economic resources or the Group’s own equity instruments to the counterparty that results in the extinguishment of the liability. However, if the terms of a liability that, at the option of the counterparty, result in its settlement by a transfer of the Group’s own equity instruments, and if such an option is recognized separately as equity in accordance with IAS 32 “Financial Instruments: Presentation”, the aforementioned terms would not affect the classification of the liability.

- 3) Amendments to IAS 7 and IFRS 7 “Supplier Finance Arrangements”

The Group has applied the amendments since January 1, 2024. The amendments stipulate that supplier finance arrangements are characterized by one or more finance providers offering to pay amounts an entity owes its suppliers and the entity agreeing to pay according to the terms and conditions of the arrangements at the same date as, or a date later than, the suppliers are paid. The Group shall disclose the relevant information about its supplier finance arrangements that enables users of financial statements to assess the effects of those arrangements on the Group’s liabilities and cash flows and on the Group’s exposure to liquidity risk. Certain information is exempt from disclosure upon the first application of the amendments. The Group will disclose the above information from the consolidated financial statements for the year ended December 31, 2024.

The impact of the application of the IFRS Accounting Standards endorsed and issued into effect by the FSC will not have a material impact on the Group’s financial position and financial performance.

- b. The IFRS Accounting Standards endorsed by the FSC for application starting from 2025

<b>New, Amended and Revised Standards and Interpretations</b>	<b>Effective Date Announced by IASB</b>
Amendments to IAS 21 “Lack of Exchangeability”	January 1, 2025 (Note)

Note: An entity shall apply those amendments for annual reporting periods beginning on or after January 1, 2025. Upon initial application of the amendments to IAS 21, the Group shall not restate the comparative information and shall recognize any effect of initially applying the amendments as an adjustment to the opening balance of retained earnings or, if applicable, to the cumulative amount of translation differences in equity as well as affected assets or liabilities.

### Amendments to IAS 21 “Lack of Exchangeability”

The amendments stipulate that a currency is exchangeable into another currency when an entity is able to obtain the other currency within a time frame that allows for a normal administrative delay and through a market or exchange mechanism in which an exchange transaction would create enforceable rights and obligations. An entity shall estimate the spot exchange rate at a measurement date when a currency is not exchangeable into another currency to reflect the rate at which an orderly exchange transaction would take place at the measurement date between market participants under prevailing economic conditions. In this situation, the Group shall disclose information that enables users of its financial statements to understand how the currency not being exchangeable into the other currency affects, or is expected to affect, its financial performance, financial position and cash flows.

- c. The IFRS Accounting Standards in issue but not yet endorsed and issued into effect by the FSC

<b>New, Amended and Revised Standards and Interpretations</b>	<b>Effective Date Announced by IASB (Note)</b>
Annual Improvements to IFRS Accounting Standards - Volume 11	January 1, 2026
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 IASB
IFRS 17 “Insurance Contracts”	January 1, 2023
Amendments to IFRS 17	January 1, 2023
Amendments to IFRS 17 “Initial Application of IFRS 17 and IFRS 9 - Comparative Information”	January 1, 2023
IFRS 18 “Presentation and Disclosure in Financial Statements”	January 1, 2027
IFRS 19 “Subsidiaries without Public Accountability: Disclosures”	January 1, 2027

Note: Unless stated otherwise, the above IFRS Accounting Standards are effective for annual reporting periods beginning on or after their respective effective dates.

- 1) Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and Its Associate or Joint Venture”

The amendments stipulate that, when the Group sells or contributes assets that constitute a business (as defined in IFRS 3) to an associate or joint venture, the gain or loss resulting from the transaction is recognized in full. Also, when the Group loses control of a subsidiary that contains a business but retains significant influence or joint control, the gain or loss resulting from the transaction is recognized in full.

Conversely, when the Group sells or contributes assets that do not constitute a business to an associate or joint venture, the gain or loss resulting from the transaction is recognized only to the extent of the Group’s interest as an unrelated investor in the associate or joint venture, i.e., the Group’s share of the gain or loss is eliminated. Also, when the Group loses control of a subsidiary that does not contain a business but retains significant influence or joint control over an associate or a joint venture, the gain or loss resulting from the transaction is recognized only to the extent of the Group’s interest as an unrelated investor in the associate or joint venture, i.e., the Group’s share of the gain or loss is eliminated.

- 2) IFRS 18 “Presentation and Disclosure in Financial Statements”

IFRS 18 will supersede IAS 1 “Presentation of Financial Statements”. The main changes comprise:

- Items of income and expenses included in the statement of profit or loss shall be classified into the operating, investing, financing, income taxes and discontinued operations categories.

- The statement of profit or loss shall present totals and subtotals for operating profit or loss, profit or loss before financing and income taxes and profit or loss.
- Provides guidance to enhance the requirements of aggregation and disaggregation: The Group shall identify the assets, liabilities, equity, income, expenses and cash flows that arise from individual transactions or other events and shall classify and aggregate them into groups based on shared characteristics, so as to result in the presentation in the primary financial statements of line items that have at least one similar characteristic. The Group shall disaggregate items with dissimilar characteristics in the primary financial statements and in the notes. The Group labels items as “other” only if it cannot find a more informative label.
- Disclosures on Management-defined Performance Measures (MPMs): When in public communications outside financial statements and communicating to users of financial statements management’s view of an aspect of the financial performance of the Group as a whole, the Group shall disclose related information about its MPMs in a single note to the financial statements, including the description of such measures, calculations, reconciliations to the subtotal or total specified by IFRS Accounting Standards and the income tax and non-controlling interests effects of related reconciliation items.

3) Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments”

The amendments mainly amend the requirements for the classification of financial assets, including if a financial asset contains a contingent feature that could change the timing or amount of contractual cash flows and the contingent event itself does not relate directly to changes in basic lending risks and costs (e.g., whether the debtor achieves a contractually specified reduction in carbon emissions), the financial asset has contractual cash flows that are solely payments of principal and interest on the principal amount outstanding if, and only if,

- In all possible scenarios (before and after the occurrence of a contingent event), the contractual cash flows are solely payments of principal and interest on the principal amount outstanding; and
- In all possible scenarios, the contractual cash flows would not be significantly different from the contractual cash flows on a financial instrument with identical contractual terms, but without such a contingent feature.

The amendments also stipulate that, when settling a financial liability in cash using an electronic payment system, an entity can choose to derecognize the financial liability before the settlement date if, and only if, the entity has initiated a payment instruction that resulted in:

- The entity having no practical ability to withdraw, stop or cancel the payment instruction;
- The entity having no practical ability to access the cash to be used for settlement as a result of the payment instruction; and
- The settlement risk associated with the electronic payment system being insignificant.

Except for the above impact, as of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing other impacts of the above amended standards and interpretations on the Group’s financial position and financial performance and will disclose the relevant impact when the assessment is completed.

d. Reclassification

The management of the Group considers the bank deposits repatriated for restricted purpose for the use of substantial investments and financial investments in accordance with the Management, Utilization, and Taxation of Repatriated Offshore Funds Act. do not change the nature of the deposit as the entity can access those amounts on demand. The management concludes that the presentation of cash and cash equivalents is more appropriate and, therefore, has changed the presentation of the consolidated balance sheets and consolidated statements of cash flows in 2023. The other financial assets were reclassified to cash and cash equivalents with a carrying amount of \$23,557 thousand on June 30, 2023. The impact on cash flows for the six months ended June 30, 2023 was as follows:

	<b>Adjustments</b>
Net cash used in operating activities	<u>\$ (17,229)</u>
Net decrease in cash and cash equivalents	<u>\$ (17,229)</u>

#### **4. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION**

a. Statement of compliance

The interim consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 “Interim Financial Reporting” as endorsed and issued into effect by the FSC. Disclosure information included in these interim consolidated financial statements is less than the disclosure information required in a complete set of annual consolidated financial statements.

b. Basis of preparation

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments which are measured at fair value and net defined benefit liabilities which are measured at the present value of the defined benefit obligation less the fair value of plan assets.

The fair value measurements, which are grouped into Levels 1 to 3 based on the degree to which the fair value measurement inputs are observable and based on the significance of the inputs to the fair value measurement in its entirety, are described as follows:

- 1) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities;
- 2) Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for an asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and
- 3) Level 3 inputs are unobservable inputs for an asset or liability.

c. Basis of consolidation

See Note 15, Table 7 and Table 8 for detailed information on subsidiaries (including percentages of ownership and main businesses).

d. Other material accounting policies

Except for the following, please refer to the consolidated financial statements for the year ended December 31, 2023.

1) Retirement benefits

Pension cost for an interim period is calculated on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior financial year, adjusted for significant market fluctuations since that time and for significant plan amendments, settlements, or other significant one-off events.

2) Income tax

Income tax expense represents the sum of the tax currently payable and deferred tax. Interim period income taxes are assessed on an annual basis and calculated by applying to an interim period's pre-tax income the tax rate that would be applicable to expected total annual earnings.

## 5. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

Refer to the consolidated financial statements for the year ended December 31, 2023 for the material accounting judgments and key sources of estimation uncertainty of these consolidated financial statements.

## 6. CASH AND CASH EQUIVALENTS

	June 30, 2024	December 31, 2023	June 30, 2023
Cash on hand	\$ 3,576	\$ 3,613	\$ 3,739
Checking accounts and cash in banks	10,564,715	13,901,500	11,411,169
Cash equivalents			
Time deposits	857,557	2,068,397	12,465,678
Short-term bills	678,742	350,122	351,872
Foreign exchange deposit account for offshore funds	-	23,380	23,557
	<u>\$ 12,104,590</u>	<u>\$ 16,347,012</u>	<u>\$ 24,256,015</u>

Other bank deposits have been reclassified to other accounts for the following purposes:

	Purpose	June 30, 2024	December 31, 2023	June 30, 2023
Other financial assets - current				
Restricted deposits	To meet contract requirements for completing construction	\$ 92,045	\$ 81,640	\$ 42,745
	To secure short-term borrowings and letters of credit	22,240	25,306	133,435
Refundable deposits	Futures deposits	<u>13,660</u>	<u>2,348</u>	<u>30,452</u>
		<u>127,945</u>	<u>109,294</u>	<u>206,632</u>
Refundable deposits				
Other - pledged time deposits	To meet contract requirements for completing construction	51,951	62,080	\$ 51,718
Other non-current assets - other				
Restricted deposits	To meet construction project and performance letter of guarantee	-	10,838	10,774
Pledged time deposits	To meet required security deposit	<u>1,560</u>	<u>1,427</u>	<u>1,421</u>
		<u>53,511</u>	<u>74,345</u>	<u>63,913</u>
		<u>\$ 181,456</u>	<u>\$ 183,639</u>	<u>\$ 270,545</u>



## 7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	June 30, 2024	December 31, 2023	June 30, 2023
Financial assets mandatorily classified as at FVTPL			
Derivative financial assets (not under hedge accounting)			
Commodity futures contracts	\$ -	\$ 68,624	\$ -
Foreign exchange forward contracts	16,274	-	-
Options	3,548	10,142	22,532
Exchange rate swap contracts	13,370	-	-
Non-derivative financial assets			
Contingent consideration	886,339	2,614,285	2,636,811
Foreign unlisted shares	<u>74,485</u>	<u>79,541</u>	<u>69,058</u>
Financial assets at FVTPL	<u>\$ 994,016</u>	<u>\$ 2,772,592</u>	<u>\$ 2,728,401</u>
Current	\$ 919,531	\$ 1,508,943	\$ 1,506,913
Non-current	<u>74,485</u>	<u>1,263,649</u>	<u>1,221,488</u>
	<u>\$ 994,016</u>	<u>\$ 2,772,592</u>	<u>\$ 2,728,401</u>
Financial liabilities held for trading			
Derivative financial liabilities (not under hedge accounting)			
Commodity futures contracts	\$ 104,394	\$ -	\$ 52,444
Foreign exchange forward contracts	-	16,041	24,497
Exchange rate swap contracts	-	6,705	10,633
Non-derivative financial liabilities			
Contingent consideration	<u>545,550</u>	<u>484,429</u>	<u>427,978</u>
Financial liabilities at FVTPL	<u>\$ 649,944</u>	<u>\$ 507,175</u>	<u>\$ 515,552</u>
Current	\$ 104,394	\$ 22,746	\$ 87,574
Non-current	<u>545,550</u>	<u>484,429</u>	<u>427,978</u>
	<u>\$ 649,944</u>	<u>\$ 507,175</u>	<u>\$ 515,552</u>

- a. As of June 30, 2024, December 31, 2023 and June 30, 2023, outstanding commodity futures not under hedge accounting were as follows:

	Type of Transaction	Quantity (Tons)	Trade Date	Expiration Date	Exercise Price (In Thousands)	Market Price (In Thousands)	Valuation (Loss) Gain (In Thousands)
<u>June 30, 2024</u>							
Commodity futures contracts							
Copper	Buy	10,616	2024.02.07- 2024.06.27	2024.07.01- 2025.02.19	US\$ 106,064	US\$ 102,673	US\$ (3,391)
Copper	Sell	925	2024.06.18- 2024.06.28	2024.07.17	US\$ 8,846	US\$ 8,770	US\$ 76

(Continued)

	Type of Transaction	Quantity (Tons)	Trade Date	Expiration Date	Exercise Price (In Thousands)	Market Price (In Thousands)	Valuation (Loss) Gain (In Thousands)
Nickel	Buy	150	2024.06.11-2024.06.27	2024.09.11-2024.09.27	US\$ 2,613	US\$ 2,573	US\$ (40)
Nickel	Sell	120	2024.05.21-2024.06.28	2024.08.21-2024.09.27	US\$ 2,200	US\$ 2,061	US\$ 139
<u>December 31, 2023</u>							
Commodity futures contracts							
Copper	Buy	13,300	2023.08.21-2023.12.29	2024.01.17-2024.06.19	US\$ 110,946	US\$ 113,261	US\$ 2,315
Nickel	Buy	150	2023.11.01-2023.11.24	2024.02.01-2024.02.23	US\$ 2,550	US\$ 2,478	US\$ (72)
Zinc	Sell	150	2023.10.30	2024.01.01	RMB 3,176	RMB 3,233	RMB (57)
<u>June 30, 2023</u>							
Commodity futures contracts							
Copper	Buy	14,691	2023.02.14-2023.06.30	2023.07.19-2023.12.20	US\$ 124,304	US\$ 122,061	US\$ (2,243)
Copper	Sell	2,550	2023.06.09-2023.06.30	2023.07.19	US\$ 21,532	US\$ 21,249	US\$ 283
Zinc	Sell	225	2023.04.18-2023.05.08	2023.07.31	RMB 4,837	RMB 4,520	RMB 317
Copper	Buy	1,110	2023.05.09-2023.06.30	2023.07.31-2023.09.30	RMB 73,262	RMB 74,509	RMB 1,247
Stainless steel	Sell	1,200	2023.06.16	2023.08.31	RMB 18,069	RMB 17,640	RMB 429
(Concluded)							

- b. As of June 30, 2024, December 31, 2023 and June 30, 2023, outstanding foreign exchange forward contracts not under hedge accounting were as follows:

	Currency	Maturity Date	Notional Amount (In Thousands)
<u>June 30, 2024</u>			
Sell	USD to NTD	2024.07.03	USD30,000/NTD971,620
	USD to IDR	2024.07.04-2024.09.11	USD39,291/IDR638,581,697
	EUR to MYR	2024.07.01-2024.07.15	EUR235/MYR1,201
	EUR to USD	2024.07.03-2024.08.13	EUR59,125/USD64,048
	USD to IDR	2024.07.04-2024.07.31	USD93,000/IDR1,519,844,000
Buy	EUR to KRW	2024.07.30-2024.09.27	EUR263/KRW390,000
	USD to JPY	2024.07.22	USD1,000/JPY154,135
	EUR to BRL	2024.07.31-2024.09.27	EUR1,784/BRL10,260
	EUR to GBP	2024.07.31-2024.09.27	EUR3,907/GBP3,340
	EUR to SEK	2024.07.30-2024.10.31	EUR6,231/SEK71,110
<u>December 31, 2023</u>			
Sell	EUR to USD	2024.01.02-2024.01.22	EUR7,572/USD8,242
	USD to RMB	2024.01.02-2024.03.04	USD32,000/RMB227,033
	EUR to MYR	2024.02.02-2024.04.19	EUR510/MYR2,583
Buy	USD to RMB	2024.01.02	USD5,000/RMB35,629
	USD to JPY	2024.01.29	USD3,500/JPY495,565
	USD to IDR	2024.01.02-2024.02.01	USD78,000/IDR1,205,962,000
	USD to SGD	2024.01.16-2024.02.27	USD4,000/SGD5,331
	EUR to GBP	2024.01.31-2024.03.28	EUR9,795/GBP8,500
	EUR to BRL	2024.01.19-2024.04.23	EUR3,786/BRL20,420
	EUR to KRW	2024.02.29	EUR128/KRW183,000
	EUR to RMB	2024.03.28	EUR3,674/RMB28,800
	EUR to SEK	2024.01.31-2024.04.30	EUR4,177/SEK48,100
(Continued)			

	Currency	Maturity Date	Notional Amount (In Thousands)
<u>June 30, 2023</u>			
Sell	EUR to USD	2023.07.10-2023.08.31	EUR26,000/USD28,048
	USD to RMB	2023.07.17-2023.09.12	USD36,640/RMB259,148
	EUR to MYR	2023.07.17-2023.10.27	EUR1,060/MYR5,100
Buy	USD to NTD	2023.07.03	USD30,000/NTD930,550
	USD to JPY	2023.08.07-2023.09.11	USD6,000/JPY837,232
	USD to SGD	2023.07.26-2023.08.14	USD8,000/SGD10,757
	EUR to USD	2023.07.05-2023.07.12	EUR15,960/USD17,205
	USD to RMB	2023.07.05	USD11,705/RMB83,055
	USD to IDR	2023.07.27-2023.08.03	USD151,000/IDR2,265,822,500
	EUR to KRW	2023.07.31-2023.10.31	EUR268/KRW376,946
	EUR to TRY	2023.07.14	EUR188/TRY4,890
	EUR to ZAR	2023.07.19-2023.09.22	EUR260/ZAR5,231
	EUR to GBP	2023.07.31-2023.09.29	EUR4,373/GBP3,800
	EUR to BRL	2023.07.17-2023.09.20	EUR7,475/BRL40,200
	(Concluded)		

- c. As of June 30, 2024, December 31, 2023 and June 30, 2023, outstanding exchange rate swap contracts not under hedge accounting were as follows:

	Currency	Maturity Date	Notional Amount (In Thousands)
June 30, 2024	USD to NTD	2024.07.02-2024.07.15	USD24,000/NTD780,444
	USD to RMB	2024.07.22-2024.08.19	USD56,000/RMB405,677
	USD to IDR	2024.07.18-2024.09.24	USD30,291/IDR490,549,697
	EUR to USD	2024.08.08	EUR30,000/USD32,421
December 31, 2023	USD to RMB	2024.02.07-2024.02.27	USD143,988/RMB1,024,564
	USD to NTD	2024.01.02-2024.02.29	USD118,000/NTD3,649,647
June 30, 2023	USD to RMB	2023.07.17-2023.09.27	USD77,088/RMB547,623
	USD to NTD	2023.07.03-2023.09.05	USD335,100/NTD10,989,948

- d. As of June 30, 2024, December 31, 2023 and June 30, 2023, outstanding commodity futures option contracts not under hedge accounting were as follows:

June 30, 2024

Notional Amount	Type of Transaction	Buyer/Seller	Premium Paid	Fair Value
US\$ 1,836	Put	Buyer	US\$ 37	US\$ 109

December 31, 2023

Notional Amount	Type of Transaction	Buyer/Seller	Premium Paid	Fair Value
US\$11,241	Put	Buyer	US\$ 371	US\$ 330

June 30, 2023

Notional Amount	Type of Transaction	Buyer/Seller	Premium Paid	Fair Value
US\$20,640	Put	Buyer	US\$ 300	US\$ 724

- e. For the six months ended June 30, 2024 and 2023, the Group's strategies for commodity futures contracts, foreign exchange forward contracts and exchange rate swap contracts were to hedge exposures to fluctuations in the prices of raw material and foreign exchange rates. However, those derivative financial instruments did not meet the criteria of hedge effectiveness; therefore, they were not accounted for hedge accounting.
- f. Financial assets - contingent consideration is the amount of consideration to be received by the Group from the acquirer in the disposal of the subsidiary (the "Target Company") on July 27, 2022. In accordance with the agreement of contingent consideration, the acquirer shall respectively pay additional payments when the gross profit of Target Company during the period starting from the settlement date to December 31, 2023 and the gross profit in the year 2024 meet the amount agreed upon by Target Company. The Group has received \$1,273,115 thousand as of June 30, 2024.
- g. Financial liabilities - contingent consideration according to the agreement of acquisition, the Group is required to make additional payments to the seller if Cogne Acciai Speciali S.p.A.'s and Com.Steel Inox S.p.A. earnings before interest, income tax, depreciation and amortization from the settlement date to 2025 and 2026 meet the contract requirements, respectively.

## 8. FINANCIAL ASSETS AT AMORTIZED COST

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Current</u>			
Foreign investments			
Corporate bonds	\$ 15	\$ 15	\$ 14
Mutual funds	727	712	709
Government bonds	<u>8,552</u>	<u>-</u>	<u>-</u>
	<u>\$ 9,294</u>	<u>\$ 727</u>	<u>\$ 723</u>
<u>Non-current</u>			
Foreign investments			
Government bonds	<u>\$ 129,275</u>	<u>\$ 184,613</u>	<u>\$ 189,560</u>

The interest rates for the government bonds the Group purchased were 0.35% - 4.75%, 4.45% and 4.45% as of June 30, 2024, December 31, 2023 and June 30, 2023.

## 9. FINANCIAL INSTRUMENTS FOR HEDGING

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Financial assets</u>			
Cash flow hedges - gas and electricity swap contracts	\$ 10,190	\$ -	\$ -
Cash flow hedges - foreign currency deposits	-	346,441	-
Cash flow hedges - interest rate swap contracts	63,522	53,439	143,985
Cash flow hedges - foreign exchange forward contracts	<u>16,368</u>	<u>-</u>	<u>-</u>
	<u>\$ 90,080</u>	<u>\$ 399,880</u>	<u>\$ 143,985</u>
Current	\$ 25,425	\$ 346,441	\$ 10,123
Non-current	<u>64,655</u>	<u>53,439</u>	<u>133,862</u>
	<u>\$ 90,080</u>	<u>\$ 399,880</u>	<u>\$ 143,985</u>
<u>Financial liabilities</u>			
Fair value hedges - nickel swap contracts	\$ 1,532	\$ -	\$ -
Fair value hedges - exchange rate swap contracts	-	-	9,035
Cash flow hedges - foreign exchange forward contracts	-	4,967	-
Cash flow hedges - gas and electricity swap contracts	<u>-</u>	<u>3,616</u>	<u>64,080</u>
	<u>\$ 1,532</u>	<u>\$ 8,583</u>	<u>\$ 73,115</u>
Current	\$ 1,532	\$ 5,878	\$ 73,115
Non-current	<u>-</u>	<u>2,705</u>	<u>-</u>
	<u>\$ 1,532</u>	<u>\$ 8,583</u>	<u>\$ 73,115</u>

- a. The Group entered into foreign exchange forward contracts, exchange rate swap contracts and foreign currency deposits to hedge against the exchange rate fluctuations associated with designated foreign currency receivables and payables. The conditions of the foreign exchange forward contracts and the exchange rate swaps are the same as those of the corresponding financial assets, so the management believes that the foreign exchange forward contracts are highly effective hedging instruments. For information regarding the financial instruments used for hedging, refer to Note 35.
- b. The Group converts some of the issued floating rate financial liabilities from floating rate to fixed rate through the interest rate swap contracts in order to reduce the risk of the cash flow of the issued floating rate financial liabilities due to changes in interest rates. The conditions of the interest rate swap contracts are the same as the one of the related financial liabilities, therefore, the management of the Group considers they can be highly effective hedging instruments. For information regarding the financial instruments used for hedging, refer to Note 35.

- c. The Group is exposed to the risk that the future cash flows of the assets and liabilities may fluctuate due to changes in market prices of gas, electricity and nickel that are required for the Group's operations. The Group assesses that the risk may be significant and therefore enters into gas, electricity and nickel swap contracts for hedging purposes. The breakdown of the cash flow hedge items and derivative financial instruments designated for hedging at the end of the reporting periods is as follows:

Financial Commodity	Type of Transaction	Quantity (Tons)	Trade Date	Maturity Date	Notional Amount (In Thousands)	Market Price (In Thousands)	Valuation (Loss) Gain (In Thousands)
<u>June 30, 2024</u>							
Gas	Buy	10,000 Tons	2024.02.19	2024.07.31-2024.09.30	EUR 269	EUR 364	EUR 95
Electricity	Buy	16,800 Megawatt hours	2024.02.12	2024.07.31-2024.09.30	EUR 1,146	EUR 1,344	EUR 198
Nickle	Buy	78 Tons	2024.05.03-2024.06.27	2024.07.31-2025.03.31	EUR 1,391	EUR 1,347	EUR (44)
<u>December 31, 2023</u>							
Gas	Buy	13,600 Tons	2023.12.11	2024.01.31-2024.03.31	EUR 502	EUR 435	EUR (67)
Electricity	Buy	22,000 Megawatt hours	2023.12.14	2024.01.31-2024.06.30	EUR 1,857	EUR 1,817	EUR (40)
<u>June 30, 2023</u>							
Gas	Buy	63,997 Tons	2022.12.21-2023.03.03	2023.07.03-2023.12.31	EUR 4,675	EUR 2,780	EUR (1,895)

## 10. CONTRACT ASSETS

As of June 30, 2024, December 31, 2023 and June 30, 2023, contract balances were as follows:

	June 30, 2024	December 31, 2023	June 30, 2023
Contract assets			
Cable installation	\$ 706,023	\$ 735,895	\$ 1,156,689
Solar power systems installation	181,419	260,130	749,444
Less: Allowance for impairment loss	<u>-</u>	<u>-</u>	<u>-</u>
Contract assets - current	<u>\$ 887,442</u>	<u>\$ 996,025</u>	<u>\$ 1,906,133</u>

The changes in the balance of contract assets primarily resulted from the timing differences between the Group's satisfaction of performance obligations and the respective customer's payment.

## 11. NOTES RECEIVABLE AND TRADE RECEIVABLES

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Notes receivable</u>			
Notes receivable	<u>\$ 588,282</u>	<u>\$ 920,752</u>	<u>\$ 1,361,810</u>
<u>Trade receivables</u>			
Trade receivables	\$ 19,629,779	\$ 15,628,930	\$ 20,080,144
Less: Allowance for impairment loss	<u>(865,402)</u>	<u>(637,399)</u>	<u>(321,878)</u>
	<u>\$ 18,764,377</u>	<u>\$ 14,991,531</u>	<u>\$ 19,758,266</u>

## Trade Receivable

The average credit period on the sales of goods is 30 to 65 days. In determining the collectability of a trade receivable, the Group considered any change in the credit quality of the trade receivable since the date credit was initially granted to the end of the reporting period. When the Group dealt with new entities, the Group reviewed the credit ratings of the entities and obtained sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults. The Group uses other publicly available financial information or its own trading records to rate its major customers. The Group's exposure and the credit ratings of its counterparties are continuously monitored, and the aggregate value of transactions concluded is spread amongst approved counterparties. Credit exposure is controlled by counterparty limits that are reviewed and approved by the risk management committee annually. In this regard, the management believes the Group's credit risk is significantly reduced.

The Group permits the use of a lifetime expected credit losses allowance for all trade receivables. The expected credit losses on trade receivables are estimated using a provision matrix by reference to the past default experience with the respective debtors and an analysis of the debtors' current financial positions. As the Group's historical credit loss experience does not show significantly different loss patterns for different customer segments, the loss allowance based on the past due status of receivables is not further distinguished according to different segments of the Group's customer base.

The Group writes off a trade receivable when there is information indicating that the debtor is experiencing severe financial difficulty and there is no realistic prospect of recovery of the receivable. For trade receivables that have been written off, the Group continues to engage in enforcement activity to attempt to recover the receivables which are due. Where recoveries are made, they are recognized in profit or loss.

The following table details the loss allowance of trade receivables based on the Group's provision matrix:

### June 30, 2024

	Not Past Due	Less than 90 Days	91 to 180 Days	181 to 365 Days	Over 365 Days	Total
Expected credit loss rate	0%-1%	0%-2%	0%-50%	0%-100%	50%-100%	
Gross carrying amount	\$ 15,251,392	\$ 2,830,212	\$ 274,402	\$ 451,707	\$ 822,066	\$ 19,629,779
Loss allowance (lifetime ECLs)	(85,689)	(38,002)	(20,237)	(86,773)	(634,701)	(865,402)
Amortized cost	<u>\$ 15,165,703</u>	<u>\$ 2,792,210</u>	<u>\$ 254,165</u>	<u>\$ 364,934</u>	<u>\$ 187,365</u>	<u>\$ 18,764,377</u>

### December 31, 2023

	Not Past Due	Less than 90 Days	91 to 180 Days	181 to 365 Days	Over 365 Days	Total
Expected credit loss rate	0%-1%	0%-2%	0%-50%	0%-100%	50%-100%	
Gross carrying amount	\$ 11,050,307	\$ 3,109,790	\$ 585,572	\$ 550,249	\$ 333,012	\$ 15,628,930
Loss allowance (lifetime ECLs)	(16,320)	(34,607)	(71,766)	(292,380)	(222,326)	(637,399)
Amortized cost	<u>\$ 11,033,987</u>	<u>\$ 3,075,183</u>	<u>\$ 513,806</u>	<u>\$ 257,869</u>	<u>\$ 110,686</u>	<u>\$ 14,991,531</u>

### June 30, 2023

	Not Past Due	Less than 90 Days	91 to 180 Days	181 to 365 Days	Over 365 Days	Total
Expected credit loss rate	0%-1%	0%-2%	0%-50%	0%-100%	50%-100%	
Gross carrying amount	\$ 17,046,336	\$ 2,217,304	\$ 288,704	\$ 248,657	\$ 279,143	\$ 20,080,144
Loss allowance (lifetime ECLs)	(28,639)	(23,719)	(14,767)	(62,294)	(192,459)	(321,878)
Amortized cost	<u>\$ 17,017,697</u>	<u>\$ 2,193,585</u>	<u>\$ 273,937</u>	<u>\$ 186,363</u>	<u>\$ 86,684</u>	<u>\$ 19,758,266</u>

The movements of the loss allowance of trade receivables were as follows:

	<b>For the Six Months Ended June 30</b>	
	<b>2024</b>	<b>2023</b>
Balance at January 1	\$ 637,399	\$ 280,210
Add: Acquisitions through business combination	193,565	-
Add: Net remeasurement of loss allowance	7,623	74,182
Less: Amounts written off	(5,659)	(31,688)
Foreign exchange gains and losses	<u>32,474</u>	<u>(826)</u>
Balance at June 30	<u>\$ 865,402</u>	<u>\$ 321,878</u>

The amounts and the details of the factoring agreements for accounts receivable of the Group are set out in Notes 23, 35 and 37.

## 12. FINANCE LEASE RECEIVABLES

	<b>June 30, 2024</b>	<b>December 31, 2023</b>	<b>June 30, 2023</b>
<u>Undiscounted lease payments</u>			
Year 1	\$ 81,359	\$ 81,359	\$ 81,359
Year 2	81,359	81,359	81,359
Year 3	81,359	81,359	81,359
Year 4	81,359	81,359	81,359
Year 5	81,359	81,359	81,359
Year 5 onwards	<u>246,979</u>	<u>287,658</u>	<u>328,338</u>
	653,774	694,453	735,133
Less: Unearned finance income	<u>(82,024)</u>	<u>(91,930)</u>	<u>(102,348)</u>
Net investment in leases presented as finance lease receivables	<u>\$ 571,750</u>	<u>\$ 602,523</u>	<u>\$ 632,785</u>
Current	\$ 63,116	\$ 62,067	\$ 61,035
Non-current	<u>508,634</u>	<u>540,456</u>	<u>571,750</u>
	<u>\$ 571,750</u>	<u>\$ 602,523</u>	<u>\$ 632,785</u>

The power supply contracts of solar power equipment are processed according to the finance leases accounting policy. The average term of finance leases entered into was 20 years.

The interest rate inherent in the leases was fixed at the contract date for the entire lease term. The average effective interest rate contracted was 3.30% per annum as of June 30, 2024, December 31, 2023 and June 30, 2023.

The finance lease receivables as of June 30, 2024, December 31, 2023 and June 30, 2023 were neither past due nor impaired.

The amounts of finance lease receivables pledged as collateral or for security are set out in Note 37.



### 13. INVENTORIES

	June 30, 2024	December 31, 2023	June 30, 2023
Manufacturing and trading industries			
Raw materials	\$ 8,572,559	\$ 8,353,682	\$ 6,738,021
Raw materials in transit	2,185,619	2,496,691	3,015,287
Supplies	1,960,517	2,017,810	2,035,300
Work-in-process	10,828,454	7,900,218	7,861,936
Finished goods and merchandise	13,098,465	10,441,129	10,950,018
Contracts in progress	<u>266,647</u>	<u>227,395</u>	<u>273,426</u>
	<u>36,912,261</u>	<u>31,436,925</u>	<u>30,873,988</u>
Real estate development industries			
Undeveloped land	3,434	3,434	3,434
Buildings and land held for sale	181,880	174,510	201,824
Contracts in progress	<u>2,194,563</u>	<u>2,089,427</u>	<u>2,045,426</u>
	<u>2,379,877</u>	<u>2,267,371</u>	<u>2,250,684</u>
	<u>\$ 39,292,138</u>	<u>\$ 33,704,296</u>	<u>\$ 33,124,672</u>

- a. The costs of goods sold related to inventories for the three months ended June 30, 2024 and 2023 were NT\$43,739,600 thousand and NT\$45,599,515 thousand, respectively, and the costs of goods sold related to inventories for the six months ended June 30, 2024 and 2023 were NT\$81,326,728 thousand and NT\$91,486,682 thousand, respectively.
- b. The cost of goods sold for the three months ended June 30, 2024 and 2023 included inventory write-downs of NT\$82,144 thousand and reversals of inventory write-downs of NT\$30,436 thousand, respectively, and the cost of goods sold for the six months ended June 30, 2024 and 2023 included reversals of inventory write-downs of NT\$101,560 thousand and inventory write-downs of NT\$49,389 thousand, respectively.
- c. The inventories for the real estate development business are primarily land use rights and construction costs for future construction and contracts in progress of WLC's subsidiary, Walsin (Nanjing) Development Co., Ltd.

### 14. FINANCIAL ASSETS MEASURED AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	June 30, 2024	December 31, 2023	June 30, 2023
Domestic listed ordinary shares			
HannStar Display Corp.	\$ 2,942,388	\$ 3,550,641	\$ 3,940,163
HannStar Board Corp.	3,563,846	3,525,594	3,063,377
TECO Electric & Machinery Corp.	12,364,103	10,815,701	12,317,882
K. S. Terminals Inc.	10,977	10,426	12,006
Domestic unlisted ordinary shares	835,127	812,330	723,300
Foreign unlisted ordinary shares	<u>81,037</u>	<u>108,480</u>	<u>81,371</u>
	<u>\$ 19,797,478</u>	<u>\$ 18,823,172</u>	<u>\$ 20,138,099</u>
Non-current	<u>\$ 19,797,478</u>	<u>\$ 18,823,172</u>	<u>\$ 20,138,099</u>

These investments in equity instruments are held for medium- to long-term strategic purposes. Accordingly, the management selected to designate these investments in equity instruments as at FVTOCI as they believe that recognizing short-term fluctuations in these investments' fair value in profit or loss would not be consistent with the Group's strategy of holding these investments for long-term purposes. For the three months ended June 30, 2024 and 2023, the unrealized valuation (loss) gains resulting from these investments in equity instruments were NT\$(1,077,888) thousand and NT\$3,421,639 thousand, respectively, which were recognized in other comprehensive income (loss), and for the six months ended June 30, 2024 and 2023, the unrealized valuation gains resulting from these investments in equity instruments were NT\$915,706 thousand and NT\$7,623,154 thousand, respectively, which were recognized in other comprehensive income (loss).

## 15. SUBSIDIARIES

### a. Subsidiaries included in the consolidated financial statements

The consolidated entities as of June 30, 2024, December 31, 2023 and June 30, 2023 were as follows:

Investor	Investee	Main Business	Percentage of Ownership (%)		
			June 30, 2024	December 31, 2023	June 30, 2023
Walsin Lihwa Corporation	Walsin Lihwa Holdings Limited (WLHL)	Investment holding	100.00	100.00	100.00
	Concord Industries Limited (CIL)	Investment holding	100.00	100.00	100.00
	Ace Result Global Limited	Investment holding	100.00	100.00	100.00
	Min Maw Precision Industry Corp. (Min Maw)	Solar power systems management, design, and installation	100.00	100.00	100.00
	Walsin Info-Electric Corp. (Walsin Info-Electric)	Mechanical and electrical, communications, and power systems	99.51	99.51	99.51
	Chin-Cherng Construction Co. (Chin-Cherng)	Investment in the construction of residential and sale of commercial buildings, rental design and interior decoration business	99.22	99.22	99.22
	Joint Success Enterprises Limited	Investments	49.05	49.05	49.05
	P.T. Walsin Lippo Industries (P.T. Walsin)	Manufacture and sale of cables and wires	70.00	70.00	70.00
	PT. Walsin Lippo Kabel	Cables and wires	70.00	70.00	70.00
	Waltuo Green Resources Corp.	Waste disposal, resource recovery and cement products	100.00	100.00	100.00
	PT. Walsin Nickel Industrial Indonesia	Manufacture and sale of nickel pig iron	50.00	50.00	50.00
	Walsin Precision Technology Sdn. Bhd.	Manufacture and sale of stainless steel	100.00	100.00	100.00
	Walsin Singapore Pte. Ltd.	Investment holding	100.00	100.00	100.00
	Walsin America, LLC	Investment holding	100.00	100.00	100.00
	Walsin Lihwa Europe S.a r.l.	Investment holding	100.00	100.00	100.00
	PT. Walsin Research Innovation Indonesia	Consulting and Management	99.50	99.50	99.50
	Walsin Energy Cable System Co., Ltd.	Submarine communication cables	90.00	90.00	(Note 3) 90.00
Walsin Singapore Pte. Ltd.	PT. Walsin Nickel Industrial Indonesia	Manufacture and sale of nickel pig iron	42.00	42.00	(Note 5) 42.00
	PT. Sunny Metal Industry	Manufacture and sale of nickel matte	50.10	50.10	50.10
	Berg Holding Limited	Investment holding	75.00 (Note 4)	-	-
Berg Holding Limited	PT. Sunny Metal Industry	Manufacture and sale of nickel pig iron	39.35 (Note 4)	-	-
WLHL	Walsin (China) Investment Co., Ltd.	Investment holding	100.00	100.00	100.00
	Jiangyin Walsin Steel Cable Co., Ltd. (JHS)	Manufacture and sale of steel cables and wires	100.00	100.00	100.00
	Shanghai Walsin Lihwa Power Wire & Cable Co., Ltd.	Manufacture and sale of cables and wires	95.71	95.71	95.71
	Dongguan Walsin Wire & Cable Co., Ltd.	Manufacture and sale of bare copper cables and wires	100.00	100.00	100.00
	Walsin International Investments Limited	Investments	100.00	100.00	100.00
	Nanjing Taiwan Trade Mart Management Co., Ltd.	Business and assets management, consulting and advertising services	100.00	100.00	100.00
	Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Manufacture and sale of cold-rolled stainless steel and flat-rolled products	18.37	18.37	18.37
Walsin (China) Investment Co., Ltd.	Hangzhou Walsin Power Cable & Wire Co., Ltd.	Manufacture and sale of cables and wires	15.48	15.48	15.48
Dongguan Walsin Wire & Cable Co., Ltd.	Hangzhou Walsin Power Cable & Wire Co., Ltd.	Manufacture and sale of cables and wires	60.00 (Note 10)	-	-
Ace Result Global Limited	Hangzhou Walsin Power Cable & Wire Co., Ltd.	Manufacture and sale of cables and wires	24.52	24.52	24.52
CIL	Walsin Specialty Steel Corp.	Sale of specialty steel products and investment holding	100.00	100.00	100.00
	Changshu Walsin Specialty Steel Co., Ltd.	Manufacture and sale of specialized steel tubes, rods and wires	100.00	100.00	100.00
	Yantai Walsin Stainless Steel Co., Ltd.	Production and sale of new-type alloy materials	100.00	100.00	100.00
	Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Manufacture and sale of cold-rolled stainless steel and flat-rolled products	81.63	81.63	81.63
	XiAn Walsin Metal Product Co., Ltd.	Production and sale of medium and heavy specialty steel plates	100.00	100.00	100.00

(Continued)

Investor	Investee	Main Business	Percentage of Ownership (%)		
			June 30, 2024	December 31, 2023	June 30, 2023
Chin-Cherng Construction Co. Joint Success Enterprises Limited	Joint Success Enterprises Limited Walsin (Nanjing) Development Co., Ltd.	Investments Construction, rental and sale of buildings and industrial factories	50.95 100.00	50.95 100.00	50.95 100.00
	Nanjing Walsin Property Management Co., Ltd.	Property management, business management and housing leasing	100.00	100.00	100.00
Min Maw Precision Industry Corp. (Min Maw)	PT. Walsin Research Innovation Indonesia	Consulting and management	0.50	0.50 (Note 3)	0.50 (Note 3)
Walsin America, LLC	Borrego Energy Holdings, LLC	Investment holding	72.55	72.55	72.55
Borrego Energy Holdings, LLC	Borrego Energy, LLC Cleanleaf Energy Holdings, Inc.	Solar power system Investment holding	100.00 100.00	100.00 100.00	100.00 -
Walsin Lihwa Europe S.a r.l.	MEG S.A.	Investment holding	(Note 9) 90.21	(Note 9) 90.21	85.03
MEG S.A.	Cogne Acciai Speciali S.p.A.	Manufacture and sale of stainless steel	77.60	77.60 (Note 1)	82.32
Cogne Acciai Speciali S.p.A.	Cogne France Société par Actions Simplifiée	Sale of stainless steel	100.00	100.00 (Note 2)	100.00
	Cogne Edelstahl GmbH	Sale of stainless steel	100.00	100.00	100.00
	Cogne SG Pte. Ltd.	Sale of stainless steel	100.00	100.00	100.00
	Cogne Hong Kong Limited	Investment holding	100.00	100.00	100.00
	Cogne U.K. Limited	Sale of stainless steel	100.00	100.00	100.00
	Cogne Stainless Bars SA	Manufacture and sale of stainless steel	100.00	100.00	100.00
	Cogne Mexico Sociedad Anonima de Capital Variable	Manufacture and sale of stainless steel	82.53	82.53 (Note 8)	99.00
	Metalinox Cogne Acos Inoxdaveis Especiais Ltda	Sale of stainless steel	100.00	100.00	100.00
	Cogne Speciality Steel USA, Inc.	Sale of stainless steel	100.00	100.00	100.00
	Cogne Celik Sanayi ve Ticaret Limited Şirketi	Sale of stainless steel	100.00	100.00	100.00
	Dong Guan Cogne Steel Products Co., Ltd.	Manufacture and sale of stainless steel	100.00	100.00	100.00
	Special Melted Products Limited	Manufacture and sale of high-quality special steels and nickel-based alloys	100.00	100.00 (Note 7)	-
	Degerfors Long Products AB	Sale of special steel	100.00	100.00 (Note 7)	-
	Com. Steel Inox S.p.A.	Stainless steel and nickel-based alloy recycling and processing	65.00 (Note 11)	-	-
Cogne Stainless Bars SA	Aosta Servizi Generali S.r.l.	Machinery and Electrical maintenance	100.00	100.00	100.00
	Cogne Mexico Sociedad Anonima de Capital Variable	Manufacture and sale of stainless steel	0.0002	0.0002 (Note 8)	1.00 (Note 8)
PT. Walsin Nickel Industrial Indonesia	PT. Walhsu Metal Industry	Manufacture and sale of nickel matte	0.10	0.10 (Note 6)	0.10 (Note 6)
PT. Sunny Metal Industry	PT. Walhsu Metal Industry	Manufacture and sale of nickel matte	99.90	99.90 (Note 6)	99.90 (Note 6)
Hangzhou Walsin Power Cable & Wire Co., Ltd.	Hangzhou Futong Electric Industries Co., Ltd.	Manufacture and sale of cables and wires	51.00 (Note 10)	51.00 (Note 10)	51.00 (Note 10)

(Concluded)

- Note 1: On May 5, 2023, WLC's board of directors approved to increase capital in cash of MEG S.A., and the capital increase base date was August 30, 2023. The Group subscribed for additional new shares at a percentage different from its existing ownership percentage, resulting in an increase in the continuing interest rate from 85.03% to 90.21%.
- Note 2: On May 5, 2023, WLC's board of directors approved to increase capital in cash of Cogne Acciai Speciali S.p.A., and the capital increase base date was on September 18, 2023. MEG S.A. subscribed for additional new shares at a percentage different from its existing ownership percentage, resulting in a decrease in the continuing interest rate from 82.32% to 77.60%.
- Note 3: On February 24, 2023, WLC's board of directors approved to increase capital in cash of PT. Walsin Research Innovation Indonesia, and the capital increase base date was on May 22, 2023.
- Note 4: In August 2023, WLC's board of directors resolved to acquire 75.00% of the shares of Berg Holding Limited for a consideration of US\$118,500 thousand. The Group completed the transaction in January 2024. According to IFRS 3 "Business Combination", it was determined not to be a business and should be accounted for as an acquisition of assets. The amount of the assumed assets acquired was NT\$3,704,907 thousand and the relevant net cash outflow was NT\$3,858,975 thousand at the date of acquisition. As a result of this transaction, the Group increased its shareholding percentage in the subsidiary PT. Sunny Metal Industry from 50.10% to 79.61%. The transaction was accounted for as an equity transaction since it doesn't change the control of the Group over the subsidiary PT. Sunny Metal Industry.

- Note 5: The Group established Walsin Energy Cable System Co., Ltd. on February 13, 2023. On February 24, 2023, WLC's board of directors approved to increase capital in cash of Walsin Energy Cable System Co., Ltd., and the capital increase base date was on May 23, 2023. The Group did not subscribe according to the shareholding proportion, resulting in a decrease in the shareholding percentage from 100.00% to 90.00%.
- Note 6: The Group established PT. Walhsu Metal Industry on May 23, 2023, and injected capital on June 5, 2023. On February 23, 2024, WLC's board of directors approved to increase capital in cash of PT. Walhsu Metal Industry, and the capital increase base date was on March 28, 2024.
- Note 7: Cogne Acciai Speciali S.p.A. acquired 100.00% shares of Degerfors Long Products AB and Special Melted Products Ltd. for considerations of NT\$182,129 thousand on August 1, 2023, and NT\$5,668,618 thousand on September 19, 2023, respectively. These transactions were classified as business combinations. Please refer to Note 33 of the consolidated financial statements for the year ended December 31, 2023.
- Note 8: On April 13, 2023, the board of directors approved to increase capital in cash of Cogne Mexico Sociedad Anonima de Capital Variable, and the capital increase base date was on August 14, 2023. The Group did not subscribe according to the shareholding proportion, resulting in a decrease in the shareholding percentage from 100.00% to 82.5302%.
- Note 9: The Group established Cleanleaf Energy Holdings, Inc. on September 14, 2023, and injected capital on January 1, 2024.
- Note 10: In December 2023, WLC's board of directors resolved that the subsidiary, Dongguan Walsin Wire & Cable Co., Ltd., acquire 60.00% of the shares of the associate, Hangzhou Walsin Power Cable & Wire Co., Ltd., for a consideration of RMB 310,864 thousand. This transaction will increase the Group's shareholding percentage in Hangzhou Walsin Power Cable & Wire Co., Ltd. from 40.00% to 100.00%, changing its status from an associate to a subsidiary. This transaction was classified as a business combination. Please refer to Note 32.
- Note 11: Cogne Acciai Speciali S.p.A. acquired 65.00% shares of Com.Steel Inox S.p.A. for a consideration of NT\$841,200 thousand on May 3, 2024. This transaction was classified as a business combination. Please refer to Note 32.
- b. The following entity was excluded from consolidation as of June 30, 2024, December 31, 2023 and June 30, 2023:

Investor	Investee	Main Business	Percentage of Ownership (%)			Note
			June 30, 2024	December 31, 2023	June 30, 2023	
WLHL	Walcom Chemicals Industrial Limited	Commerce	65.00	65.00	65.00	Note

Note: The investee has a capital of HK\$500 thousand and total assets of HK\$1 thousand. As of June 30, 2024, December 31, 2023 and June 30, 2023, the investee had no sales and its total assets were less than 1% of the Group's consolidated total assets.

The financial statements of certain subsidiaries included in the consolidated financial statements, namely P.T. Walsin Lippo Industries, Walsin Precision Technology Sdn, Bhd., Cogne Acciai Speciali S.p.A. and subsidiaries, and Walsin America, LLC's subsidiary Borrego Energy Holdings, LLC for the six months ended June 30, 2024 and 2023 were not reviewed by the auditor of WLC but by other auditors. As of June 30, 2024 and 2023, the combined total assets of these subsidiaries were NT\$42,846,746 thousand and NT\$29,853,343 thousand, respectively; for the three months ended June 30, 2024 and 2023, the combined net operating revenues of these subsidiaries were NT\$8,652,542 thousand and NT\$8,469,780 thousand, respectively, and for the six months ended June 30, 2024 and 2023, the combined net operating revenues of these subsidiaries were NT\$17,000,469 thousand and NT\$18,989,323 thousand, respectively.

## 16. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

Investments in associates:

Name of Associate	June 30, 2024		December 31, 2023		June 30, 2023	
	Carrying Amount	Ownership Percentage (%)	Carrying Amount	Ownership Percentage	Carrying Amount	Ownership Percentage (%)
<u>Material associates</u>						
Winbond Electronics Corp.	\$ 20,185,377	21.99	\$ 20,335,573	21.99	\$ 19,743,392	22.21
Walton Advanced Engineering, Inc.	2,278,281	21.17	2,230,609	21.17	2,132,717	21.01
Walsin Technology Corp.	9,195,694	18.30	8,631,671	18.30	8,289,719	18.30
<u>Associates that are not individually material</u>						
Others	11,260,671		18,442,318		17,941,343	
	<u>\$ 42,920,023</u>		<u>\$ 49,640,171</u>		<u>\$ 48,107,171</u>	

Refer to Table 7 “Information on Investees” and Table 8 “Information on Investments in Mainland China” for the nature of activities, principal places of business and countries of incorporation of the associates.

The Group is the single largest shareholder of the abovementioned material associates in which the Group has an ownership percentage of less than 50%. Considering the relative size and wide dispersion of the voting rights owned by other shareholders, the Group has no ability to direct the relevant activities of the associates and therefore has no control over these associates.

Fair values (Level 1) of investments in associates with available published price quotation are summarized as follows:

Name of Associate	June 30, 2024	December 31, 2023	June 30, 2023
Winbond Electronics Corp.	<u>\$ 23,628,066</u>	<u>\$ 27,995,121</u>	<u>\$ 24,261,639</u>
Walton Advanced Engineering, Inc.	<u>\$ 2,269,307</u>	<u>\$ 1,671,833</u>	<u>\$ 1,573,167</u>
Walsin Technology Corp.	<u>\$ 10,490,474</u>	<u>\$ 10,934,986</u>	<u>\$ 8,481,282</u>

All the associates were accounted for using the equity method.

As of June 30, 2023, the dividends receivable from the above-mentioned associates of the Group was NT\$1,333,056 thousand, and it was listed under other receivables.

In January 2024, WLC disposed of its entire 29.5% shareholding in the associate PT. Westrong Metal Industry for a total proceeds of NT\$4,582,940 thousand.

In June 2024, WLC disposed of part of its shareholding in the associate Innovation West Mantewe Pte. Ltd., reducing its ownership from 40% to 20%. The total proceeds amounted to NT\$1,900,383 thousand, and a gain of NT\$663,969 thousand was recognized under “Gain on Disposal of Investments.”

The Group’s share of profit and other comprehensive income of the associates for the three months ended June 30, 2024 and 2023 and six months ended June 30, 2024 and 2023 was based on the associates’ financial statements reviewed by independent auditors for the same period.

## 17. PROPERTY, PLANT AND EQUIPMENT

			June 30, 2024	December 31, 2023	June 30, 2023	
Assets used by the Group			\$ 80,101,066	\$ 78,154,936	\$ 69,206,653	
	Land	Buildings and Improvements	Machinery and Equipment	Other Equipment	Construction in Progress	Total
Cost						
Balance at January 1, 2024	\$ 4,000,385	\$ 30,268,808	\$ 65,772,201	\$ 12,003,844	\$ 15,947,767	\$ 127,993,005
Additions	113,828	127,535	959,275	117,926	927,525	2,246,089
Disposals	-	(5,082)	(211,890)	(180,051)	-	(397,023)
Acquisition through business combinations	-	1,273,734	1,812,573	424,665	11,418	3,522,390
Reclassified	-	401,746	2,893,775	286,581	(3,910,152)	(328,050)
Effects of foreign currency exchange differences	618	1,144,544	1,852,844	379,809	357,948	3,735,763
Balance at June 30, 2024	\$ 4,114,831	\$ 33,211,285	\$ 73,078,778	\$ 13,032,774	\$ 13,334,506	\$ 136,772,174
Accumulated depreciation and impairment						
Balance at January 1, 2024	\$ 8,067	\$ 10,983,110	\$ 32,499,371	\$ 6,347,521	\$ -	\$ 49,838,069
Depreciation expenses	-	699,105	2,308,632	413,020	-	3,420,757
Capitalized depreciation expense	-	-	378	139	-	517
Disposals	-	(2,575)	(208,313)	(178,080)	-	(388,968)
Acquisition through business combinations	-	662,529	1,620,026	380,844	-	2,663,399
Impairment losses (reversed)	-	-	12,567	(43)	-	12,524
Effects of foreign currency exchange differences	-	288,581	673,828	162,401	-	1,124,810
Balance at June 30, 2024	\$ 8,067	\$ 12,630,750	\$ 36,906,489	\$ 7,125,802	\$ -	\$ 56,671,108
Carrying amount at June 30, 2024	\$ 4,106,764	\$ 20,580,535	\$ 36,172,289	\$ 5,906,972	\$ 13,334,506	\$ 80,101,066
Cost						
Balance at January 1, 2023	\$ 3,776,670	\$ 22,865,186	\$ 50,428,862	\$ 8,607,005	\$ 23,862,639	\$ 109,540,362
Additions	207,703	65,853	388,498	93,263	5,798,620	6,553,937
Disposals	-	(5,140)	(230,654)	(122,743)	(641)	(359,178)
Reclassified	12,652	4,099,296	12,305,883	1,789,687	(18,348,757)	(141,239)
Reclassified from investment properties	-	-	-	(3,455)	-	(3,455)
Effects of foreign currency exchange differences	932	(181,420)	502,245	(104,988)	93,413	310,182
Balance at June 30, 2023	\$ 3,997,957	\$ 26,843,775	\$ 63,394,834	\$ 10,258,769	\$ 11,405,274	\$ 115,900,609
Accumulated depreciation and impairment						
Balance at January 1, 2023	\$ 8,067	\$ 9,790,075	\$ 28,172,188	\$ 5,913,566	\$ -	\$ 43,883,896
Depreciation expenses	-	576,780	2,012,883	357,118	-	2,946,781
Disposals	-	(2,743)	(225,281)	(118,238)	-	(346,262)
Reclassified	-	-	(327)	(19,661)	-	(19,988)
Impairment losses reversed	-	-	-	(34)	-	(34)
Effects of foreign currency exchange differences	-	(25,935)	317,760	(62,262)	-	229,563
Balance at June 30, 2023	\$ 8,067	\$ 10,338,177	\$ 30,277,223	\$ 6,070,489	\$ -	\$ 46,693,956
Carrying amount at June 30, 2023	\$ 3,989,890	\$ 16,505,598	\$ 33,117,611	\$ 4,188,280	\$ 11,405,274	\$ 69,206,653

- a. Apart from the machinery and equipment of the resource department which is depreciated on an accelerated basis over their estimated useful lives for 16 years, the property, plant and equipment of the Group are depreciated on a straight-line basis over their estimated useful lives as follows:

Buildings and improvements	3-50 years
Machinery and equipment	3-20 years
Other equipment	3-15 years

The Group's main buildings, office building and electrical and mechanical power equipment are depreciated over their estimated useful lives of 20-50 years and 18-20 years, respectively.

- b. The Group owns parcels of land which were registered in the name of certain individuals because of certain regulatory restrictions. To secure its ownership of such parcels of land, WLC keeps in its possession the land titles with the annotation of the land being pledged to WLC. As of June 30, 2024, December 31, 2023 and June 30, 2023, the recorded total carrying amount of such parcels of land amounted to NT\$256,301 thousand, NT\$491,917 thousand, and NT\$491,917 thousand, respectively.
- c. After appropriate evaluation, the Group recognized impairment (loss) and a reversal of impairment loss on property, plant and equipment of NT\$(12,566) thousand and NT\$27 thousand for the three months ended June 30, 2024 and 2023, respectively, and the Group recognized impairment (loss) and a reversal of impairment loss on property, plant and equipment of NT\$(12,524) thousand and NT\$34 thousand for the six months ended June 30, 2024 and 2023, respectively.

## 18. LEASE ARRANGEMENTS

- a. Right-of-use assets

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Carrying amount</u>			
Land	\$ 3,905,732	\$ 3,389,816	\$ 3,334,929
Buildings	577,463	526,343	535,115
Machinery equipment	688,990	710,189	489,936
Office equipment	44,615	58,177	66,527
Transportation equipment	<u>29,343</u>	<u>34,518</u>	<u>36,439</u>
	<u>\$ 5,246,143</u>	<u>\$ 4,719,043</u>	<u>\$ 4,462,946</u>
	<b>For the Three Months Ended June 30</b>		<b>For the Six Months Ended June 30</b>
	<b>2024</b>	<b>2023</b>	<b>2024</b>
	<b>2023</b>		<b>2023</b>
Additions to right-of-use assets	<u>\$ 22,830</u>	<u>\$ 86,839</u>	<u>\$ 32,232</u>
Acquisition through business combination	<u>\$ 133,462</u>	<u>\$ -</u>	<u>\$ 577,200</u>
Disposals	<u>\$ -</u>	<u>\$ (60)</u>	<u>\$ -</u>
Depreciation charge for right-of-use assets			
Land	\$ 34,902	\$ 37,917	\$ 72,858
Buildings	18,517	27,956	49,674
Machinery equipment	27,789	11,403	49,186
Office equipment	16,936	1,305	22,708
Transportation equipment	<u>4,129</u>	<u>3,819</u>	<u>8,159</u>
	<u>\$ 102,273</u>	<u>\$ 82,400</u>	<u>\$ 202,585</u>
			<u>\$ 163,898</u>

b. Lease liabilities

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Carrying amount</u>			
Current	\$ 258,381	\$ 257,859	\$ 245,389
Non-current	\$ 2,837,528	\$ 2,765,167	\$ 2,496,274

Range of discount rates for lease liabilities were as follows:

	June 30, 2024	December 31, 2023	June 30, 2023
Land	0.83%-6.123%	0.83%-6.123%	0.83%-6.123%
Buildings	2.278%-8.76%	0.83%-8.76%	0.83%-8.76%
Machinery equipment	3.00%-3.90%	3.00%-3.90%	3.00%-3.90%
Office equipment	3.00%-3.90%	3.00%-3.90%	3.00%-3.90%
Transportation equipment	1.964%-5.615%	1.964%-3.44%	1.964%-5.75%

c. Other lease information

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Expenses relating to short-term leases	\$ 45,914	\$ 19,372	\$ 90,229	\$ 40,133
Expenses relating to low-value asset leases	\$ 206	\$ 202	\$ 410	\$ 417
Expenses relating to variable lease payments not included in the measurement of lease liabilities	\$ 1,019	\$ 1,370	\$ 2,174	\$ 2,635
Total cash outflow for leases	\$ (114,903)	\$ (67,008)	\$ (236,756)	\$ (207,746)

19. INVESTMENT PROPERTIES

	June 30, 2024	December 31, 2023	June 30, 2023
Completed investment properties	\$ 15,420,231	\$ 15,514,751	\$ 15,699,936



**Completed  
Investment  
Property**

Cost

Balance at January 1, 2024	\$ 18,908,583
Additions	1,730
Reclassified	(198,189)
Effects of foreign currency exchange differences	<u>403,126</u>

Balance at June 30, 2024 \$ 19,115,250

Balance at January 1, 2023	\$ 19,078,843
Reclassified from property, plant and equipment	3,455
Reclassified to inventories	(34,335)
Effects of foreign currency exchange differences	<u>(189,215)</u>

Balance at June 30, 2023 \$ 18,858,748

Accumulated depreciation and impairment

Balance at January 1, 2024	\$ 3,393,832
Depreciation expenses	232,376
Effects of foreign currency exchange differences	<u>68,811</u>

Balance at June 30, 2024 \$ 3,695,019

Balance at January 1, 2023	\$ 2,955,037
Depreciation expenses	231,656
Effects of foreign currency exchange differences	<u>(27,881)</u>

Balance at June 30, 2023 \$ 3,158,812

- a. The completed investment properties are depreciated on a straight-line method over their estimated useful lives of 20 to 50 years.
- b. The investment properties of the Group increased because the Group changed the purpose of use of the completed commercial building of Walsin (Nanjing) Development Co., Ltd. and transferred it to investment property. The main investment properties of the Group are Walsin Xin Yi Building and the completed investment properties of Walsin (Nanjing) Development Co., Ltd. The building's valuation was commissioned by independent appraisal agencies (third parties). As of December 31, 2023 and 2022, the fair values of the investment properties were NT\$46,171,839 thousand and NT\$45,032,010 thousand, respectively. Management of the Group had assessed and determined that there were no significant changes in the fair value as of June 30, 2024 and 2023.

## 20. GOODWILL

	For the Six Months Ended June 30	
	2024	2023
<u>Cost</u>		
Balance at January 1	\$ 4,157,877	\$ 286,139
Acquisitions through Business Combinations	845,016	-
Effects of foreign currency exchange differences	<u>192,209</u>	<u>4,018</u>
Balance at June 30	<u>\$ 5,195,102</u>	<u>\$ 290,157</u>
<u>Accumulated impairment</u>		
Balance at January 1	\$ -	\$ -
Balance at June 30	\$ -	\$ -
Carrying amount at June 30, 2023	<u>\$ 5,195,102</u>	<u>\$ 290,157</u>

The Group acquired PT. Sunny Metal Industry on September 23, 2022. The Group adjusted the initial accounting treatment and provisionally determined amounts from the acquisition date based on the finalized purchase price allocation report in the third quarter of 2023. The comparative period amount was restated accordingly.

The adjustments to the Group's balance sheet items are as follows:

	June 30, 2023		
	Amount Before Restatement	Adjustment	Restated
Goodwill	<u>\$ 125,628</u>	<u>\$ 164,529</u>	<u>\$ 290,157</u>
Other intangible assets - supply contract	<u>\$ 2,613,633</u>	<u>\$ 2,320,663</u>	<u>\$ 4,934,296</u>
Other intangible assets - core technology	<u>\$ 1,839,700</u>	<u>\$ 1,667,110</u>	<u>\$ 3,506,810</u>
Deferred tax liabilities	<u>\$ (6,219,947)</u>	<u>\$ 15,233</u>	<u>\$ (6,204,714)</u>
Non-controlling interests	<u>\$ (7,190,245)</u>	<u>\$ (4,167,535)</u>	<u>\$ (11,357,780)</u>
	January 1, 2023		
	Amount Before Restatement	Adjustment	Restated
Goodwill	<u>\$ 83,393</u>	<u>\$ 202,746</u>	<u>\$ 286,139</u>
Other intangible assets - supply contract	<u>\$ 2,734,203</u>	<u>\$ 2,427,687</u>	<u>\$ 5,161,890</u>
Other intangible assets - core technology	<u>\$ 1,922,845</u>	<u>\$ 1,742,455</u>	<u>\$ 3,665,300</u>
Deferred tax liabilities	<u>\$ (5,797,938)</u>	<u>\$ 15,023</u>	<u>\$ (5,782,915)</u>
Non-controlling interests	<u>\$ (6,240,336)</u>	<u>\$ (4,387,911)</u>	<u>\$ (10,628,247)</u>

The adjustments to the Group's statements of comprehensive income items are as follows:

	<b>For the Three Months Ended June 30, 2023</b>		
	<b>Amount Before Restatement</b>	<b>Adjustment</b>	<b>Restated</b>
<b>The Effects on Comprehensive Income</b>			
Operating costs	<u>\$ (45,772,291)</u>	<u>\$ (128,518)</u>	<u>\$ (45,900,809)</u>
Exchange differences on translating the financial statement of foreign operations	<u>\$ (111,456)</u>	<u>\$ 53,154</u>	<u>\$ (58,302)</u>
<b>For the Six Months Ended June 30, 2023</b>			
	<b>Amount Before Restatement</b>	<b>Adjustment</b>	<b>Restated</b>
<b>The Effects on Comprehensive Income</b>			
Operating costs	<u>\$ (91,857,222)</u>	<u>\$ (236,182)</u>	<u>\$ (92,093,404)</u>
Exchange differences on translating the financial statement of foreign operations	<u>\$ (399,275)</u>	<u>\$ 15,806</u>	<u>\$ (383,469)</u>

## 21. OTHER INTANGIBLE ASSETS

	<b>June 30, 2024</b>	<b>December 31, 2023</b>	<b>June 30, 2023</b>
Supply contract	\$ 4,460,081	\$ 4,542,804	\$ 4,934,296
Core technology	3,199,200	3,238,914	3,506,810
Others	<u>251,827</u>	<u>216,101</u>	<u>245,702</u>
	<u>\$ 7,911,108</u>	<u>\$ 7,997,819</u>	<u>\$ 8,686,808</u>

- The supply contract and core technology generated by PT. Sunny Metal Industry are amortized on an accelerated basis over 8 years and 16 years, respectively.
- Apart from stated above, the other intangible assets of the Group are amortized on a straight-line basis over 5-18 years.
- Except for the recognition of amortization expenses, there were no significant additions, disposals or impairments of other intangible assets of the Group for the six months ended June 30, 2024 and 2023.

## 22. OTHER ASSETS

	<b>June 30, 2024</b>	<b>December 31, 2023</b>	<b>June 30, 2023</b>
Prepayment for purchases	\$ 3,891,013	\$ 3,012,629	\$ 4,071,701
Prepaid expense	1,196,180	669,186	513,309
Prepaid sales tax	1,706,804	1,615,043	1,454,840
Prepayment for investments	17,423	1,334,026	-
Others	<u>1,301,687</u>	<u>921,291</u>	<u>598,678</u>
	<u>\$ 8,113,107</u>	<u>\$ 7,552,175</u>	<u>\$ 6,638,528</u>

(Continued)

	June 30, 2024	December 31, 2023	June 30, 2023
Current	\$ 7,065,778	\$ 5,377,850	\$ 6,110,445
Non-current	<u>1,047,329</u>	<u>2,174,325</u>	<u>528,083</u>
	<u>\$ 8,113,107</u>	<u>\$ 7,552,175</u>	<u>\$ 6,638,528</u>
			(Concluded)

## 23. BORROWINGS

	June 30, 2024	December 31, 2023	June 30, 2023
Short-term borrowings	<u>\$ 14,209,677</u>	<u>\$ 11,508,074</u>	<u>\$ 11,638,443</u>
Current portion of long-term borrowings	<u>\$ 3,768,448</u>	<u>\$ 1,538,480</u>	<u>\$ 1,128,143</u>
Long-term borrowings	<u>\$ 31,986,222</u>	<u>\$ 31,924,532</u>	<u>\$ 33,527,433</u>
Long-term notes and bills payable	<u>\$ 1,499,290</u>	<u>\$ 2,998,822</u>	<u>\$ 2,998,088</u>

a. Short-term borrowings as of June 30, 2024, December 31, 2023 and June 30, 2023 were as follows:

	June 30, 2024		December 31, 2023		June 30, 2023	
	Interest Rate		Interest Rate		Interest Rate	
	%	Amount	%	Amount	%	Amount
Bank lines of credit	1.72-7.60	\$ 14,149,976	0.86-7.60	\$ 11,490,666	1.73-7.26	\$ 11,523,286
Discounted notes receivable	2.00	<u>59,701</u>	1.98	<u>17,408</u>	2.00	<u>115,157</u>
		<u>\$ 14,209,677</u>		<u>\$ 11,508,074</u>		<u>\$ 11,638,443</u>

Refer to Note 37 for transferred receivables which were secured by a portion of the Group's trade receivables.

Refer to Notes 6 and 37 for collaterals pledged for short-term borrowings as of June 30, 2024, December 31, 2023 and June 30, 2023.

b. Long-term borrowings as of June 30, 2024, December 31, 2023 and June 30, 2023 were as follows:

		June 30, 2024	December 31, 2023	June 30, 2023
	Significant Covenant	Amount	Amount	Amount
<u>Long-term secured loan</u>				
Cathay United Bank	From December 15, 2011 to September 27, 2027; after the grace period, repayments are due monthly	\$ 152,046	\$ 179,177	\$ 206,308
Taipei Fubon Commercial Bank	From December 25, 2013 to October 11, 2028; after the grace period, repayments are due in stages	34,600	38,033	41,467
Other long-term secured loan	From January 12, 2019 to December 18, 2030; repayments are due according to contracts	<u>52,933</u>	<u>56,237</u>	<u>60,351</u>
		<u>239,579</u>	<u>273,447</u>	<u>308,126</u>
				(Continued)

	June 30, 2024		December 31, 2023	June 30, 2023
	Significant Covenant	Amount	Amount	Amount
<u>Long-term credit loan</u>				
The Export-Import Bank of the Republic of China	Loan from December 4, 2020 to December 4, 2027; principal to be repaid evenly in seven phases; 1st repayment is due 48 months after the drawdown date, after which repayments are due once every six months	\$ 1,137,770	\$ 1,137,770	\$ 1,137,770
Bank of Taiwan	From September 22, 2020 to October 4, 2027; principal to be repaid in two phases: From the 5th year, repayments are due once every six months; at rates of 20% and 80%, respectively	8,400,000	9,000,000	9,000,000
Taiwan Cooperative Bank	From June 28, 2021 to June 28, 2026; principal to be repaid in two phases: 1st repayment due 48 months after the drawdown date, 2nd repayment due maturity date	2,000,000	2,000,000	2,000,000
Hua Nan Commercial Bank	From March 29, 2021 to March 29, 2026; principal to be repaid in two phases: From the 5th year, repayments are due once every six months	2,000,000	2,000,000	2,000,000
Chinatrust Commercial Bank	Principal repayment at maturity, from February 7, 2024 to February 7, 2029	1,420,089	-	-
Chang Hwa Commercial Bank	Principal repayment at maturity, from March 8, 2022 to March 8, 2027	2,000,000	2,000,000	2,000,000
Taiwan Cooperative Bank	From October 4, 2022 to October 4, 2027; principal to be repaid in two phases: 1st repayment due 48 months after the drawdown date, 2nd repayment due maturity date	3,000,000	3,000,000	3,000,000
KGI Bank	Principal repayment at maturity, from March 20, 2024 to April 24, 2027	-	-	1,200,000
Standard Chartered Bank	Principal repayment at maturity, from November 16, 2022 to December 31, 2024	-	-	1,555,400
Hua Nan Commercial Bank	Principal repayment at maturity, from March 8, 2022 to March 8, 2027	2,500,000	2,500,000	2,500,000
Far Eastern International Bank	Loan from October 21, 2022 to October 14, 2027; principal to be repaid evenly in three phases; 1st repayment is due 48 months after the signing date, after which repayments are due once every six months	2,000,000	2,000,000	-
Agricultural Bank of Taiwan	Principal repayment at maturity, from October 31, 2022 to October 31, 2025	-	-	1,500,000
Bank of Taiwan	Loan from June 13, 2023 to June 13, 2030; principal to be repaid evenly in forty eight phases; 1st repayment is due 36 months after the drawdown date	2,501,123	1,799,194	1,799,194
China CITIC Bank	Principal repayment at maturity, from August 15, 2023 to March 18, 2027	170,373	134,484	-
Far Eastern International Bank	Principal repayment at maturity, from October 21, 2022 to October 14, 2027	-	-	1,500,000
Intesa Sanpaolo S.p.A	Principal repayment at maturity, from December 30, 2019 to June 30, 2028	2,394,990	2,486,656	919,970
E.SUN Commercial Bank	Principal repayment at maturity, from June 13, 2023 to May 15, 2028	1,000,000	209,024	209,024
Other long-term credit loans	From November 1, 2018 to November 15, 2033; repayments are due according to contracts	4,990,746	4,922,437	4,026,092
		<u>35,515,091</u>	<u>33,189,565</u>	<u>34,347,450</u>
		35,754,670	33,463,012	34,655,576
		(3,768,448)	(1,538,480)	(1,128,143)
Less current portion of long-term borrowings		<u>\$ 31,986,222</u>	<u>\$ 31,924,532</u>	<u>\$ 33,527,433</u>
				(Concluded)

1) Under the loan agreements with Yantai Walsin Stainless Steel Co., Ltd., WLC as the guarantor should maintain certain financial ratios during the loan term, which are based on the annual and semi-annual consolidated financial statements audited by the independent auditors. The financial ratios are as follows:

a) The current ratio (current assets/current liabilities) should not be less than 100%;

- b) The net liability ratio (total liabilities less cash and cash equivalents to tangible net worth) should not be more than 120%;
  - c) The interest coverage ratio which included net income before interest expenses, taxation, depreciation and amortization to interest expenses should not be less than three times; and
  - d) Tangible net worth (net worth less intangible assets) should not be less than NT\$80,000,000 thousand.
- 2) Under the loan agreements with Walsin Energy Cable System Co., Ltd., WLC as the guarantor should maintain certain financial ratios during the loan term, which are based on the annual and semi-annual consolidated financial statements audited by the independent auditors. The financial ratios are as follows:
- a) The current ratio (current assets/current liabilities) should not be less than 100%;
  - b) The net liability ratio (total liabilities less cash and cash equivalents to tangible net worth) should not be more than 120%;
  - c) The interest coverage ratio which included net income before interest expenses, taxation, depreciation and amortization to interest expenses should not be less than three times; and
  - d) Tangible net worth (net worth less intangible assets) should not be less than NT\$80,000,000 thousand.
- 3) As of June 30, 2024, December 31, 2023 and June 30, 2023, the effective interest rate ranges of the credit borrowings were 0.47%-15.52%, 0.10%-16.26% and 0.55%-18.43% per annum, respectively. As of June 30, 2024, December 31, 2023 and June 30, 2023, the effective interest rate range of the secured borrowings were 2.15%-4.40%, 2.15%-6.20% and 2.10%-4.453% per annum, respectively.
- 4) As of June 30, 2024, December 31, 2023 and June 30, 2023, the Group's current portion of the long-term borrowings under the loan agreements were NT\$3,768,448 thousand, NT\$1,538,480 thousand and NT\$1,128,143 thousand, respectively. The Group's consolidated financial statements for the six months ended June 30, 2024 and 2023 and for the years ended December 31, 2023 and 2022 showed that the Group was in compliance with the aforementioned financial ratio requirements.
- 5) Refer to Note 37 for collaterals pledged on bank borrowings as of June 30, 2024, December 31, 2023 and June 30, 2023.
- c. Long-term notes and bills payables as of June 30, 2024, December 31, 2023 and June 30, 2023 were as follows:

June 30, 2024

Acceptance Agency	Type	Interest Rate	Amount
China Bills and International Bills	Unsecured	1.756-1.850	\$ 1,500,000
Less: Discount on long-term bills payable			<u>(710)</u>
			<u>\$ 1,499,290</u>

December 31, 2023

Acceptance Agency	Type	Interest Rate	Amount
China Bills, Mega Bills and International Bills	Unsecured	1.521-1.580	\$ 3,000,000
Less: Discount on long-term bills payable			<u>(1,178)</u>
			<u>\$ 2,998,822</u>

June 30, 2023

Acceptance Agency	Type	Interest Rate	Amount
China Bills, Mega Bills and International Bills	Unsecured	1.469-1.540	\$ 3,000,000
Less: Discount on long-term bills payable			<u>(1,912)</u>
			<u>\$ 2,998,088</u>

**24. BONDS PAYABLE**

	June 30, 2024	December 31, 2023	June 30, 2023
Domestic unsecured bonds	\$ 12,800,000	\$ 12,800,000	\$ 12,800,000
Overseas unsecured bonds	207,358	253,345	302,188
Less: Current portion of long-term borrowings	<u>(104,250)</u>	<u>(101,940)</u>	<u>(101,430)</u>
	<u>\$ 12,903,108</u>	<u>\$ 12,951,405</u>	<u>\$ 13,000,758</u>

On October 8, 2021, WLC issued the first unsecured bond of 2021 in the amount of NT\$7.5 billion, each with a face value of NT\$10 million. The issuance period is 5 years, and the annual rate is 0.7%. The maturity date is on October 8, 2026. From the issuance date, the interest will be paid once a year, and the principal will be repaid upon maturity.

On April 11, 2023, the Company issued the first unsecured bond of 2023 in the amount of NT\$5.3 billion, which was divided into A and B bonds according to different issuance conditions. The issuance amount of Bond A is NT\$3 billion, and the issuance period is 5 years. The annual rate is 1.7%, and the maturity date is on April 11, 2028. The issuance amount of Bond B is NT\$2.3 billion, and the issuance period is 10 years. The annual rate is 2.1%, and the maturity date is on April 11, 2033. The interest of the two bonds will be paid once a year, and the principal will be repaid upon maturity.

The overseas unsecured bonds were acquired through business combination and were issued on June 24, 2019 in the amount of EUR15,000 thousand, each with a face value of EUR100 thousand. The insurance period is 7 years, and the annual percentage rate is 3.5%. The maturity date is on June 24, 2026. From the insurance date, the interest will be paid in half a year, and the principal will be repaid in 10 installments starting in the second year.

## 25. OTHER PAYABLES

	June 30, 2024	December 31, 2023	June 30, 2023
Payables for purchases of equipment	\$ 980,553	\$ 3,436,394	\$ 1,082,454
Payables for salaries or bonuses	1,145,207	1,001,161	1,075,263
Payables for dividends	4,438,053	3,586	6,719,609
Other accrued expenses payables	4,520,164	4,942,356	4,035,140
Other financing payables	3,406,401	2,628,672	6,975,457
Other payables-other	<u>195,768</u>	<u>57,627</u>	<u>218,962</u>
	<u>\$ 14,686,126</u>	<u>\$ 12,069,196</u>	<u>\$ 20,106,885</u>

As of June 30, 2024, December 31, 2023 and June 30, 2023, the effective interest rate ranges of other financing payables were 4.96%-7.58%, 6.83%-7.62% and 7.16%-7.48%, respectively.

## 26. RETIREMENT BENEFIT PLANS

For the three months ended June 30, 2024 and 2023, the pension expenses of defined benefit plans were NT\$33,385 thousand and NT\$28,641 thousand, respectively, and for the six months ended June 30, 2024 and 2023, the pension expenses of defined benefit plans were NT\$66,528 thousand and NT\$57,030 thousand, respectively, which were calculated based on the pension cost rates determined by the actuarial calculation on December 31, 2023 and 2022, respectively.

## 27. EQUITY

	June 30, 2024	December 31, 2023	June 30, 2023
Share capital			
Ordinary shares	\$ 40,313,329	\$ 40,313,329	\$ 40,313,329
Capital surplus	33,613,681	33,624,917	33,600,302
Retained earnings	59,192,197	60,590,617	58,469,556
Others	9,583,293	6,281,452	7,780,468
Non-controlling interests	<u>9,975,183</u>	<u>13,638,998</u>	<u>11,357,780</u>
	<u>\$ 152,677,683</u>	<u>\$ 154,449,313</u>	<u>\$ 151,521,435</u>

### a. Share capital

#### Ordinary shares

	June 30, 2024	December 31, 2023	June 30, 2023
Number of authorized shares (in thousands)	<u>6,500,000</u>	<u>6,500,000</u>	<u>6,500,000</u>
Amount of authorized shares	<u>\$ 65,000,000</u>	<u>\$ 65,000,000</u>	<u>\$ 65,000,000</u>
Number of issued and fully paid shares (in thousands)	<u>4,031,333</u>	<u>4,031,333</u>	<u>4,031,333</u>
Amount of issued shares	<u>\$ 40,313,329</u>	<u>\$ 40,313,329</u>	<u>\$ 40,313,329</u>



On May 29, 2023, WLC's board of directors resolved to issue ordinary shares for cash to participate in the issuance of GDRs. On June 30, 2023, the Group issued 30,000 thousand units of GDRs on the Luxembourg Stock Exchange, with each unit representing 10 ordinary shares of WLC. This amounted to a total of 300,000 thousand shares with a unit price of US\$12.97, raising a total of US\$389,100 thousand. As of June 30, 2024, the paid-in capital was NT\$40,313,329 thousand, divided into 4,031,333 thousand ordinary shares at par value of NT\$10.

As of June 30, 2024, 21 thousand GDRs of WLC were traded on the Luxembourg Stock Exchange. The number of ordinary shares represented by the GDRs was 212 thousand shares (one GDR represents 10 ordinary shares).

b. Capital surplus

	June 30, 2024	December 31, 2023	June 30, 2023
May be used to offset a deficit, distributed as cash dividend or transferred to share capital (Note)			
Issuance of ordinary shares	\$ 27,787,949	\$ 27,787,949	\$ 27,788,375
The difference between the consideration received or paid and the carrying amount of the subsidiaries' net assets during actual disposal or acquisition	2,130	2,130	2,130
Share of changes in capital surplus of associates	449,852	434,243	445,147
Treasury share transactions	2,254,074	2,254,074	2,254,074
Gain on disposal of property, plant and equipment	2,074,231	2,074,231	2,074,231
Others	1,045,445	1,045,560	1,036,345
<u>May only be used to offset a deficit</u>			
Changes in percentage of ownership interests in subsidiaries	-	26,730	-
	<u>\$ 33,613,681</u>	<u>\$ 33,624,917</u>	<u>\$ 33,600,302</u>

Note: The premium from shares issued in excess of par (share premium from issuance of ordinary shares, conversion of bonds and treasury share transactions) and donations may be used to offset a deficit; in addition, when the Group has no deficit, such capital surplus may be distributed as cash dividends or transferred to share capital (limited to a certain percentage of the Group's capital surplus and to once a year). The capital surplus arises from changes in capital surplus of associates accounted for using the equity method, employee share options and share warrants may not be used for any purposes.

c. Retained earnings and dividend policy

Under the dividends policy where WLC made a profit in a fiscal year, the profit shall be first utilized for paying taxes, offsetting losses of previous years, setting aside as legal reserve 10% of the remaining profit this requirement is not applicable when the legal reserve has reached the total capital, and then any remaining profit together with prior unappropriated earnings shall be appropriated for special reserve or appropriate reversal of special reserve in accordance with the laws and regulations, and then the balance shall be used by WLC's board of directors as the basis for proposing a distribution plan, which should be resolved in the shareholders' meeting for the distribution of dividends to shareholders. If appropriated earnings are distributed in cash, the cash distribution shall be resolved by WLC's board of directors and reported in the shareholders' meeting. Other than the aforementioned regulations, the distribution shall be after deducting share of profit of associates accounted for using the equity method and adding cash dividends of associates accounted for using the equity method. WLC shall reserve no lesser than 40% of the balance amount as shareholders' profit after offsetting its loss and tax payments in the previous year, capital reserve, and special reserve adjusted by the accumulated net deduction of other equity. The profits shall be distributed in cash or in form of shares; cash dividends shall not be lesser than 70% of the total dividends.

Appropriation of earnings to the legal reserve shall be made until the legal reserve equals WLC's paid-in capital. The legal reserve may be used to offset any deficits. If WLC has no deficit and the legal reserve has exceeded 25% of WLC's paid-in capital, the excess may be transferred to capital or distributed in cash.

Items referred to under Rule No. 1090150022 issued by the FSC and in the directive titled "Questions and Answers for Special Reserves Appropriated Following Adoption of IFRSs" should be appropriated to or reversed from a special reserve by WLC.

Refer to Note 29 for the policies on the distribution of employees' compensation and remuneration of directors.

The appropriation of earnings for 2023 and 2022 were as follows:

	<b>Appropriation of Earnings</b>		<b>Dividends Per Share (NT\$)</b>	
	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>
Legal reserve	\$ 526,862	\$ 1,974,132	\$ -	\$ -
Cash dividends	<u>4,434,466</u>	<u>6,716,399</u>	1.1	1.8
	<u>\$ 4,961,328</u>	<u>\$ 8,690,531</u>		

The above appropriations for cash dividends were approved by WLC's board of directors on February 23, 2024 and February 24, 2023, and the other appropriations were approved at the shareholders' meeting on May 17, 2024 and May 19, 2023, respectively.

d. Special reserve

	<b>June 30, 2024</b>	<b>December 31, 2023</b>	<b>June 30, 2023</b>
Special reserve	<u>\$ 2,712,250</u>	<u>\$ 2,712,250</u>	<u>\$ 2,712,250</u>

Information regarding the above special reserve did not change for the six months ended June 30, 2024 and 2023.

e. Other equity items

1) Exchange differences on the translation of the financial statements of foreign operations

	<b>For the Six Months Ended June 30</b>	
	<b>2024</b>	<b>2023</b>
Balance at January 1	\$ (4,947,475)	\$ (4,256,774)
Share from subsidiaries and associates accounted for using the equity method	<u>4,174,429</u>	<u>(377,791)</u>
Balance at June 30	<u>\$ (773,046)</u>	<u>\$ (4,634,565)</u>

Exchange differences relating to the translation of the results and net assets of the Group's foreign operations from their functional currencies to the Group's presentation currency (the New Taiwan dollar) were recognized directly in other comprehensive income and accumulated in the exchange differences on the translation of the financial statements of foreign operations. Exchange differences previously accumulated in the exchange differences on the translation of the financial statements of foreign operations were reclassified to profit or loss when disposing foreign operation.

2) Unrealized valuation gain (loss) on financial assets at FVOCI

	<b>For the Six Months Ended June 30</b>	
	<b>2024</b>	<b>2023</b>
Balance at January 1	\$ 14,068,677	\$ 6,693,877
Unrealized gain - equity instruments	915,706	7,623,154
Share from associates accounted for using the equity method	(1,310,640)	939,553
Cumulative unrealized (loss) gain of equity instruments transferred to retained earnings due to disposal	<u>(43,859)</u>	<u>(34,560)</u>
Balance at June 30	<u>\$ 13,629,884</u>	<u>\$ 15,222,024</u>

3) Loss on hedging instruments

	<b>For the Six Months Ended June 30</b>	
	<b>2024</b>	<b>2023</b>
<u>Cash flow hedges</u>		
Balance at January 1	\$ (65,100)	\$ (105,801)
Loss on hedging instruments	<u>26,634</u>	<u>73,417</u>
Balance at June 30	<u>\$ (38,466)</u>	<u>\$ (32,384)</u>

4) Other equity - others

	<b>For the Six Months Ended June 30</b>	
	<b>2024</b>	<b>2023</b>
Balance at January 1	\$ (2,774,650)	\$ (2,774,607)
Originally recognized equity items arising from the acquisition of subsidiary equity instrument put options	<u>(460,429)</u>	<u>-</u>
Balance at June 30	<u>\$ (3,235,079)</u>	<u>\$ (2,774,607)</u>

## 28. OPERATING REVENUE

	<b>For the Three Months Ended June 30</b>		<b>For the Six Months Ended June 30</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Sales revenue	\$ 47,062,510	\$ 48,118,417	\$ 86,429,357	\$ 97,661,597
Sales of real estate	34	1,226	2,565	3,757
Other revenue	<u>1,251,266</u>	<u>1,327,317</u>	<u>2,431,725</u>	<u>2,495,184</u>
	<u>\$ 48,313,810</u>	<u>\$ 49,446,960</u>	<u>\$ 88,863,647</u>	<u>\$ 100,160,538</u>

## 29. NET PROFIT FROM CONTINUING OPERATIONS

a. Non-operating income and expense - gain (loss) on disposal of investments

	<b>For the Three Months Ended June 30</b>		<b>For the Six Months Ended June 30</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Gain on disposal of associates	\$ 663,541	\$ -	\$ 663,541	\$ -
Gain on disposal of investments				
- non-iron commodity futures	516,343	193,960	585,488	820,817
Gain (loss) on disposal of investments - foreign exchange forward contracts	122,690	(60,500)	120,596	(120,142)
Gain (loss) on disposal of investment - exchange rate swap contracts	62,002	(47,841)	87,053	(69,966)
Loss on disposal of investment - future options	<u>(2,445)</u>	<u>(33,988)</u>	<u>(8,241)</u>	<u>(47,991)</u>
	<u>\$ 1,362,131</u>	<u>\$ 51,631</u>	<u>\$ 1,448,437</u>	<u>\$ 582,718</u>

b. Non-operating income and expense - impairment loss (recognized) reversed

	<b>For the Three Months Ended June 30</b>		<b>For the Six Months Ended June 30</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Impairment loss reversed on property, plant and equipments	\$ (12,566)	\$ 27	\$ (12,524)	\$ 34
Others	<u>(31)</u>	<u>(30)</u>	<u>(34)</u>	<u>(36)</u>
	<u>\$ (12,597)</u>	<u>\$ (3)</u>	<u>\$ (12,558)</u>	<u>\$ (2)</u>

c. Non-operating income and expense - other revenue

The Group sold its subsidiary Borrego Energy, LLC's solar PV and energy storage procurement platform division for NT\$816,840 thousand and the gain of disposal was NT\$528,226 thousand for the six months ended June 30, 2023. After deducting related operating costs of NT\$406,288 thousand, the total was NT\$121,938 thousand, which was recognized as "other income".

d. Employee benefits expense, depreciation and amortization

	<b>For the Three Months Ended June 30, 2024</b>			
	<b>Operating Costs</b>	<b>Operating Expenses</b>	<b>Non-operating Expenses and Losses</b>	<b>Total</b>
Short-term employment benefits	<u>\$ 1,493,335</u>	<u>\$ 801,899</u>	<u>\$ -</u>	<u>\$ 2,295,234</u>
Post-employment benefits	<u>\$ 86,322</u>	<u>\$ 37,080</u>	<u>\$ -</u>	<u>\$ 123,402</u>
Other employee benefits	<u>\$ 258,796</u>	<u>\$ 129,123</u>	<u>\$ -</u>	<u>\$ 387,919</u>
Depreciation				
Property, plant and equipments	\$ 1,555,040	\$ 185,957	\$ -	\$ 1,740,997
Right-of-use assets	59,535	42,738	-	102,273
Investment properties	<u>115,675</u>	<u>544</u>	<u>-</u>	<u>116,219</u>
	<u>\$ 1,730,250</u>	<u>\$ 229,239</u>	<u>\$ -</u>	<u>\$ 1,959,489</u>
Amortization	<u>\$ 295,320</u>	<u>\$ 22,007</u>	<u>\$ -</u>	<u>\$ 317,327</u>
	<b>For the Six Months Ended June 30, 2024</b>			
	<b>Operating Costs</b>	<b>Operating Expenses</b>	<b>Non-operating Expenses and Losses</b>	<b>Total</b>
Short-term employment benefits	<u>\$ 2,882,769</u>	<u>\$ 1,601,728</u>	<u>\$ -</u>	<u>\$ 4,484,497</u>
Post-employment benefits	<u>\$ 164,255</u>	<u>\$ 70,794</u>	<u>\$ -</u>	<u>\$ 235,049</u>
Other employee benefits	<u>\$ 518,753</u>	<u>\$ 271,234</u>	<u>\$ -</u>	<u>\$ 789,987</u>

(Continued)

For the Six Months Ended June 30, 2024				
	Operating Costs	Operating Expenses	Non-operating Expenses and Losses	Total
Depreciation				
Property, plant and equipments	\$ 3,052,112	\$ 368,645	\$ -	\$ 3,420,757
Right-of-use assets	124,013	78,572	-	202,585
Investment properties	<u>231,287</u>	<u>1,089</u>	<u>-</u>	<u>232,376</u>
	<u>\$ 3,407,412</u>	<u>\$ 488,306</u>	<u>\$ -</u>	<u>\$ 3,855,718</u>
Amortization	<u>\$ 583,224</u>	<u>\$ 41,715</u>	<u>\$ -</u>	<u>\$ 624,939</u>
				(Concluded)

For the Three Months Ended June 30, 2023				
	Operating Costs	Operating Expenses	Non-operating Expenses and Losses	Total
Short-term employment benefits	\$ 1,283,647	\$ 844,039	\$ -	\$ 2,127,686
Post-employment benefits	\$ 72,603	\$ 36,727	\$ -	\$ 109,330
Other employee benefits	<u>\$ 243,364</u>	<u>\$ 101,195</u>	<u>\$ -</u>	<u>\$ 344,559</u>
Depreciation				
Property, plant and equipments	\$ 1,378,388	\$ 173,334	\$ 702	\$ 1,552,424
Right-of-use assets	44,877	37,523	-	82,400
Investment properties	<u>116,380</u>	<u>545</u>	<u>-</u>	<u>116,925</u>
	<u>\$ 1,539,645</u>	<u>\$ 211,402</u>	<u>\$ 702</u>	<u>\$ 1,751,749</u>
Amortization	<u>\$ 286,644</u>	<u>\$ 17,850</u>	<u>\$ -</u>	<u>\$ 304,494</u>

For the Six Months Ended June 30, 2023				
	Operating Costs	Operating Expenses	Non-operating Expenses and Losses	Total
Short-term employment benefits	\$ 2,594,056	\$ 1,756,255	\$ -	\$ 4,350,311
Post-employment benefits	\$ 147,118	\$ 71,190	\$ -	\$ 218,308
Other employee benefits	<u>\$ 488,545</u>	<u>\$ 222,381</u>	<u>\$ -</u>	<u>\$ 710,926</u>
Depreciation				
Property, plant and equipments	\$ 2,612,028	\$ 333,334	\$ 1,419	\$ 2,946,781
Right-of-use assets	86,791	77,107	-	163,898
Investment properties	<u>230,566</u>	<u>1,090</u>	<u>-</u>	<u>231,656</u>
	<u>\$ 2,929,385</u>	<u>\$ 411,531</u>	<u>\$ 1,419</u>	<u>\$ 3,342,335</u>
Amortization	<u>\$ 526,878</u>	<u>\$ 34,848</u>	<u>\$ -</u>	<u>\$ 561,726</u>

e. Compensation of employees and remuneration of directors

According to the Company's Articles, the Company accrued employees' compensation and remuneration of directors at rates of no less than 1% and no higher than 1%, respectively, of net profit before income tax, employees' compensation, and remuneration of directors. For the three months ended June 30, 2024 and 2023, the employees' compensation amounted to \$14,660 thousand and NT\$10,880 thousand, respectively, and the remuneration of directors amounted to \$14,504 thousand and NT\$18,750 thousand, respectively, and for the six months ended June 30, 2024 and 2023, the employees' compensation amounted to \$39,744 thousand and NT\$47,059 thousand, respectively, and the remuneration of directors amounted to \$22,511 thousand and NT\$37,500 thousand, respectively.

Material differences between such estimated amounts and the amounts proposed by the board of directors on or before the issuance date of the annual consolidated financial statements are adjusted in the year the compensation and remuneration were recognized. If there is a change in the amounts after the issuance date of the annual consolidated financial statements, the differences will be recorded as a change in the accounting estimate in the next year.

The employees' compensation and the remuneration of directors for 2023 and 2022 resolved by WLC's board of directors on February 23, 2024 and February 24, 2023, respectively, are the same as the amounts recognized in the 2023 and 2022 consolidated financial statements.

	For the Year Ended December 31			
	2023		2022	
	Employees' Compensation	Remuneration of Directors	Employees' Compensation	Remuneration of Directors
Amounts resolved in shareholders' meetings	\$ 70,700	\$ 30,000	\$ 252,000	\$ 100,050
Amounts recognized in respective financial statements	<u>70,700</u>	<u>30,000</u>	<u>252,000</u>	<u>100,050</u>
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Information on the employees' compensation and remuneration of directors resolved by WLC's board of directors in 2024 and 2023 is available at the Market Observation Post System website of the Taiwan Stock Exchange.

### 30. INCOME TAXES RELATING TO CONTINUING OPERATIONS

a. Income tax recognized in profit or loss

Major components of income tax expense are as follows:

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Current tax				
In respect of the current period	\$ 686,064	\$ 341,396	\$ 1,752,355	\$ 787,567
Unappropriated earnings	1,593	523,311	1,593	523,311
Adjustments for prior period	(114,241)	(34,907)	(83,079)	(20,968)
Land value-added tax	<u>-</u>	<u>61</u>	<u>-</u>	<u>188</u>
	<u>573,416</u>	<u>829,861</u>	<u>1,670,869</u>	<u>1,290,098</u>

(Continued)

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Deferred tax				
In respect of the current period	\$ (184,789)	9,465	\$ (1,409,652)	150,437
Adjustments for prior period	<u>88,657</u>	<u>(14,764)</u>	<u>88,279</u>	<u>(17,082)</u>
	<u>(96,132)</u>	<u>(5,299)</u>	<u>(1,321,373)</u>	<u>133,355</u>
Income tax expense recognized in profit or loss	<u>\$ 477,284</u>	<u>\$ 824,562</u>	<u>\$ 349,496</u>	<u>\$ 1,423,453</u>

(Concluded)

b. WLC's income tax returns through 2020 have been assessed by the tax authorities.

c. Pillar Two income tax legislation

The governments of the United Kingdom, Luxembourg, Germany, France, Italy and South Korea, where part of WLC's subsidiaries are registered, enacted the Pillar Two income tax legislation effective on January 1, 2024. Part of WLC's subsidiaries in Malaysia are registered but the Pillar Two income tax legislation was not effective at the reporting date. Under the legislation, part of WLC's subsidiaries will be required to pay, in the above country, a top-up tax on the profits of its subsidiaries that are taxed at an effective tax rate of less than 15 %. As of June 30, 2024, the Pillar Two income tax risk of the aforementioned country has no significant impact on the income tax of the Group. The Group will continue to assess the impact of the Pillar Two income tax legislation on its future financial performance.

### 31. EARNINGS PER SHARE

	For the Three Months Ended June 30					
	2024			2023		
	Amounts (Numerator) After Income Tax (Attributable to Parent's Shareholders)	Shares (Denominator) (In Thousands)	Earnings Per Share (In Dollars) After Income Tax (Attributable to Parent's Shareholders)	Amounts (Numerator) After Income Tax (Attributable to Parent's Shareholders)	Shares (Denominator) (In Thousands)	Earnings Per Share (In Dollars) After Income Tax (Attributable to Parent's Shareholders)
Basic earnings per share						
Net income	\$ 2,246,756	4,031,333	<u>\$ 0.55</u>	\$ 1,020,777	3,734,594	<u>\$ 0.27</u>
Effect of potentially of dilutive potential ordinary shares						
Employee compensaiton	-	707		-	265	
	<u>\$ 2,246,756</u>	<u>4,032,040</u>	<u>\$ 0.55</u>	<u>\$ 1,020,777</u>	<u>3,734,859</u>	<u>\$ 0.27</u>



	For the Six Months Ended June 30					
	2024			2023		
	Amounts (Numerator) After Income Tax (Attributable to Parent's Shareholders)	Shares (Denominator) (In Thousands)	Earnings Per Share (In Dollars) After Income Tax (Attributable to Parent's Shareholders)	Amounts (Numerator) After Income Tax (Attributable to Parent's Shareholders)	Shares (Denominator) (In Thousands)	Earnings Per Share (In Dollars) After Income Tax (Attributable to Parent's Shareholders)
Basic earnings per share						
Net income	\$ 3,117,162	4,031,333	\$ 0.77	\$ 3,116,003	3,732,990	\$ 0.83
Effect of potentially of dilutive potential ordinary shares						
Employee compensaiton	-	1,701		-	2,501	
	<u>\$ 3,117,162</u>	<u>4,033,034</u>	<u>\$ 0.77</u>	<u>\$ 3,116,003</u>	<u>3,735,491</u>	<u>\$ 0.83</u>

## 32. BUSINESS COMBINATIONS

### a. Subsidiaries acquired

Subsidiary	Principal Activity	Date of Acquisition	Proportion of Voting Equity Interests Acquired (%)	Consideration Transferred
Hangzhou Walsin Power Cable & Wire Co., Ltd. and Subsidiary	Manufacture and sale of cables and wires	February 29, 2024	60.00	<u>\$ 1,341,944</u>
Com.Steel Inox S.p.A.	Stainless steel and nickel-based alloy recycling and processing	May 3, 2024	65.00	<u>\$ 841,200</u>

In order to enter the high-voltage land cable markets, the Group acquired 60% of the shares of Hangzhou Walsin Power Cable & Wire Co., Ltd. and its subsidiary Hangzhou Futong Electric Industries Co., Ltd. for a cash consideration of \$1,341,944 thousand on February 29, 2024. The Group now holds 100% of the shares of Hangzhou Walsin Power Cable & Wire Co., Ltd. and its subsidiary.

In order to strengthen the critical material supply chain for stainless steel production and establish a knowledge center for the management of stainless steel scrap, Cogne Acciai Speciali S.p.A. acquired 65% of the shares of Com.Steel Inox S.p.A. for a cash consideration of \$841,200 thousand on May 3, 2024.

### b. Consideration transferred

	Hangzhou Walsin Power Cable & Wire Co., Ltd.	Com.Steel Inox S.p.A.
Cash	\$ 1,341,944	\$ 841,200
Fair value of the original holding shares (40% ownership interest in the Group's)	766,681	-
Contingent consideration arrangement (Note)	-	<u>100,313</u>
	<u>\$ 2,108,625</u>	<u>\$ 941,513</u>

Note: According to the agreement of acquisition, the Group is required to make additional payments of EUR4,000 thousand if Com.Steel Inox S.p.A.'s earnings before interest, tax, depreciation and amortization from the settlement date to 2026 exceed EUR18,000 thousand. Based on the results of the financial forecast, the management of the Group believes that it is probable to make this payment. The fair value of this obligation at the date of acquisition was estimated at \$100,313 thousand.

The related acquisition costs were excluded from the consideration transferred and were recognized as other expenses.

c. Assets acquired and liabilities assumed at the date of acquisition

	<b>Hangzhou Walsin Power Cable &amp; Wire Co., Ltd.</b>	<b>Com.Steel Inox S.p.A.</b>
Current assets		
Cash and cash equivalents	\$ 136,811	\$ 55,137
Net notes receivables	44,099	-
Net trade receivables	1,159,996	1,089,876
Other receivables	9,325	555
Inventories	699,470	556,687
Other current assets	66,064	14,953
Non-current assets		
Property, plant and equipment	767,328	91,663
Right-of-use assets	443,738	133,462
Other intangible assets	40,004	255
Deferred tax assets	89,184	-
Other non-current assets	255,729	4,389
Current liabilities		
Short-term borrowings	(222,276)	(612,965)
Notes payables	(242,424)	-
Trade payables	(407,203)	(308,849)
Other payables	(178,630)	(703,394)
Current tax liabilities	-	(32,346)
Lease liabilities - current	-	(17,219)
Other current liabilities	(377,670)	(3,836)
Non-current liabilities		
Deferred tax liabilities	(173,017)	-
Lease liabilities - non-current	-	(116,243)
Defined benefit liabilities - non-current	-	(3,668)
Other non-current liabilities	(1,903)	-
	<u>\$ 2,108,625</u>	<u>\$ 148,457</u>

The accounting treatment of Hangzhou Walsin Power Cable & Wire Co., Ltd., and Com.Steel Inox S.p.A. is provisional as of the balance sheet date. As of the date of issuance of these consolidated financial statements, the necessary market valuations and other calculations have not been finalized. The amounts may change upon the issuance of the purchase price allocation report.

d. Goodwill recognized on acquisitions

	<b>Com.Steel Inox S.p.A.</b>
Consideration transferred	\$ 941,513
Plus: Non-controlling interests	51,960
Less: Carrying value of identifiable net assets acquired	<u>(148,457)</u>
Goodwill recognized on acquisitions	<u>\$ 845,016</u>

The goodwill from the acquisition was expected not to be recognized as tax-deductible.

The non-controlling interest of Com.Steel Inox S.p.A. is based on the carrying value on the acquisition date, and the amount was \$51,960 thousand. The carrying value is based on the assigned proportionate of the identifiable net assets on the acquisition date. At the issuance date of the consolidated financial statements, the market valuations and other calculations have not been finalized.

e. Net cash outflow on the acquisition of subsidiaries

	<b>Hangzhou Walsin Power Cable &amp; Wire Co., Ltd.</b>	<b>Com.Steel Inox S.p.A.</b>
Consideration paid in cash	\$ 1,341,944	\$ 841,200
Less: Cash and cash equivalent balance acquired	<u>(136,811)</u>	<u>(55,137)</u>
Acquired net cash outflow from subsidiaries	<u>\$ 1,205,133</u>	<u>\$ 786,063</u>

f. Impact of acquisitions on the results of the Group

The financial results of the acquirees since the acquisition dates, were as follows:

	<b>Hangzhou Walsin Power Cable &amp; Wire Co., Ltd. 2024.02.29- 2024.06.30</b>	<b>Com.Steel Inox S.p.A. 2024.05.03- 2024.06.30</b>
Operating revenue	<u>\$ 1,072,806</u>	<u>\$ 219,523</u>
Net profit (loss)	<u>\$ (49,080)</u>	<u>\$ 46,976</u>

Had Hangzhou Walsin Power Cable & Wire Co., Ltd., and Com.Steel Inox S.p.A. concluded the acquisition at the beginning of January 1, 2024, the Group's revenue and profit for the three months ended June 30, 2024, would have been \$48,328,790 thousand and \$2,324,443 thousand and the Group's revenue and profit for the six months ended June 30, 2024, would have been \$89,607,059 thousand and \$3,198,482 thousand, respectively. This pro-forma information is for illustrative purposes only and is not necessarily an indication of the revenue and results of operations of the Group that actually would have been achieved had the acquisition been completed at the beginning of the acquisition year, 2024, nor is it intended to be a projection of future results.

### 33. OPERATING LEASE ARRANGEMENTS

Operating leases are related to leases of the emporium and the investment properties owned by the Group with leases terms between 5 and 10 years, with an option to extend for another 10 years. All operating lease contracts contain market review clauses in the event that the lessees exercise their options to renew. The lessees do not have bargain purchase options to acquire the properties at the expiry of the lease periods.

As of June 30, 2024, December 31, 2023 and June 30, 2023, deposits received under operating leases amounted to NT\$387,383 thousand, NT\$361,813 thousand and NT\$347,846 thousand, respectively (recorded under other non-current liabilities).

As of June 30, 2024, the Group's future minimum lease receivables on non-cancelable operating lease commitments were as follows:

	<b>Amount</b>
2024 (from July 1 to December 31)	\$ 791,098
2025-2028	3,653,704
After 2029	<u>373,122</u>
	<u>\$ 4,817,924</u>

### 34. CAPITAL MANAGEMENT

The Group's capital management objective is to ensure that it has the necessary financial resources and operational plan so that it can cope with the next 12 months working capital requirements, capital expenditures, debt repayments and dividends spending.

The capital structure of the Group consists of net debt (borrowings offset by cash and cash equivalents) and equity attributable to owners of the Group (comprising issued capital, reserves, retained earnings and other equity).

Key management personnel of the Group review the capital structure on a quarterly basis. As part of this review, the key management personnel, consider the cost of capital and the risks associated with each class of capital. Based on recommendations of the key management personnel, in order to balance the overall capital structure, the Group may adjust the amount of dividends paid to shareholders, the number of new shares issued or repurchased, and/or the amount of new debt issued or existing debt redeemed.

### 35. FINANCIAL INSTRUMENTS

#### a. Fair value of financial instruments that are not measured at fair value

Except the following assets and liabilities, the management considers that the carrying amounts of financial assets and financial liabilities not recognized at fair value approximat to their fair values.

#### June 30, 2024

	Carrying Amount	Fair Value			
		Level 1	Level 2	Level 3	Total
<u>Financial assets</u>					
Financial assets at amortized cost					
Corporate bonds	\$ 15	\$ -	\$ -	\$ 15	\$ 15
Mutual funds	727	-	-	727	727
Government bonds	<u>137,827</u>	<u>8,676</u>	<u>127,243</u>	<u>-</u>	<u>135,919</u>
	<u>\$ 138,569</u>	<u>\$ 8,676</u>	<u>\$ 127,243</u>	<u>\$ 742</u>	<u>\$ 136,661</u>

#### Financial liabilities

Financial liabilities at amortized cost					
Bonds payable	<u>\$ 13,007,358</u>	<u>\$ -</u>	<u>\$ 12,610,852</u>	<u>\$ -</u>	<u>\$ 12,610,852</u>

#### December 31, 2023

	Carrying Amount	Fair Value			
		Level 1	Level 2	Level 3	Total
<u>Financial assets</u>					
Financial assets at amortized cost					
Corporate bonds	\$ 15	\$ -	\$ -	\$ 15	\$ 15
Mutual funds	712	-	-	712	712
Government bonds	<u>184,613</u>	<u>-</u>	<u>184,046</u>	<u>-</u>	<u>184,046</u>
	<u>\$ 185,340</u>	<u>\$ -</u>	<u>\$ 184,046</u>	<u>\$ 727</u>	<u>\$ 184,773</u>

#### Financial liabilities

Financial liabilities at amortized cost					
Bonds payable	<u>\$ 13,053,345</u>	<u>\$ -</u>	<u>\$ 12,656,839</u>	<u>\$ -</u>	<u>\$ 12,656,839</u>

#### June 30, 2023

	Carrying Amount	Fair Value			
		Level 1	Level 2	Level 3	Total
<u>Financial assets</u>					
Financial assets at amortized cost					
Corporate bonds	\$ 14	\$ -	\$ -	\$ 14	\$ 14
Mutual funds	709	-	-	709	709
Government bonds	<u>189,560</u>	<u>-</u>	<u>185,420</u>	<u>-</u>	<u>185,420</u>
	<u>\$ 190,283</u>	<u>\$ -</u>	<u>\$ 185,420</u>	<u>\$ 723</u>	<u>\$ 186,143</u>

(Continued)

	Carrying Amount	Fair Value			
		Level 1	Level 2	Level 3	Total
<u>Financial liabilities</u>					
Financial liabilities at amortized cost					
Bonds payable	<u>\$ 13,102,188</u>	<u>\$ -</u>	<u>\$ 12,705,682</u>	<u>\$ -</u>	<u>\$ 12,705,682</u>
(Concluded)					

The fair values of the financial assets and financial liabilities included in the Level 2 and Level 3 categories above have been determined in accordance with the income approach based on a discounted cash flow analysis. The observable inputs included bond duration, bond interest rates and credit rating. The significant unobservable input used in Level 3 is the discount rate that reflects the credit risk of counterparties.

b. Fair value of financial instruments that are measured at fair value on a recurring basis

1) Fair value hierarchy

June 30, 2024

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Derivatives not designated as hedging instruments	\$ -	\$ 33,192	\$ -	\$ 33,192
Foreign unlisted shares	-	-	74,485	74,485
Contingent consideration	-	-	886,339	886,339
Derivative financial assets for hedging	-	90,080	-	90,080
	\$ -	\$ 123,272	\$ 960,824	\$ 1,084,096

Financial assets at FVTOCI

Investments in equity instruments				
Listed securities in ROC	\$ 18,881,314	\$ -	\$ -	\$ 18,881,314
Unlisted securities	-	-	916,164	916,164
	\$ 18,881,314	\$ -	\$ 916,164	\$ 19,797,478

Financial liabilities at FVTPL

Derivatives not designated as hedging instruments	\$ 104,394	\$ -	\$ -	\$ 104,394
Contingent consideration	-	-	545,550	545,550
Hedging derivative financial liabilities	-	1,532	-	1,532
	\$ 104,394	\$ 1,532	\$ 545,550	\$ 651,476

December 31, 2023

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Derivatives not designated as hedging instruments	\$ 68,624	\$ 10,142	\$ -	\$ 78,766
Foreign unlisted shares	-	-	79,541	79,541
Contingent consideration	-	-	2,614,285	2,614,285
Derivatives financial assets for hedging	-	53,439	-	53,439
	<u>\$ 68,624</u>	<u>\$ 63,581</u>	<u>\$ 2,693,826</u>	<u>\$ 2,826,031</u>
<u>Financial assets at fair value FVTOCI</u>				
Investments in equity instruments				
Listed securities in the ROC	\$ 17,902,362	\$ -	\$ -	\$ 17,902,362
Unlisted securities	-	-	920,810	920,810
	<u>\$ 17,902,362</u>	<u>\$ -</u>	<u>\$ 920,810</u>	<u>\$ 18,823,172</u>
<u>Financial liabilities at FVTPL</u>				
Derivatives not designated as hedging instruments	\$ -	\$ 22,746	\$ -	\$ 22,746
Contingent consideration	-	-	484,429	484,429
Derivatives financial liabilities for hedging	-	8,583	-	8,583
	<u>\$ -</u>	<u>\$ 31,329</u>	<u>\$ 484,429</u>	<u>\$ 515,758</u>

June 30, 2023

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Derivatives not designated as hedging instruments	\$ -	\$ 22,532	\$ -	\$ 22,532
Foreign unlisted shares	-	-	69,058	69,058
Contingent consideration	-	-	2,636,811	2,636,811
Derivative financial assets for hedging	-	143,985	-	143,985
	<u>\$ -</u>	<u>\$ 166,517</u>	<u>\$ 2,705,869</u>	<u>\$ 2,872,386</u>

(Continued)

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTOCI</u>				
Investments in equity instruments				
Listed securities in ROC	\$ 19,333,428	\$ -	\$ -	\$ 19,333,428
Unlisted securities	<u>-</u>	<u>-</u>	<u>804,671</u>	<u>804,671</u>
	<u>\$ 19,333,428</u>	<u>\$ -</u>	<u>\$ 804,671</u>	<u>\$ 20,138,099</u>
<u>Financial liabilities at FVTPL</u>				
Derivatives not designated as hedging instruments	\$ 52,444	\$ 35,130	\$ -	\$ 87,574
Contingent consideration	-	-	427,978	427,978
Hedging derivative financial liabilities	<u>-</u>	<u>73,115</u>	<u>-</u>	<u>73,115</u>
	<u>\$ 52,444</u>	<u>\$ 108,245</u>	<u>\$ 427,978</u>	<u>\$ 588,667</u>
				(Concluded)

- 2) There were no transfers between Levels 1, 2 and 3 for the six months ended June 30, 2024 and 2023.
- 3) Reconciliation of Level 3 fair value measurements of financial instruments.

For the six months ended June 30, 2024

Financial Assets	Financial Assets at FVTOCI	
	Equity Instruments	
Balance at January 1, 2024	\$ 920,810	
Additions	54,121	
Recognized in other comprehensive loss	(62,726)	
Effects of exchange difference	<u>3,959</u>	
Balance at June 30, 2024	<u>\$ 916,164</u>	
Financial Assets	Financial Assets at FVTPL	
	Financial Assets	Financial Liabilities
Balance at January 1, 2024	\$ 2,693,826	\$ 484,429
Disposals	(1,463,430)	100,313
Recognized in profit or loss	(375,445)	(48,326)
Effects of exchange difference	<u>105,873</u>	<u>9,134</u>
Balance at June 30, 2024	<u>\$ 960,824</u>	<u>\$ 545,550</u>



For the six months ended June 30, 2023

<b>Financial Assets</b>	<b>Financial Assets at FVTOCI Equity Instruments</b>
Balance at January 1, 2023	\$ 624,755
Additions	150,000
Recognized in other comprehensive income	31,197
Effects of exchange difference	<u>(1,281)</u>
Balance at June 30, 2023	<u>\$ 804,671</u>

	<b>Financial Assets at FVTPL</b>	
	<b>Financial Assets</b>	<b>Financial Liabilities</b>
Balance at January 1, 2023	\$ 2,639,755	\$ 363,192
Recognized in profit or loss	(27,888)	51,459
Effects of exchange difference	<u>38,226</u>	<u>13,327</u>
Balance at June 30, 2023	<u>\$ 2,650,093</u>	<u>\$ 427,978</u>

4) Valuation techniques and inputs applied for Level 2 fair value measurement

<b>Financial Instruments</b>	<b>Valuation Techniques and Inputs</b>
Derivatives - foreign exchange forward contracts	Discounted cash flow. Future cash flows are estimated based on observable forward exchange rates at the end of the reporting period and contract forward rates, and discounted at a rate that reflects the credit risk of various counterparties.
Derivatives - exchange rate swap contracts	Discounted cash flow. Future cash flows are estimated based on observable forward exchange rates at the end of the reporting period and contract forward rates, and discounted at a rate that reflects the credit risk of various counterparties.
Derivatives - interest rate contracts	Discounted cash flow. Future cash flows are estimated based on observable floating rates at the end of the reporting period and fixed interest rates under contracts.
Derivatives - option	Black-Scholes Model. The significant unobservable input value is the market price volatility of the commodity.
Derivatives - gas swap contracts	Discounted cash flow. Future cash flows are estimated based on observable forward gas prices at the end of the reporting period and fixed gas prices under contract.
Derivatives - electricity swap contracts	Discounted cash flow. Future cash flows are estimated based on observable forward electricity prices at the end of the reporting period and fixed power prices under contract.
Derivatives - Nickel swap contracts	Discounted cash flow. Future cash flows are estimated based on observable forward Nickel prices at the end of the reporting period and fixed Nickel prices under contract.

5) Valuation techniques and inputs applied for Level 3 fair value measurement

<b>Financial Instruments</b>	<b>Valuation Technique and Inputs</b>
Unlisted equity securities	Market approach. Fair values are determined based on the observable and comparable companies' fair values at the end of the reporting period, adjusted by price earnings ratio and price-to-book ratio of the investees.
	Net asset method. Fair values are determined based on the book value of companies.
	Discounted cash flow. Present values are determined based on future cash flows discounted at market yield.
Contingent consideration	The estimated fair value is discounted according to the probability of reaching the agreed conditions and based on the credit risk discount rate and other information.

c. Categories of financial instruments

	<b>June 30, 2024</b>	<b>December 31, 2023</b>	<b>June 30, 2023</b>
<u>Financial assets</u>			
Financial assets at amortized cost			
Cash and cash equivalents	\$ 12,104,590	\$ 16,347,012	\$ 24,256,015
Contract assets - current	887,442	996,025	1,906,133
Notes receivable and trade receivables (including related parties)	19,352,659	15,912,283	21,120,076
Finance lease receivables (current and non-current)	571,750	602,523	632,785
Other receivables	4,930,110	3,707,450	8,276,316
Other financial assets	127,945	788,894	206,632
Refundable deposits	213,383	158,940	231,816
Financial assets at amortized cost (current and non-current)	138,569	185,340	190,283
Derivative financial assets for hedging (current and non-current)	90,080	399,880	143,985
Financial assets at FVTPL (current and non-current)	994,016	2,772,592	2,728,401
Financial assets at FVTOCI	19,797,478	18,823,172	20,138,099
			(Continued)

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Financial liabilities</u>			
Financial liabilities at FVTPL (current and non-current)	\$ 649,944	\$ 507,175	\$ 515,552
Derivative financial liabilities for hedging (current and non-current)	1,532	8,583	73,155
Financial liabilities at amortized cost			
Short-term borrowings	14,209,677	11,508,074	11,638,443
Contract liabilities	10,135	13,328	10,216
Notes payable and trade payables	17,993,974	16,708,534	16,065,355
Other payables	14,686,126	12,069,796	20,106,885
Bonds payable (including current portion)	13,007,358	13,053,345	13,102,188
Long-term borrowings (including current portion)	35,754,670	33,463,012	34,655,576
Long-term notes and bills payable	1,499,290	2,998,822	2,998,088
Deposits received (recorded under other current and non-current liabilities)	430,838	421,207	435,243
			(Concluded)

d. Financial risk management objectives and policies

The Group's major financial instruments included equity and investments, borrowings, trade receivables, and trade payables. The Group's corporate treasury function provides services to the business, coordinates access to domestic and international financial markets, and monitors and manages the financial risks relating to the operations of the Group through internal risk reports that analyze exposures by degree and magnitude of risks. These risks include market risk, credit risk and liquidity risk.

The Group seeks to minimize the effects of these risks by using derivative financial instruments to hedge risk exposures. The use of financial derivatives is governed by the Group's policies approved by the board of directors, which provides written principles on foreign exchange risk, interest rate risk and credit risk, the use of financial derivatives and non-derivative financial instruments, and the investment of excess liquidity. Compliance with policies and exposure limits is reviewed by the internal auditors on a continuous basis. The Group did not enter into or trade financial instruments for speculative purposes.

1) Market risk

The Group's activities exposed is primarily to the financial risks of changes in foreign currency exchange rates and interest rates. The Group entered into foreign exchange forward contracts and interest rate swaps contracts to hedge foreign currency risk and interest rate risk.

There has been no change to the Group's exposure to market risks or the manner in which these risks were managed and measured.

a) Foreign currency risk

The Group has foreign currency sales and purchases, which exposed the Group to foreign currency risk. Exchange rate exposures were managed within approved policy parameters utilizing foreign exchange forward contracts.

It is the Group's policy to make the terms of the derivatives instruments match the terms of the hedged items and to maximize the hedge effectiveness.

The carrying amounts of the Group's foreign currency denominated monetary assets and monetary liabilities (including those eliminated on consolidation) at the end of the period are set out in Note 41.

The carrying amounts of the Group's derivatives exposed to foreign currency risk at the end of the reporting period were as follows:

	<b>June 30, 2024</b>	<b>December 31, 2023</b>	<b>June 30, 2023</b>
<u>Assets</u>			
U.S. dollar	\$ 7,060,568	\$ 4,421,152	\$ 11,858,273
Euro	3,286,937	359,254	621,006
<u>Liabilities</u>			
U.S. dollar	1,817,200	7,384,553	10,140,053
Euro	2,419,124	1,384,234	1,258,262

#### Sensitivity analysis

The Group is mainly exposed to the U.S. dollars.

The following table details the Group's sensitivity to a 1% increase and decrease in the New Taiwan dollar (i.e. functional currency) against the relevant foreign currencies. The sensitivity analysis includes only outstanding foreign currency denominated monetary items and adjusts their translation at the end of the reporting period for a 1% change in foreign currency rates.

	<b>U.S. Dollar Impact</b>			
	<b>For the Three Months Ended</b>		<b>For the Six Months Ended</b>	
	<b>June 30</b>		<b>June 30</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Profit or loss	\$ (23,835)	\$ 121,353	\$ 112,505	\$ 193,788
	<b>Euro Dollar Impact</b>			
	<b>For the Three Months Ended</b>		<b>For the Six Months Ended</b>	
	<b>June 30</b>		<b>June 30</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Profit or loss	\$ 13,121	\$ (716)	\$ 40,898	\$ 7,582

#### Hedge accounting

The Group's hedging strategy is to enter into foreign exchange forward contracts, foreign exchange swap contracts and foreign-currency deposits to avoid the exposure of its foreign currency receipts and payments and to the exchange rate and the procurement of significant capital expenditures in foreign currency. Those transactions are designated as cash flow hedges. When forecast purchases actually take place, basis adjustments are made to the initial carrying amounts of non-financial hedged items when the anticipated purchases take place.

June 30, 2024

Hedging Instrument/ Hedged Items	Notional Amount	Line Item in Balance Sheet	Carrying Amount	
			Asset	Liability
Cash flow hedges				
Foreign exchange forward contracts/forecast purchases	NT\$2,137,155/ EUR62,848	Financial assets for hedging	\$ 16,368	\$ -
Hedging Instrument/ Hedged Items	Change in Fair Value of Hedging Instruments Used for Calculating Hedge Ineffectiveness	Change in Fair Value of Hedged Items Used for Calculating Hedge Ineffectiveness	Balance in Other Equity	
			Continuing Hedges	Hedge Accounting No Longer Applied
Cash flow hedges				
Foreign exchange forward contracts/anticipated equipment purchase payment	\$ 16,368	\$ (16,368)	\$ 16,368	\$ -

For the six months ended June 30, 2024

Comprehensive Income	Hedging Gains (Losses) Recognized in OCI	Amount of Hedge Ineffectiveness Recognized in Profit or Loss	Line Item in Which Hedge Ineffectiveness is Included	Amount Reclassified to P/L and Adjusted Line Item	
				Due to Hedged Item Affecting P/L	Due to Hedged Future Cash Flows No Longer Expected to Occur
Cash flow hedges					
Anticipated equipment purchase payment	\$ 16,368	\$ -	\$ -	\$ -	\$ -

The key terms of forward foreign exchange contracts outstanding as of the balance sheet date, which have not yet matured, are as follows:

	Currency	Maturity Date	Contract Amount (In Thousands)
<u>June 30, 2024</u>			
Foreign exchange forward contracts	EUR/NTD	2024.07.31-2026.02.26	EUR62,848/NTD2,137,155

December 31, 2023

Hedging Instrument/ Hedged Items	Notional Amount	Line Item in Balance Sheet	Carrying Amount	
			Asset	Liability
Cash flow hedges				
Foreign exchange forward contracts/forecast purchases	NT\$727,420/ EUR21,666	Financial liability for hedging	\$ -	\$ 4,967
Hedging foreign-currency deposits/forecast purchases	EUR10,195	Financial assets for hedging	346,441	-

Hedging Instrument/ Hedged Items	Change in Fair Value of Hedging Instruments Used for Calculating Hedge Ineffectiveness	Change in Fair Value of Hedged Items Used for Calculating Hedge Ineffectiveness	Balance in Other Equity	
			Continuing Hedges	Hedge Accounting No Longer Applied
Cash flow hedges				
Foreign exchange forward contracts/anticipated equipment purchase payment	\$ (4,967)	\$ 4,967	\$ (4,967)	\$ -
Hedging foreign-currency deposits/anticipated equipment purchase payment	3,655	(3,655)	3,655	-

For the year ended December 31, 2023

Comprehensive Income	Hedging Gains (Losses) Recognized in OCI	Amount of Hedge Ineffectiveness Recognized in Profit or Loss	Line Item in Which Hedge Ineffectiveness is Included	Amount Reclassified to P/L and Adjusted Line Item	
				Due to Hedged Item Affecting P/L	Due to Hedged Future Cash Flows No Longer Expected to Occur
Cash flow hedges					
Anticipated equipment purchase payment	\$ (1,312)	\$ -	\$ -	\$ -	\$ -

The key terms of forward foreign exchange contracts outstanding as of the balance sheet date, which have not yet matured, are as follows:

	Currency	Maturity Date	Contract Amount (In Thousands)
<u>December 31, 2023</u>			
Foreign exchange forward contracts	EUR/NTD	2024.07.31-2026.02.26	EUR21,666/NTD727,420

June 30, 2023

Hedging Instrument/ Hedged Items	Notional Amount	Line Item in Balance Sheet	Carrying Amount	
			Asset	Liability
Fair value hedges				
Exchange rate swap contracts/forecast repayment of capital borrowing	USD74,088/ RMB503,509	Financial liability for hedging	\$ -	\$ 9,035

Hedging Instrument/ Hedged Items	Change in Fair Value of Hedging Instruments Used for Calculating Hedge Ineffectiveness	Change in Fair Value of Hedged Items Used for Calculating Hedge Ineffectiveness	Balance in Other Equity	
			Continuing Hedges	Hedge Accounting No Longer Applied
Fair value hedges				
Exchange rate swap contracts/forecast repayment of capital borrowing	\$ (9,035)	\$ 9,035	\$ (9,035)	\$ -

For the six months ended June 30, 2023

Comprehensive Income	Hedging Gains (Losses) Recognized in OCI	Amount of Hedge Ineffectiveness Recognized in Profit or Loss	Line Item in Which Hedge Ineffectiveness is Included	Amount Reclassified to P/L and Adjusted Line Item	
				Due to Hedged Item Affecting P/L	Due to Hedged Future Cash Flows No Longer Expected to Occur
Fair value hedges					
Forecast repayment of capital borrowing	\$ (9,035)	\$ -	\$ -	\$ -	\$ -

The key terms of forward foreign exchange contracts outstanding as of the balance sheet date, which have not yet matured, are as follows:

	Currency	Maturity Date	Contract Amount (In Thousands)
<u>June 30, 2023</u>			
Exchange rate swap contracts	USD/RMB	2023.09.27	USD30,900/RMB220,750

b) Interest rate risk

The Group was exposed to interest rate risk because entities in the Group borrow funds at both fixed and floating interest rates.

The carrying amounts of the Group's financial assets and financial liabilities with exposure to interest rates at the end of the reporting period were as follows:

	June 30, 2024	December 31, 2023	June 30, 2023
Fair value interest rate risk			
Financial assets	\$ 137,827	\$ 184,613	\$ 189,560
Financial liabilities	13,007,358	13,053,345	13,102,188
Cash flow interest rate risk			
Financial assets	742	727	723
Financial liabilities	54,870,038	50,598,580	56,267,564

## Sensitivity analysis

The sensitivity analysis below was determined based on the Group's exposure to interest rate for financial instruments at the end of the reporting period. For floating rate liabilities, the analysis was prepared assuming the amount of each liability outstanding at the end of the reporting period was outstanding for the whole year.

If interest rates had been 1% basis points higher and all other variables were held constant, the Group's pre-tax profit for the three months ended June 30, 2024 and 2023 would have decreased by NT\$143,607 thousand and NT\$136,253 thousand, respectively, and the Group's pre-tax profit for the six months ended June 30, 2024 and 2023 would have decreased by NT\$274,346 thousand and NT\$281,334 thousand, respectively.

## Hedge accounting

The Group entered into interest rate swap contracts to mitigate the risk of changes in interest rates on cash flow exposure related to its outstanding variable rate debt. Interest rate swaps are settled on a contract basis. The floating rate on interest rate swaps is Euro Interbank Offered Rate (Euribor). The Group will settle the difference between the fixed and floating interest rates on a net basis.

The following tables summarize the information relating to the hedges for interest rate risk.

### June 30, 2024

Hedging Instrument	Currency	Contract Amount	Maturity	Range of Interest Rates Paid	Range of Interest Rates Received	Line Item in Balance Sheet	Carrying Amount		Change in Value Used for Calculating Hedge Ineffectiveness
							Asset	Liability	
Cash flow hedges									
Interest rate swap contracts	EUR	\$ 96,509	2024.12.30-2030.12.18	-0.225%-3.942%	Note	Financial assets for hedging	\$ 1,830	\$ -	\$ -

### December 31, 2023

Hedging Instrument	Currency	Contract Amount	Maturity	Range of Interest Rates Paid	Range of Interest Rates Received	Line Item in Balance Sheet	Carrying Amount		Change in Value Used for Calculating Hedge Ineffectiveness
							Asset	Liability	
Cash flow hedges									
Interest rate swap contracts	EUR	\$ 104,643	2024.12.30-2030.12.18	-0.255%-3.803%	Note	Financial assets for hedging	\$ 1,573	\$ -	\$ -

### June 30, 2023

Hedging Instrument	Currency	Contract Amount	Maturity	Range of Interest Rates Paid	Range of Interest Rates Received	Line Item in Balance Sheet	Carrying Amount		Change in Value Used for Calculating Hedge Ineffectiveness
							Asset	Liability	
Cash flow hedges									
Interest rate swap contracts	EUR	\$ 83,025	2023.09.30-2030.12.18	-0.255%-3.120%	Note	Financial assets for hedging	\$ 4,259	\$ -	\$ -

Note: It is the three months interest rate of Euro Interbank Offered Rate (Euribor) on the second business day before the issuance date.



## 2) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in a financial loss to the Group. As of the end of the reporting period, the Group's maximum exposure to credit risk, which would cause a financial loss to the Group due to the failure of the counterparty to discharge its obligation and due to financial guarantees provided by the Group, could be equal to the total of the following:

- a) The carrying amount of the respective recognized financial assets as stated in the condensed balance sheets; and
- b) The maximum amount the entity would have to pay if the financial guarantee is called upon, irrespective of the likelihood of the guarantee being exercised.

The Group adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults. The Group's exposure and the credit ratings of its counterparties are continuously monitored and the aggregate value of transactions concluded is spread amongst the approved counterparties. Credit exposure is controlled by setting credit limits that are reviewed and approved by the risk management committee annually.

In order to minimize credit risk, the management of the Group has delegated a team responsible for the determination of credit limits, credit approvals and other monitoring procedures to ensure that follow-up action is taken to recover overdue receivables. In addition, the Group reviews the recoverable amount of each individual trade receivables at the end of the reporting period to ensure that adequate impairment losses are made for irrecoverable amounts. In this regard, the directors of the Group consider that the Group's credit risk was significantly reduced.

## 3) Liquidity risk

The Group manages liquidity risk by monitoring and maintaining a level of cash and cash equivalents deemed adequate to finance the Group's operations and mitigate the effects of fluctuations in cash flows. In addition, management monitors the utilization of bank borrowings and ensures compliance with loan covenants.

- a) The following table details the Group's excepted maturities for its non-derivative financial liabilities with agreed upon repayment periods.

### June 30, 2024

	1 Year	1-2 Years	2-5 Years	5+ Years	Total
<u>Non-derivative financial liabilities</u>					
Variable interest rate liabilities	\$ 21,384,526	\$ 6,958,382	\$ 25,355,460	\$ 1,171,670	\$ 54,870,038
Lease liabilities	296,303	331,981	649,789	2,496,482	3,774,555
Fixed interest rate liabilities	104,250	104,250	10,498,858	2,300,000	13,007,358
Non-interest bearing liabilities	29,435,781	734,172	2,913,564	83,099	33,166,616
	<u>\$ 51,220,860</u>	<u>\$ 8,128,785</u>	<u>\$ 39,417,671</u>	<u>\$ 6,051,251</u>	<u>\$ 104,818,567</u>

## December 31, 2023

	1 Year	1-2 Years	2-5 Years	5+ Years	Total
<u>Non-derivative financial liabilities</u>					
Variable interest rate liabilities	\$ 15,675,226	\$ 4,932,019	\$ 27,212,466	\$ 2,778,869	\$ 50,598,580
Lease liabilities	303,890	317,576	552,859	2,334,493	3,508,818
Fixed interest rate liabilities	101,940	101,940	10,549,465	2,300,000	13,053,345
Non-interest bearing liabilities	<u>26,378,229</u>	<u>61,207</u>	<u>2,744,790</u>	<u>26,885</u>	<u>29,211,111</u>
	<u>\$ 42,459,285</u>	<u>\$ 5,412,742</u>	<u>\$ 41,059,580</u>	<u>\$ 7,440,247</u>	<u>\$ 96,371,854</u>

## June 30, 2023

	1 Year	1-2 Years	2-5 Years	5+ Years	Total
<u>Non-derivative financial liabilities</u>					
Variable interest rate liabilities	\$ 19,742,044	\$ 5,494,523	\$ 30,413,752	\$ 617,245	\$ 56,267,564
Lease liabilities	230,883	280,022	625,559	2,147,336	3,283,800
Fixed interest rate liabilities	101,430	101,430	12,899,328	-	13,102,188
Non-interest bearing liabilities	<u>29,366,141</u>	<u>143,865</u>	<u>97,464</u>	<u>2,651,593</u>	<u>32,259,063</u>
	<u>\$ 49,440,498</u>	<u>\$ 6,019,840</u>	<u>\$ 44,036,103</u>	<u>\$ 5,416,174</u>	<u>\$ 104,912,615</u>

- b) The Group's expected maturities for its derivative financial instruments with agreed upon settlement dates were as follows:

## June 30, 2024

	On Demand or Less Than 1 Month	1-3 Months	3 Months to 1 Year	1-5 Years	5+ Years	Total
<u>Net settled</u>						
Commodity futures contracts	\$ (40,666)	\$ (51,723)	\$ (12,005)	\$ -	\$ -	\$ (104,394)
Foreign exchange forward contracts	28,715	4,238	(2,113)	1,802	-	32,642
Exchange rate swap contracts	(290)	(3,220)	16,880	-	-	13,370
Interest rate swap contracts	-	-	-	60,017	3,505	63,522
Gas swap contracts	1,289	2,008	-	-	-	3,297
Electricity swap contracts	1,243	5,650	-	-	-	6,893
Futures options	-	3,548	-	-	-	3,548
Nickel swap contract	<u>(955)</u>	<u>(47)</u>	<u>(530)</u>	<u>-</u>	<u>-</u>	<u>(1,532)</u>
	<u>\$ (10,664)</u>	<u>\$ (39,546)</u>	<u>\$ 2,232</u>	<u>\$ 61,819</u>	<u>\$ 3,505</u>	<u>\$ 17,346</u>

## December 31, 2023

	On Demand or Less Than 1 Month	1-3 Months	3 Months to 1 Year	1-5 Years	5+ Years	Total
<u>Net settled</u>						
Commodity futures contracts	\$ 27,368	\$ 34,910	\$ 6,346	\$ -	\$ -	\$ 68,624
Foreign exchange forward contracts	(13,465)	(2,631)	(2,207)	(2,705)	-	(21,008)
Exchange rate swap contracts	4,468	(11,173)	-	-	-	(6,705)
Interest rate swap contracts	-	-	-	48,415	5,024	53,439
Gas swap contracts	(1,100)	(1,171)	-	-	-	(2,271)
Electricity swap contracts	(216)	(378)	(751)	-	-	(1,345)
Futures options	<u>-</u>	<u>10,142</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,142</u>
	<u>\$ 17,055</u>	<u>\$ 29,699</u>	<u>\$ 3,388</u>	<u>\$ 45,710</u>	<u>\$ 5,024</u>	<u>\$ 100,876</u>

June 30, 2023

	On Demand or Less Than 1 Month	1-3 Months	3 Months to 1 Year	1-5 Years	5+ Years	Total
<u>Net settled</u>						
Commodity futures contracts	\$ (15,367)	\$ (29,036)	\$ (8,041)	\$ -	\$ -	\$ (52,444)
Foreign exchange forward contracts	(13,028)	(11,346)	(123)	-	-	(24,497)
Exchange rate swap contracts	(10,278)	(9,390)	-	-	-	(19,668)
Interest rate swap contracts	-	2,916	7,206	126,709	7,154	143,985
Gas swap contracts	(24,622)	(16,644)	(22,814)	-	-	(64,080)
Futures options	-	22,532	-	-	-	22,532
	<u>\$ (63,295)</u>	<u>\$ (40,968)</u>	<u>\$ (23,772)</u>	<u>\$ 126,709</u>	<u>\$ 7,154</u>	<u>\$ 5,828</u>

e. Transfers of financial assets

1) Transfers of financial assets with recourse

The Group discounted trade receivables with an aggregate carrying amount of \$198,680 thousand and \$247,455 thousand to banks for the six months ended June 30, 2024 and 2023, respectively. According to the contract, if the trade receivables are not recoverable at maturity, the banks have the right to require that the Group pay the unsettled balance. As the Group has not transferred the significant risks and rewards relating to the trade receivables, the Group continues to recognize the full carrying amounts of the trade receivables and treats the trade receivables that have been transferred to banks as collateral for borrowings. Refer to Note 23.

As of June 30, 2024, December 31, 2023 and June 30, 2023, the carrying amount of these trade receivables that have been transferred but not derecognized was \$136,167 thousand, \$67,382 thousand, and \$122,832 thousand, and the carrying amount of the related liabilities was \$59,701 thousand, \$17,408 thousand and \$115,157 thousand, respectively.

2) Transfers of financial assets without recourse

The relevant information of the Group's sales of trade receivables were as follows:

Counterparty	Receivables Factoring Proceeds	Amount Reclassified to Other Receivables	Advances Received - Unused	Advances Received - Used	Annual Interest Rates on Advances Received (Used) (%)
<u>June 30, 2024</u>					
CTBC Bank	<u>\$ 48,497</u>	<u>\$ 10,975</u>	<u>US\$ 2,700</u>	<u>\$ -</u>	-
<u>December 31, 2023</u>					
CTBC Bank	<u>\$ 144,250</u>	<u>\$ 20,318</u>	<u>US\$ 2,700</u>	<u>\$ -</u>	-
<u>June 30, 2023</u>					
CTBC Bank	<u>\$ 78,733</u>	<u>\$ 2,997</u>	<u>US\$ 2,700</u>	<u>\$ -</u>	-

### 36. TRANSACTIONS WITH RELATED PARTIES

Balances and transactions between the Company and its subsidiaries, which are related parties of WLC, have been eliminated on consolidation and are not disclosed in this note. Details of transactions between the Group and other related parties are disclosed as below:

a. Related party name and category

Related Party Name	Related Party Category
Winbond Electronics Corp.	Associate
Walsin Technology Corp.	Associate
Walton Advanced Engineering, Inc.	Associate
Chin-Xin Investment Co., Ltd.	Associate
Changzhou China Steel Precision Materials Co., Ltd.	Associate
Hangzhou Walsin Power Cable & Wire Co., Ltd.	Associate (Note 1)
Tsai Yi Corporation	Associate
Nuvoton Technology Corporation	Associate
Prosperity Dielectrics Co., Ltd.	Associate
PT. Westrong Metal Industry	Associate (Note 2)
Innovation West Mantewe Pte. Ltd.	Associate
Nuvoton Electronics Technology (H.K.) Limited	Associate
Nuvoton Electronics Technology (Nanjing) Limited	Associate
PT. Transcoal Minergy	Associate
HannStar Display Corp.	Substantive related party
Kuang Tai Metal Industrial Co., Ltd.	Substantive related party
HannStar Board Tech. (Jiangyin) Corp.	Substantive related party
HannStar Board Corp.	Substantive related party
Global Brands Manufacture Ltd.	Substantive related party
Info-Tek Corp.	Substantive related party
HannsTouch Holdings Company	Substantive related party
TCC Energy Storage Technology Corporation	Substantive related party
Trefilados Inoxidables de Mexico, S.A. DE C.V.	Substantive related party
Ferriere di Stabio SA	Substantive related party
Novametal SA	Substantive related party
Novametal do Brasil LTDA	Substantive related party
Wire Products Stainless Steel PTY Ltd	Substantive related party
T.D.V. Trefileries des Vosges SA	Substantive related party
Novametal Europe Srl	Substantive related party
Novametal USA	Substantive related party
Dongguan Novametal Wire Co., LTD	Substantive related party

Note 1: The Group acquired Hangzhou Walsin Power Cable & Wire Co., Ltd. on February 29, 2024. As a result, the Group holds 100% of the shares of Hangzhou Walsin Power Cable & Wire Co., Ltd., which has become a subsidiary of the Group. Refer to Note 15 and 32.

Note 2: All of the shares were disposed of in January 2024.

b. Sales

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Associates	\$ 6,348	\$ 479,400	\$ 94,671	\$ 610,110
Other related parties	<u>1,479,800</u>	<u>1,489,593</u>	<u>2,745,653</u>	<u>2,811,868</u>
	<u>\$ 1,486,148</u>	<u>\$ 1,968,993</u>	<u>\$ 2,840,324</u>	<u>\$ 3,421,978</u>

c. Rental income

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Associates	\$ 16,639	\$ 12,150	\$ 30,329	\$ 24,300
Other related parties	<u>337</u>	<u>284</u>	<u>630</u>	<u>568</u>
	<u>\$ 16,976</u>	<u>\$ 12,434</u>	<u>\$ 30,959</u>	<u>\$ 24,868</u>

d. Purchases of goods

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Associates	\$ 1,008	\$ 1,864	\$ 18,640	\$ 6,240
Other related parties	<u>3,701</u>	<u>122,659</u>	<u>12,915</u>	<u>236,216</u>
	<u>\$ 4,709</u>	<u>\$ 124,523</u>	<u>\$ 31,555</u>	<u>\$ 242,456</u>

e. Administrative expenses

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Associates	\$ 4,121	\$ 4,107	\$ 6,336	\$ 6,351
Other related parties	<u>4,280</u>	<u>4,921</u>	<u>6,688</u>	<u>6,917</u>
	<u>\$ 8,401</u>	<u>\$ 9,028</u>	<u>\$ 13,024</u>	<u>\$ 13,268</u>

The share registration matters of WLC and associates were handled together. The related fees allocated to the related parties were charged against general and administrative expenses.

f. Dividend income

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
HannStar Board Corp.	\$ -	\$ 153,009	\$ -	\$ 153,009
Other related parties	<u>-</u>	<u>5,779</u>	<u>-</u>	<u>5,779</u>
	<u>\$ -</u>	<u>\$ 158,788</u>	<u>\$ -</u>	<u>\$ 158,788</u>

g. Notes receivable

	June 30, 2024	December 31, 2023	June 30, 2023
Associates	<u>\$ 13,056</u>	<u>\$ 2,892</u>	<u>\$ 8,841</u>

h. Trade receivables

	June 30, 2024	December 31, 2023	June 30, 2023
Associates	\$ -	\$ 111,941	\$ 663,973
Other related parties	<u>583,734</u>	<u>497,188</u>	<u>780,578</u>
	<u>\$ 583,734</u>	<u>\$ 609,129</u>	<u>\$ 1,444,551</u>

i. Trade payables

	June 30, 2024	December 31, 2023	June 30, 2023
Associates	\$ -	\$ -	\$ 23
Other related parties	<u>1,429</u>	<u>1,161</u>	<u>6,850</u>
	<u>\$ 1,429</u>	<u>\$ 1,161</u>	<u>\$ 6,873</u>

j. Other receivables (excluding financing provided)

	June 30, 2024	December 31, 2023	June 30, 2023
Associates	\$ 19,254	\$ 16,089	\$ 16,914
Other related parties	<u>2,226</u>	<u>3,698</u>	<u>3,207</u>
	<u>\$ 21,480</u>	<u>\$ 19,787</u>	<u>\$ 20,121</u>

k. Financing provided

For the Six Months Ended June 30, 2024				
Related Parties	Highest Balance for the Period	Ending Balance	Interest Income	Interest Rate
Innovation West Mantewe Pte. Ltd.	\$ 667,173	\$ -	\$ 7,318	7.91%-7.99%
Hangzhou Walsin Power Cable & Wire Co., Ltd. (Note)	\$ 366,378	\$ 85,148	\$ 7,182	4.25%
PT. Transcoal Minergy	\$ 584,100	\$ -	\$ -	-

Note: The Group acquired Hangzhou Walsin Power Cable & Wire Co., Ltd. on February 29, 2024. As a result, the Group holds 100% of the shares of Hangzhou Walsin Power Cable & Wire Co., Ltd., which has become a subsidiary of the Group. Refer to Note 15 and 32.

For the Year Ended December 31, 2023				
Related Parties	Highest Balance for the Period	Ending Balance	Interest Income	Interest Rate
Hangzhou Walsin Power Cable & Wire Co., Ltd.	\$ 361,396	\$ 346,819	\$ 15,579	4.35%
PT. Westrong Metal Industry	\$ 6,458,450	\$ -	\$ 168,250	7.75%-7.99%
Innovation West Mantewe Pte. Ltd.	\$ 664,713	\$ 147,384	\$ 1,992	7.99%

For the Six Months Ended June 30, 2023				
Related Parties	Highest Balance for the Period	Ending Balance	Interest Income	Interest Rate
Hangzhou Walsin Power Cable & Wire Co., Ltd.	\$ 355,422	\$ 344,758	\$ 7,669	4.35%
PT. Westrong Metal Industry	\$ 6,425,550	\$ 2,690,807	\$ 96,369	7.75%
Innovation West Mantewe Pte. Ltd.	\$ 638,370	\$ -	\$ -	-

l. Guarantee deposits

	June 30, 2024	December 31, 2023	June 30, 2023
Associates	\$ 7,362	\$ 7,362	\$ 7,362
Other related parties	<u>282</u>	<u>282</u>	<u>282</u>
	<u>\$ 7,644</u>	<u>\$ 7,644</u>	<u>\$ 7,644</u>

m. Remuneration of key management personnel

The remuneration of directors and key executives were as follows:

	<b>For the Three Months Ended June 30</b>		<b>For the Six Months Ended June 30</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Short-term employee benefits	\$ 23,121	\$ 54,170	\$ 66,888	\$ 108,920
Post-employment benefits	<u>325</u>	<u>325</u>	<u>650</u>	<u>650</u>
	<u>\$ 23,446</u>	<u>\$ 54,495</u>	<u>\$ 67,538</u>	<u>\$ 109,570</u>

The remuneration of directors and key executives, as determined by the remuneration committee, is based on the performance of individuals and market trends.

### 37. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

The following assets were provided as collaterals for bank borrowings, tariff guarantee for imported raw material and the deposits for completing constructions:

	<b>June 30, 2024</b>	<b>December 31, 2023</b>	<b>June 30, 2023</b>
Refundable deposits (recorded under other financial assets - current)	\$ 13,660	\$ 2,348	\$ 30,452
Restricted deposits (recorded under other financial assets - current)	114,285	106,946	176,180
Pledged time deposits (recorded under other non-current assets - other)	1,560	1,427	1,421
Restricted deposits (recorded under other non-current assets - other)	-	10,838	10,774
Finance lease receivables	63,116	62,067	61,035
Long-term finance lease receivables	508,634	540,456	571,750
Refundable deposits	51,951	62,080	51,718
Trade receivables	136,167	67,382	122,832
Property, plant and equipment	<u>76,496</u>	<u>77,290</u>	<u>79,294</u>
	<u>\$ 965,869</u>	<u>\$ 930,834</u>	<u>\$ 1,105,456</u>



### 38. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

In addition to those disclosed in other notes, significant contingencies and unrecognized commitments of the Group as of June 30, 2024, December 31, 2023 and June 30, 2023 were as follows:

- a. Outstanding letters of credit not reflected in the consolidated financial statements as of June 30, 2024, December 31, 2023 and June 30, 2023 were as follows (in thousands):

	<b>June 30, 2024</b>	<b>December 31, 2023</b>	<b>June 30, 2023</b>
U.S. dollar	US\$ 5,408	US\$ 9,130	US\$ 7,305
Japanese yen	JPY 73,692	JPY 107,111	JPY 122,003
Euro	EUR 7,280	EUR 12,626	EUR 28,991
Renminbi	RMB 2,189	RMB 2,189	RMB 2,189
New Taiwan dollar	NT\$ 41,871	NT\$ 43,944	NT\$ 83,781

- b. Outstanding standby letters of credit and bid bonds of contingent liabilities not reflected in the consolidated financial statements were as follows (in thousands):

	<b>June 30, 2024</b>	<b>December 31, 2023</b>	<b>June 30, 2023</b>
New Taiwan dollar	NT\$ 760,546	NT\$ 846,165	NT\$ 764,673
U.S. dollar	US\$ 60	US\$ 30	US\$ 30
Renminbi	RMB 54,073	RMB 47,586	RMB 40,737

- c. Based on tariff and relevant regulations, the Group issue tariff letters of credit to import goods and to meet the needs of post-release duty payment. The amount of tariff letters of credit were as follows:

	<b>June 30, 2024</b>	<b>December 31, 2023</b>	<b>June 30, 2023</b>
New Taiwan dollar	NT\$ 222,000	NT\$ 458,000	NT\$ 248,182

- d. Non-cancelable raw material procurement contracts were as follows:

	<b>June 30, 2024</b>	<b>December 31, 2023</b>	<b>June 30, 2023</b>
U.S. dollar	US\$ 18,179	US\$ 27,839	US\$ 14,012
Renminbi	RMB 117,487	RMB 133,299	RMB 8,936

- e. The Group entered into a contract for the construction of new plants on the Group's own land, the purchase of machinery and equipment, and technique licensing and authorization agreements. The amount of the unrecognized commitments was as follows:

	<b>June 30, 2024</b>	<b>December 31, 2023</b>	<b>June 30, 2023</b>
New Taiwan dollar	NT\$ 5,968,167	NT\$ 5,844,284	NT\$ 1,827,183
U.S. dollar	US\$ 34,457	US\$ 33,842	US\$ 39,019
Renminbi	RMB 780,991	RMB 780,991	RMB 790,586
Euro	EUR 165,280	EUR 171,579	EUR 77,535
Indonesia rupiah	IDR 86,458,884	IDR 87,029,254	IDR 86,458,884

### 39. OTHERS

On February 15, 2023, the president of the ROC announced the amendments to the “Climate Change Response Act”, introducing regulations for the collection of carbon fees. On December 29, 2023, the Ministry of Environmental drafted the “Regulations Governing the Collection of Carbon Fees” based on the aforementioned law. According to the draft, starting in 2024, companies belonging to the power generation and large-scale manufacturing industries, with total annual greenhouse gas emissions generated by direct emissions and indirect emissions from electricity usage at the entire facility exceeding 25,000 metric tons of carbon dioxide equivalent, shall pay carbon fees if their plants are the emission sources subject to inventory registration and inspection as announced by the Ministry of Environment. As of June 30, 2024, the Group's cumulative greenhouse gas emissions have reached 25,000 metric tons of carbon dioxide equivalent. However, due to the lack of clarity in the regulations related to the carbon fee, the Group is currently unable to reasonably estimate the impact of the carbon fee.

### 40. SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD

On August 2, 2024, the board of directors of WLC resolved to participate in the cash capital increase of Winbond Electronics Co., Ltd with a total subscription amount not exceeding 3 billion.

### 41. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The Group's significant financial assets and liabilities dominated in foreign currencies aggregated by the foreign currencies other than functional currencies of the entities in the Group and the related exchange rates between the foreign currencies and the respective functional currencies were as follows:

June 30, 2024

	Foreign Currency	Exchange Rate	Carrying Amount		
<u>Financial assets</u>					
Monetary items					
U.S. dollar	\$	226,389	32.45	\$	7,346,323
Japanese yen		251,072	0.2017		50,641
Euro		92,928	34.71		3,225,531
Singapore dollar		1,458	23.92		34,875
Hong Kong dollar		2,688	4.155		11,169
Indonesian rupiah		1,289,454,449	0.00198		2,553,120
Renminbi		20,405	4.55338		92,912
Korean won		482,626	0.02368		11,429
Non-monetary items					
U.S. dollar		43,261	32.45		1,403,819
<u>Financial liabilities</u>					
Monetary items					
U.S. dollar		97,373	32.45		3,159,754
Renminbi		155,401	4.55338		707,600
Indonesian rupiah		372,903,242	0.00198		738,348
Non-monetary items					
U.S. dollar		3,217	32.45		104,392

December 31, 2023

	<b>Foreign Currency</b>	<b>Exchange Rate</b>	<b>Carrying Amount</b>
<u>Financial assets</u>			
Monetary items			
U.S. dollar	\$ 226,235	30.7050	\$ 6,946,546
Japanese yen	635,549	0.2172	138,041
Euro	16,337	33.98	555,131
Singapore dollar	2,675	23.2900	62,301
Renminbi	2,773	4.33524	12,022
Indonesian rupiah	1,439,843,510	0.00198	2,850,890
Korean won	983,701	0.02391	23,520
Non-monetary items			
U.S. dollar	39,447	30.705	1,211,220
Renminbi	6,461	4.33524	28,010

Financial liabilities

Monetary items			
U.S. dollar	155,735	30.705	4,781,843
Renminbi	334,843	4.33524	1,451,625
Indonesian rupiah	257,409,522	0.00198	509,671
Non-monetary items			
U.S. dollar	1,450	30.705	44,522

June 30, 2023

	<b>Foreign Currency</b>	<b>Exchange Rate</b>	<b>Carrying Amount</b>
<u>Financial assets</u>			
Monetary items			
U.S. dollar	\$ 746,539	31.1400	\$ 23,247,224
Japanese yen	764,124	0.2150	164,287
Euro	41,278	33.8100	1,395,609
Hong Kong dollar	1,566	3.9740	6,223
Australian dollar	881	20.6200	18,166
Singapore dollar	4,398	22.9600	100,978
Indonesian rupiah	1,791,401,085	0.00208	3,726,114
Renminbi	6,001	4.30947	25,861
Korean won	1,113,895	0.0238	26,511
Non-monetary items			
U.S. dollar	1,003	31.1400	31,233

Financial liabilities

Monetary items			
U.S. dollar	179,405	31.1400	5,586,672
Renminbi	357,131	4.30947	1,539,045
Indonesian rupiah	464,426,753	0.00208	966,008
Non-monetary items			
U.S. dollar	2,181	31.1400	69,916
Renminbi	2,595	4.30947	11,813

For the three months ended June 30, 2024 and 2023, realized and unrealized net foreign exchange losses and gains were \$(98,669) thousand and \$252,576 thousand, respectively, and for the six months ended June 30, 2024 and 2023, realized and unrealized net foreign exchange losses and gains were \$(248,490) thousand and NT\$123,680 thousand, respectively. It is impractical to disclose net foreign exchange gains (losses) by each significant foreign currency due to the variety of the foreign currency transactions and functional currencies in the Group.

## **42. SEPARATELY DISCLOSED ITEMS**

### **a. Information on significant transactions and information on investees:**

- 1) Financing provided to others (Table 1)
- 2) Endorsements/guarantees provided (Table 2)
- 3) Marketable securities held (Table 3)
- 4) Marketable securities acquired or disposed of at costs or prices of at least NT\$300 million or 20% of the paid-in capital (Table 4)
- 5) Acquisition of individual real estate at costs of at least NT\$300 million or 20% of the paid-in capital (None)
- 6) Disposal of individual real estate at prices of at least NT\$300 million or 20% of the paid-in capital (None)
- 7) Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital (Table 5)
- 8) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital (Table 6)
- 9) Trading in derivative instrument (Notes 7 and 9)
- 10) Information on investees (Table 7)
- 11) Intercompany relationships and significant intercompany transactions (Table 9)

### **b. Information on investments in mainland China**

- 1) Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income of investees, investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area (Table 8)
- 2) Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses (Table 9):
  - a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period.

- b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period.
  - c) The amount of property transactions and the amount of the resultant gains or losses.
  - d) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes.
  - e) The highest balance, the ending balance, the interest rate range, and total current period interest with respect to the financing of funds; and
  - f) Other transactions that have a material effect on the profit or loss for the year or on the financial position, such as the rendering or receipt of services.
- c. Information of major shareholders: List all shareholders with ownership of 5% or greater showing the name of the shareholder, the number of shares owned, and percentage of ownership of each shareholder (Table 10)

#### **43. SEGMENT INFORMATION**

##### **a. Basic information**

##### **1) Classification**

Information reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance focuses on the types of goods or services delivered or provided. Specifically, the Group's reportable segments were as follows:

##### **a) Wires and cables**

The segment's main products include copper rods, wires, connector and components which are sold to industries involving cables and wires, communications cable, heavy electronics, home electrical appliances and construction.

##### **b) Stainless steel**

The segment's main products include smelting, rolled stainless steel, carbon steel and precision alloy wire which are sold to industries involving construction components, crankshaft, machine tools, plumbing, heat exchanger, drainage, petrochemical and construction.

##### **c) Resource**

The segment's main business include nickel pig iron, sales of stainless steel products as an agent in Taiwan and important metal procurement, and hedging.

##### **d) Real estate**

Real estate is responsible for the development of commercial and real estate complex and real estate management. Furthermore, the modes of the operation are construction of residences, offices, markets and hotels, and the offering of rental space, operating management and after-sales services.

##### **e) Administration and investing**

The segment of administration and investing refers to other investment in mainland China.

## 2) Estimates of operating segment income and expenses, assets and liabilities

Accounting policies of operating segments are the same as those summarized in Note 4. Sales and transfers between segments are treated as transactions with third parties and evaluated at fair value.

The Group does not allocate income tax expense (benefit), investment income (loss) recognized under equity method, foreign exchange gain (loss), net investment income (loss), gain (loss) on disposal of investments, gain (loss) on valuation of financial assets and liabilities and extraordinary items to reportable segments. The amounts reported are consistent with the report used by chief operating decision makers.

## 3) Identification of operating segments

The reportable segments of the Group are strategic business units, providing different products and services. They are managed separately because they use different technologies and sales strategies.

### b. Financial information

#### 1) Segment revenues and results

(NT\$ in Thousand)

	Wires and Cables	Stainless Steel	Resource Business	Real Estate	Administration and Investing	Total
<u>For the six months ended June 30, 2024</u>						
Revenue from external customers	\$ 21,821,473	\$ 47,974,133	\$ 16,651,865	\$ 1,096,020	\$ 1,320,156	\$ 88,863,647
Segment profit (loss)	1,619,374	230,784	893,383	30,189	(543,431)	2,230,299
Net non-operating income (expenses)						
Net interest income (expenses)						(940,970)
Share of profit of associates accounted for using the equity method						723,393
Dividend income						510,701
Loss on disposal of property, plant and equipment						(2,323)
Gain on disposal of investments						1,448,437
Foreign exchange loss, net						(248,490)
Gain on financial assets and liabilities at fair value through profit or loss						(394,017)
Impairment loss						(12,558)
Net other income						<u>145,191</u>
Consolidated income before income tax						<u>\$ 3,459,663</u>
<u>For the six months ended June 30, 2023</u>						
Revenue from external customers	23,299,028	49,803,524	21,703,295	1,012,640	4,342,051	\$ 100,160,538
Segment profit (loss)	1,610,123	1,417,750	2,211,891	(43,540)	(1,028,913)	4,167,311
Net non-operating income (expenses)						
Net interest income (expenses)						(762,011)
Share of profit of associates accounted for using the equity method						171,567
Dividend income						511,044
Loss on disposal of property, plant and equipment						(10,117)
Gain on disposal of investments						582,718
Foreign exchange gain, net						123,680
Gain on financial assets and liabilities at fair value through profit or loss						74,861
Impairment loss						(2)
Net other income						<u>172,722</u>
Consolidated income before income tax						<u>\$ 5,031,773</u>

## 2) Segment assets and liabilities

	Wires and Cables	Stainless Steel	Resource Business	Real Estate	Administration and Investing	Total
<u>Segment assets</u>						
June 30, 2024	<u>\$ 17,907,218</u>	<u>\$ 86,865,070</u>	<u>\$ 50,921,069</u>	<u>\$ 28,074,439</u>	<u>\$ 84,802,257</u>	<u>\$ 268,570,053</u>
December 31, 2023	<u>\$ 9,198,949</u>	<u>\$ 81,818,015</u>	<u>\$ 49,013,066</u>	<u>\$ 29,197,011</u>	<u>\$ 97,142,990</u>	<u>\$ 266,370,031</u>
June 30, 2023	<u>\$ 10,739,069</u>	<u>\$ 65,351,790</u>	<u>\$ 43,925,560</u>	<u>\$ 29,469,784</u>	<u>\$ 120,298,140</u>	<u>\$ 269,784,343</u>
<u>Segment liabilities</u>						
June 30, 2024	<u>\$ 9,030,712</u>	<u>\$ 52,427,344</u>	<u>\$ 12,627,435</u>	<u>\$ 14,834,061</u>	<u>\$ 26,972,818</u>	<u>\$ 115,892,370</u>
December 31, 2023	<u>\$ 4,722,379</u>	<u>\$ 47,929,981</u>	<u>\$ 11,434,154</u>	<u>\$ 14,924,345</u>	<u>\$ 32,909,859</u>	<u>\$ 111,920,718</u>
June 30, 2023	<u>\$ 7,150,348</u>	<u>\$ 38,363,340</u>	<u>\$ 22,900,126</u>	<u>\$ 15,190,453</u>	<u>\$ 34,658,641</u>	<u>\$ 118,262,908</u>

TABLE 1

WALSIN LIHWA CORPORATION AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS  
FOR THE SIX MONTHS ENDED JUNE 30, 2024  
(In Thousands of New Taiwan Dollars and U.S. Dollars)

No.	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period	Ending Balance	Actual Amount Borrowed	Interest Rate (%)	Nature of Financing	Business Transaction Amount	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 1)	Aggregate Financing Limit (Note 1)
													Item	Value		
0	Walsin Lihwa Corporation	Borrego Energy Holdings, LLC & Borrego Energy, LLC	Other receivables	Yes	\$ 1,627,250 (US\$ 50,000)	\$ 1,622,500 (US\$ 50,000)	\$ 924,825 (US\$ 28,500)	6.20	Operating capital	\$ -	Operating capital and equipment purchase	\$ -	Promissory note and property	\$ 1,426,328	\$ 57,081,000	\$ 57,081,000

Notes:

1. According to the financing regulations provided by Walsin Lihwa Corporation, the total limit on the amount of financing provided to a subsidiary whose equity is 100% owned, directly or indirectly by WLC cannot exceed 40% of the equity presented in the consolidated financial statements of Walsin Lihwa Corporation.

a. The limit on the amount of financing provided to a single enterprise was as follows:

Borrego Energy Holdings, LLC & Borrego Energy, LLC = \$142,702,500 × 40% = \$57,081,000.

b. The limit on the amount of financing provided was as follows:

The limit on the amount of financing provided = \$142,702,500 × 40% = \$57,081,000.
2. Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of U.S. dollars.
3. The currency exchange rate as of June 30, 2024 was as follows: US\$ to NT\$ = 1:32.45.



TABLE 1-1

WALSIN LIHWA HOLDINGS LIMITED AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS  
FOR THE SIX MONTHS ENDED JUNE 30, 2024  
(In Thousands of New Taiwan Dollars, U.S. Dollars and Renminbi)

No.	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period	Ending Balance	Actual Amount Borrowed	Interest Rate (%)	Nature of Financing	Business Transaction Amount	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 1)	Aggregate Financing Limit (Note 1)
													Item	Value		
1	Walsin (China) Investment Co., Ltd.	Walsin (Nanjing) Development Co., Ltd.	Other receivables	Yes	\$ 9,617,433 (RMB 2,100,000)	\$ 9,562,098 (RMB 2,100,000)	\$ 7,781,590 (RMB 1,708,970)	3.50	Operating capital	\$ -	Operating capital	\$ -	-	\$ -	\$ 57,081,000	\$ 57,081,000
		Yantai Walsin Stainless Steel Co., Ltd.	Other receivables	Yes	16,179,366 (US\$ 320,000) (RMB 1,400,000)	11,750,014 (US\$ 320,000) (RMB 300,000)	8,824,972 (US\$ 271,956) (RMB -)	3.18	Operating capital	-	Operating capital	-	-	-	57,081,000	57,081,000
		Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Other receivables	Yes	2,380,471 (US\$ 45,000) (RMB 200,000)	2,370,926 (US\$ 45,000) (RMB 200,000)	1,426,827 (US\$ 43,970) (RMB -)	3.18	Operating capital	-	Operating capital	-	-	-	57,081,000	57,081,000
		Changshu Walsin Specialty Steel Co., Ltd.	Other receivables	Yes	2,445,438 (US\$ 50,000) (RMB 200,000)	1,357,656 (US\$ 25,000) (RMB 120,000)	7,885 (US\$ 243) (RMB -)	3.18	Operating capital	-	Operating capital	-	-	-	57,081,000	57,081,000
		Dongguan Walsin Wire & Cable Co., Ltd.	Other receivables	Yes	1,042,612 (US\$ 25,000) (RMB 50,000)	1,038,919 (US\$ 25,000) (RMB 50,000)	74,014 (US\$ 2,012) (RMB 1,916)	3.18	Operating capital	-	Operating capital	-	-	-	57,081,000	57,081,000
		Jiangyin Walsin Steel Cable Co., Ltd.	Other receivables	Yes	1,414,073 (US\$ 10,000) (RMB 250,000)	683,007 (US\$ -) (RMB 150,000)	222,187 (US\$ -) (RMB 48,796)	3.18	Operating capital	-	Operating capital	-	-	-	57,081,000	57,081,000
		Hangzhou Walsin Power Cable & Wire Co., Ltd.	Other receivables	Yes	366,378 (RMB 80,000)	364,270 (RMB 80,000)	85,148 (RMB 18,700)	4.25	Operating capital	-	Operating capital	-	-	-	57,081,000	57,081,000
		Shanghai Walsin Lihwa Power Wire & Cable Co., Ltd.	Other receivables	Yes	366,378 (RMB 80,000)	364,270 (RMB 80,000)	- (RMB -)	-	Operating capital	-	Operating capital	-	-	-	416,894 (RMB 91,557)	1,667,566 (RMB 366,226)
		Nanjing Taiwan Trade Mart Management Co., Ltd.	Other receivables	Yes	595,365 (RMB 130,000)	591,939 (RMB 130,000)	463,334 (RMB 101,756)	1.35	Operating capital	-	Operating capital	-	-	-	57,081,000	57,081,000
		XiAn Walsin Metal Product Co., Ltd.	Other receivables	Yes	870,149 (RMB 190,000)	865,142 (RMB 190,000)	837,011 (RMB 183,822)	1.35	Operating capital	-	Operating capital	-	-	-	57,081,000	57,081,000
2	Walsin International Investments Limited	Walsin Lihwa Corporation	Other receivables	Yes	18,774,000 (US\$ 600,000)	6,490,000 (US\$ 200,000)	1,817,200 (US\$ 56,000)	5.06	Operating capital	-	Operating capital	-	-	-	57,081,000	57,081,000
		Walsin (China) Investment Co., Ltd.	Other receivables	Yes	19,034,941 (US\$ 400,000) (RMB 1,480,000)	18,489,016 (US\$ 320,000) (RMB 1,780,000)	15,754,374 (US\$ 311,00) (RMB 1,240,000)	2.68	Operating capital	-	Operating capital	-	-	-	57,081,000	57,081,000
		PT. Sunny Metal Industry	Other receivables	Yes	1,251,600 (US\$ 40,000)	- (US\$ -)	- (US\$ -)	-	Operating capital	-	Operating capital	-	-	-	7,081,174 (US\$ 218,218)	7,081,174 (US\$ 218,218)
3	Dongguan Walsin Wire & Cable Co., Ltd.	Walsin (China) Investment Co., Ltd.	Other receivables	Yes	3,303,518 (RMB 750,000)	1,366,014 (RMB 300,000)	- (RMB -)	-	Operating capital	-	Operating capital	-	-	-	57,081,000	57,081,000
4	Shanghai Walsin Lihwa Power Wire & Cable Co., Ltd.	Walsin (China) Investment Co., Ltd.	Other receivables	Yes	45,797 (RMB 10,000)	45,534 (RMB 10,000)	38,613 (RMB 8,480)	1.65	Operating capital	-	Operating capital	-	-	-	64,576 (RMB 14,182)	258,313 (RMB 56,730)
5	Hangzhou Walsin Power Cable & Wire Co., Ltd.	Walsin (China) Investment Co., Ltd.	Other receivables	Yes	366,378 (RMB 80,000)	364,270 (RMB 80,000)	- (RMB -)	-	Operating capital	-	Operating capital	-	-	-	57,081,000	57,081,000

(Continued)

Notes:

1. According to the financing regulations provided by Walsin (China) Investment Co., Ltd., Walsin International Investments Limited, Dongguan Walsin Wire & Cable Co., Ltd., Shanghai Walsin Lihwa Power Wire & Cable Co., Ltd. and Hangzhou Walsin Power Cable & Wire Co., Ltd., the total limit on the amount of the financing provided to WLC or a overseas subsidiary whose equity is 100%-owned, directly or indirectly by WLC cannot exceed 40% of the equity of the parent company as presented in the consolidated financial statements of Walsin Lihwa Corporation. The limit on the amount of financing provided to a subsidiary whose equity is less than 100%-owned, directly or indirectly by WLC, cannot exceed 40% of the parent company’s equity as presented in its the consolidated financial statements of a subsidiary. If the financing is a one-time funding, the amount for an individual loan shall not exceed 40% of the financing company’s equity as stated in the financing company’s latest consolidated financial statements. If it is a revolving funding, the amount for an individual loan shall not exceed 10% of the financing company’s equity in the financing company’s latest consolidated financial statements.
- a. The limit on the amount of financing provided to a single enterprise was as follows:

Walsin (Nanjing) Development Co., Ltd., Yantai Walsin Stainless Steel Co., Ltd., Jiangyin Walsin Specialty Alloy Materials Co., Ltd., Changshu Walsin Specialty Steel Co., Ltd., Dongguan Walsin Wire & Cable Co., Ltd., Jiangyin Walsin Steel Cable Co., Ltd., Hangzhou Walsin Power Cable & Wire Co., Ltd., Nanjing Taiwan Trade Mart Management Co., Ltd., XiAn Walsin Metal Product Co., Ltd., Walsin Lihwa Corporation, Walsin (China) Investment Co., Ltd. = \$142,702,500 × 40% = \$57,081,000.  
Shanghai Walsin Lihwa Power Wire & Cable Co., Ltd. = RMB915,566 × 10% = RMB91,557 (\$416,894).  
PT. Sunny Metal Industry = US\$545,545 × 40% = US\$218,218 (\$7,081,174).  
Walsin (China) Investment Co., Ltd = RMB141,824 × 10% = RMB14,182 (\$64,576).
- b. The limit on the amount of financing provided was as follows:

Walsin (China) Investment Co., Ltd., Walsin International Investments Limited, Dongguan Walsin Wire & Cable Co., Ltd. and Hangzhou Walsin Power Cable & Wire Co., Ltd. = \$142,702,500 × 40% = \$57,081,000.  
Walsin (China) Investment Co., Ltd. = RMB915,566 × 40% = RMB366,226 (\$1,667,566).  
Walsin International Investments Limited = US\$545,545 × 40% = US\$218,218 (\$7,081,174).  
Shanghai Walsin Lihwa Power Wire & Cable Co., Ltd. = RMB141,824 × 40% = RMB56,730 (\$258,313).
2. Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of U.S. dollars and Renminbi.
3. The currency exchange rates as of June 30, 2024 were as follows: US\$ to NT\$ = 1:32.45; RMB to NT\$ = 1:4.55338; US\$ to RMB = 1:7.127.

(Concluded)

TABLE 1-2

CONCORD INDUSTRIES LIMITED AND SUBSIDIARIES

FINANCING PROVIDED  
FOR THE SIX MONTHS ENDED JUNE 30, 2024  
(In Thousands of New Taiwan Dollars, U.S. Dollars and Renminbi)

No.	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period	Ending Balance	Actual Amount Borrowed	Interest Rate (%)	Nature of Financing	Business Transaction Amount	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 1)	Aggregate Financing Limit (Note 1)
													Item	Value		
6	Yantai Walsin Stainless Steel Co., Ltd.	Walsin (China) Investment Co., Ltd.	Other receivables	Yes	\$ 2,049,021 (RMB 450,000)	\$ 2,049,021 (RMB 450,000)	\$ 2,037,660 (RMB 447,505)	1.65	Operating capital	\$ -	Operating capital	\$ -	-	\$ -	\$ 57,081,000	\$ 57,081,000
7	Changshu Walsin Specialty Steel Co., Ltd.	Walsin (China) Investment Co., Ltd.	Other receivables	Yes	1,602,906 (RMB 350,000)	1,593,683 (RMB 350,000)	41,299 (RMB 9,070)	1.65	Operating capital	-	Operating capital	-	-	-	57,081,000	57,081,000
8	Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Walsin (China) Investment Co., Ltd.	Other receivables	Yes	1,648,703 (RMB 360,000)	1,639,217 (RMB 360,000)	600,482 (RMB 131,876)	1.65	Operating capital	-	Operating capital	-	-	-	57,081,000	57,081,000

Notes:

1. According to the financing regulations of Changshu Walsin Specialty Steel Co., Ltd., Jiangyin Walsin Specialty Alloy Materials Co., Ltd. and Yantai Walsin Stainless Steel Co., Ltd., the limit on the amount of financing provided to WLC or an overseas subsidiary whose equity is 100% owned directly or indirectly by WLC cannot exceed 40% of the parent company’s equity presented in the consolidated financial statements of Walsin Lihwa Corporation.

a. The limit on the amount of financing provided to a single enterprise was as follows:

Walsin (China) Investment Co., Ltd. = \$142,702,500 × 40% = \$57,081,000.

b. The limit on the amount of financing provided was as follows:

Changshu Walsin Specialty Steel Co., Ltd. and Jiangyin Walsin Specialty Alloy Materials Co., Ltd. = \$142,702,500 × 40% = \$57,081,000.
2. Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of Renminbi.
3. The currency exchange rates as of June 30, 2024 were as follows: RMB to NT\$ = 1:4.55338.

CHIN-CHERNG CONSTRUCTION CO. AND SUBSIDIARIES

FINANCING PROVIDED  
FOR THE SIX MONTHS ENDED JUNE 30, 2024  
(In Thousands of New Taiwan Dollars and Renminbi)

No.	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period	Ending Balance	Actual Amount Borrowed	Interest Rate (%)	Nature of Financing	Business Transaction Amount	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 1)	Aggregate Financing Limit (Note 1)
													Item	Value		
9	Nanjing Walsin Property Management Co., Ltd.	Walsin (China) Investment Co., Ltd.	Other receivables	Yes	\$ 45,797 (RMB 10,000)	\$ 45,534 (RMB 10,000)	\$ 5,888 (RMB 1,293)	1.65	Operating capital	\$ -	Operating capital	\$ -	-	\$ -	\$ 57,081,000	\$ 57,081,000

Notes:

1. According to the financing regulations provided by Nanjing Walsin Property Management Co., Ltd., the total limit on the amount of the financing provided to WLC or a oversea subsidiary whose equity is 100%-owned, directly or indirectly by WLC, cannot exceed 40% of the equity of the parent company as presented in the consolidated financial statements of Walsin Lihwa Corporation. The limit on the amount of financing provided to a subsidiary whose equity is less than 100%-owned, directly or indirectly by WLC, cannot exceed 40% of the parent company’s equity as presented in the parent company’s latest consolidated financial statements. If the financing is a one-time funding, the amount for an individual loan shall not exceed 40% of the parent company’s equity in the parent company’s latest consolidated financial statements. If it is a revolving fund, the amount for an individual loan shall not exceed 10% of the parent company’s equity in the parent company’s latest consolidated financial statements.
- a. The limit on the amount of financing provided to a single enterprise was as follows:

Walsin (China) Investment Co., Ltd. = \$142,702,500 × 40% = \$57,081,000.
- b. The limit on the amount of financing provided was as follows:

Nanjing Walsin Property Management Co., Ltd. = \$142,702,500 × 40% = \$57,081,000.
2. Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of Renminbi.
3. The currency exchange rates as of June 30, 2024 were as follows: RMB to NT\$ = 1:4.55338.

TABLE 1-4

WALSIN INFO-ELECTRIC CORP.

FINANCING PROVIDED TO OTHERS  
FOR THE SIX MONTHS ENDED JUNE 30, 2024  
(In Thousands of New Taiwan Dollars)

No.	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period	Ending Balance	Actual Amount Borrowed	Interest Rate (%)	Nature of Financing	Business Transaction Amount	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 1)	Aggregate Financing Limit (Note 1)
													Item	Value		
10	Walsin Info-Electric Corporation	Walsin Lihwa Corporation	Other receivables	Yes	\$ 100,000	\$ 100,000	\$ 100,000	1.60	Operating capital	\$ -	Operating capital	\$ -	-	\$ -	\$ 136,922	\$ 136,922

Notes:

1. According to the financing regulations provided by Walsin Info-Electric Corporation, the total limit on the amount of the financing provided to WLC or a oversea subsidiary whose equity is 100% owned, directly or indirectly by WLC, cannot exceed 40% of the equity of the parent company as presented in the consolidated financial statements of Walsin Lihwa Corporation. The limit on the amount of financing provided to a subsidiary whose equity is less than 100% owned, directly or indirectly by WLC, cannot exceed 40% of the parent company’s equity as presented in the parent company’s latest consolidated financial statements. If the financing is a one-time funding, the amount for an individual loan shall not exceed 40% of the parent company’s equity in the parent company’s latest consolidated financial statements. If it is a revolving fund, the amount for an individual loan shall not exceed 10% of the parent company’s equity in the parent company’s latest consolidated financial statements.
- a. The limit on the amount of financing provided to a single enterprise was as follows:  
  
Walsin Lihwa Corporation = \$342,305 × 40% = \$136,922.
- b. The limit on the amount of financing provided was as follows:  
  
Walsin Info-Electric Corp. Corporation = \$342,305 × 40% = \$136,922.

WALSIN SINGAPORE PTE. LTD. AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS  
FOR THE SIX MONTHS ENDED JUNE 30, 2024  
(In Thousands of U.S. Dollars)

No.	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period	Ending Balance	Actual Amount Borrowed	Interest Rate (%)	Nature of Financing	Business Transaction Amount	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 1)	Aggregate Financing Limit (Note 1)
													Item	Value		
11	Walsin Singapore Pte. Ltd.	PT. Sunny Metal Industry	Other receivables	Yes	\$ 10,438,809 (US\$ 320,750)	\$ 10,408,338 (US\$ 320,750)	\$ 10,285,557 (US\$ 316,966)	7.52-7.59	Operating capital	\$ -	Equipment purchase and operating capital	\$ -	-	\$ -	\$ 11,964,575 (US\$ 368,708)	\$ 11,964,575 (US\$ 368,708)
		Innovation West Mantewe Pte. Ltd.	Other receivables	Yes	667,173 (US\$ 20,500)	- (US\$ -)	- (US\$ -)	-	Operating capital	-	Equipment purchase and operating capital	-	-	-	11,964,575 (US\$ 368,708)	11,964,575 (US\$ 368,708)
		Walsin Lihwa Europe S.a.r.l	Other receivables	Yes	1,052,100 (EUR 30,000)	1,041,300 (EUR 30,000)	1,041,300 (EUR 30,000)	4.76	Operating capital	-	Acquisition of equity	-	-	-	57,081,000 (EUR 1,644,512)	57,081,000 (EUR 1,644,512)
		PT. Transcoal Minergy	Other receivables	Yes	584,100 (US\$ 18,000)	584,100 (US\$ 18,000)	- (US\$ -)	-	Operating capital	-	Construction of new plants and equipment purchase	-	-	-	11,964,575 (US\$ 368,708)	11,964,575 (US\$ 368,708)

Notes:

1. According to the financing regulations provided by Walsin Singapore Pte. Ltd., the total limit on the amount of the financing provided to WLC or a oversea subsidiary whose equity is 100% owned, directly or indirectly by WLC, cannot exceed 40% of the equity of the parent company as presented in the consolidated financial statements of Walsin Lihwa Corporation. The limit on the amount of financing provided to a subsidiary whose equity is less than 100% owned, directly or indirectly by WLC, cannot exceed 40% of the parent company’s equity as presented in the parent company’s latest consolidated financial statements. If the financing is a one-time funding, the amount for an individual loan shall not exceed 40% of the parent company’s equity in the parent company’s latest consolidated financial statements. If it is a revolving fund, the amount for an individual loan shall not exceed 10% of the parent company’s equity in the parent company’s latest consolidated financial statements.
- a. The limit on the amount of financing provided to a single enterprise was as follows:  
  
PT. Sunny Metal Industry, Innovation West Mantewe Pte. Ltd., and PT. Transcoal Minergy, = US\$921,771 × 40% = US\$368,708 (\$11,964,575).  
Walsin Lihwa Europe S.a.r.l = EUR4,111,279 × 40% = EUR1,644,512 (\$57,081,000).
- b. The limit on the amount of financing provided was as follows:  
  
Walsin Singapore Pte. Ltd. = US\$921,771 × 40% = US\$368,708 (\$11,964,575).  
Walsin Singapore Pte. Ltd. = EUR4,111,279 × 40% = EUR1,644,512 (\$57,081,000).
2. The currency exchange rates as of June 30, 2024 were as follows: US\$ to NT\$ = 1:32.45, EUR to NT\$ = 1:34.71.

PT. WALSIN NICKEL INDUSTRIAL INDONESIA

FINANCING PROVIDED TO OTHERS  
FOR THE SIX MONTHS ENDED JUNE 30, 2024  
(In Thousands of New Taiwan Dollars and U.S. Dollars)

No.	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period	Ending Balance	Actual Amount Borrowed	Interest Rate (%)	Nature of Financing	Business Transaction Amount	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 1)	Aggregate Financing Limit (Note 1)
													Item	Value		
12	PT. Walsin Nickel Industrial Indonesia	Walsin Lihwa Corporation	Other receivables	Yes	\$ 1,920,000 (US\$ 60,000)	\$ 1,298,000 (US\$ 40,000)	\$ - (US\$ -)	-	Operating capital	\$ -	Operating capital	\$ -	-	\$ -	\$ 4,710,410 (US\$ 145,159)	\$ 4,710,410 (US\$ 145,159)
		Walsin Singapore Pte. Ltd.	Other receivables	Yes	1,280,000 (US\$ 40,000)	- (US\$ -)	- (US\$ -)	-	Operating capital	-	Operating capital	-	-	-	4,710,410 (US\$ 145,159)	4,710,410 (US\$ 145,159)

Notes:

1. According to the financing regulations provided by PT. Walsin Nickel Industrial Indonesia, the total limit on the amount of the financing provided to WLC or a oversea subsidiary whose equity is 100% owned, directly or indirectly by WLC, cannot exceed 40% of the equity of the parent company as presented in the consolidated financial statements of Walsin Lihwa Corporation. The limit on the amount of financing provided to a subsidiary whose equity is less than 100% owned, directly or indirectly by WLC, cannot exceed 40% of the parent company’s equity as presented in the parent company’s latest consolidated financial statements. If the financing is a one-time funding, the amount for an individual loan shall not exceed 40% of the parent company’s equity in the parent company’s latest consolidated financial statements. If it is a revolving fund, the amount for an individual loan shall not exceed 10% of the parent company’s equity in the parent company’s latest consolidated financial statements.
- a. The limit on the amount of financing provided to a single enterprise was as follows:

Walsin Lihwa Corporation, Walsin Singapore Pte. Ltd. = US\$362,898 × 40% = US\$145,159 (\$4,710,410).
- b. The limit on the amount of financing provided was as follows:

PT. Walsin Nickel Industrial Indonesia = US\$362,898 × 40% = US\$145,159 (\$4,710,410).
2. Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of U.S. dollars.
3. The currency exchange rates as of June 30, 2024 was as follows: US\$ to NT\$ = 1:32.45.

PT. SUNNY METAL INDUSTRY

FINANCING PROVIDED TO OTHERS  
FOR THE SIX MONTHS ENDED JUNE 30, 2024  
(In Thousands of New Taiwan Dollars and U.S. Dollars)

No.	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period	Ending Balance	Actual Amount Borrowed	Interest Rate (%)	Nature of Financing	Business Transaction Amount	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 1)	Aggregate Financing Limit (Note 1)
													Item	Value		
13	PT. Sunny Metal Industry	PT. Walhsu Metal Industry	Other receivables	Yes	\$ 1,947,000 (US\$ 60,000)	\$ 1,947,000 (US\$ 60,000)	\$ 1,719,850 (US\$ 53,000)	6.344-7.542	Operating capital	\$ -	Operating capital	\$ -	-	\$ -	\$ 2,202,122 (US\$ 67,862)	\$ 2,202,122 (US\$ 67,862)

Notes:

1. According to the financing regulations provided by PT. Sunny Metal Industry, the total limit on the amount of the financing provided to WLC or a oversea subsidiary whose equity is 100% owned, directly or indirectly by WLC, cannot exceed 40% of the equity of the parent company as presented in the consolidated financial statements of Walsin Lihwa Corporation. The limit on the amount of financing provided to a subsidiary whose equity is less than 100% owned, directly or indirectly by WLC, cannot exceed 40% of the parent company’s equity as presented in the parent company’s latest consolidated financial statements. If the financing is a one-time funding, the amount for an individual loan shall not exceed 40% of the parent company’s equity in the parent company’s latest consolidated financial statements. If it is a revolving fund, the amount for an individual loan shall not exceed 10% of the parent company’s equity in the parent company’s latest consolidated financial statements.

a. The limit on the amount of financing provided to a single enterprise was as follows:

PT. Walhsu Metal Industry = US\$169,656 × 40% = US\$67,862 (\$2,202,122).

b. The limit on the amount of financing provided was as follows:

PT. Sunny Metal Industry = US\$169,656 × 40% = US\$67,862 (\$2,202,122).

2. Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of U.S. dollars.

3. The currency exchange rates as of June 30, 2024 was as follows: US\$ to NT\$ = 1:32.45.
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COGNE ACCIAI SPECIALI S.P.A.

FINANCING PROVIDED TO OTHERS  
FOR THE SIX MONTHS ENDED JUNE 30, 2024  
(In Thousands of New Taiwan Dollars and Pound)

No.	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period	Ending Balance	Actual Amount Borrowed	Interest Rate (%)	Nature of Financing	Business Transaction Amount	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 1)	Aggregate Financing Limit (Note 1)
													Item	Value		
14	Cogne Acciai Speciali S.p.A.	Special Melted Products Limited	Other receivables	Yes	\$ 305,556 (GBP 7,420)	\$ 304,517 (GBP 7,420)	252,478 (GBP 6,152)	4.90	Operating capital	\$ -	Equipment purchase and operating capital	\$ -	-	\$ -	\$ 3,711,329 (GBP 90,432)	\$ 3,711,329 (GBP 90,432)

Notes:

1. According to the financing regulations provided by Cogne Acciai Speciali S.p.A., the total limit on the amount of the financing provided to subsidiary whose equity is 50% owned, directly or indirectly by its parent company, cannot exceed 20% of the parent company’s equity as presented in the latest consolidated financial statements. If it is a revolving fund, the amount for an individual loan shall not exceed 5% of the parent company’s equity as presented in the latest consolidated financial statements. The total limit on the amount of the financing provided to a oversea subsidiary whose equity is 100%-owned, directly or indirectly by its parent company, cannot exceed 20% of the parent company’s equity as presented in the latest consolidated financial statements.
- a. The limit on the amount of financing provided to a single enterprise was as follows:

Special Melted Products Limited = GBP452,159 × 20% = GBP90,432 (\$3,711,329).
- b. The limit on the amount of financing provided was as follows:

Cogne Acciai Speciali S.p.A. = GBP452,159 × 20% = GBP90,432 (\$3,711,329).
2. Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of GBP.
3. The currency exchange rates as of June 30, 2024 was as follows: GBP to NT\$ = 1:41.04.

TABLE 1-9

WALSIN LIHWA EUROPE S.À R.L.

FINANCING PROVIDED TO OTHERS  
FOR THE SIX MONTHS ENDED JUNE 30, 2024  
(In Thousands of New Taiwan Dollars and Euro)

No.	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period	Ending Balance	Actual Amount Borrowed	Interest Rate (%)	Nature of Financing	Business Transaction Amount	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 1)	Aggregate Financing Limit (Note 1)
													Item	Value		
15	Walsin Lihwa Europe S.à r.l.	Cogne Acciai Speciali S.p.A.	Other receivables	Yes	\$ 1,052,100 (EUR 30,000)	\$ 1,041,300 (EUR 30,000)	1,041,300 (EUR 30,000)	4.82	Operating capital	\$ -	Equipment purchase and operating capital	\$ -	-	\$ -	\$ 3,847,256 (EUR 110,840)	\$ 3,847,256 (EUR 110,840)

Notes:

1. According to the financing regulations provided by Walsin Lihwa Europe S.à r.l., the total limit on the amount of the financing provided to WLC or a oversea subsidiary whose equity is 100% owned, directly or indirectly by WLC, cannot exceed 40% of the equity of the parent company as presented in the consolidated financial statements of Walsin Lihwa Corporation. The limit on the amount of financing provided to a subsidiary whose equity is less than 100% owned, directly or indirectly by WLC, cannot exceed 40% of the parent company’s equity as presented in the parent company’s latest consolidated financial statements. If the financing is a one-time funding, the amount for an individual loan shall not exceed 40% of the parent company’s equity in the parent company’s latest consolidated financial statements. If it is a revolving fund, the amount for an individual loan shall not exceed 10% of the parent company’s equity in the parent company’s latest consolidated financial statements.
- a. The limit on the amount of financing provided to a single enterprise was as follows:

Cogne Acciai Speciali S.p.A. = EUR277,099 × 40% = EUR110,840 (\$3,847,256).
- b. The limit on the amount of financing provided was as follows:

Walsin Lihwa Europe S.à r.l. = EUR277,099 × 40% = EUR110,840 (\$3,847,256).
2. Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of EUR.
3. The currency exchange rates as of June 30, 2024 was as follows: EUR to NT\$ = 1:34.71.

TABLE 2

WALSIN LIHWA CORPORATION AND SUBSIDIARIES

ENDORSEMENTS/GUARANTEES PROVIDED  
FOR THE SIX MONTHS ENDED JUNE 30, 2024  
(In Thousands of New Taiwan Dollars and Renminbi)

No. (Note 1)	Endorsement/ Guarantee Provider	Guaranteed Party		Limits on Each Guaranteed Party's Endorsement/ Guarantee Amounts (Note 3)	Highest Balance for the Period	Ending Balance (Note 4)	Actual Amount Borrowed	Amount of Endorsement/ Guarantee Collateralized by Properties	Ratio of Accumulated Endorsement/ Guarantee to Net Equity Per Latest Financial Statement (%)	Maximum Collateral/ Guarantee Amounts Allowable (Note 3)	Guaranteed Provided by Parent Company	Guarantee Provided by A Subsidiary	Guarantee Provided to Subsidiaries in Mainland China
		Name	Nature of Relationship (Note 2)										
0	Walsin Lihwa Corporation	Yantai Walsin Stainless Steel Co., Ltd.	b	\$ 6,869,903 (RMB 1,508,748)	\$ 4,101,939 (RMB 900,000)	\$ 4,098,042 (RMB 900,000)	\$ 1,420,089 (RMB 311,876)	\$ -	2.87	\$ 142,702,500	Yes	No	Yes
		Walsin Energy Cable System Co., Ltd.	b	6,481,954	4,500,000	4,500,000	363,450	-	3.15	\$ 142,702,500	Yes	No	No

Notes:

1. The information on Walsin Lihwa Corporation and its subsidiaries is listed and labeled on the entitled “No.” column.

a. “0” represents Walsin Lihwa Corporation.  
b. Subsidiaries are numbered consecutively starting from 1.
2. The relationship between Walsin Lihwa Corporation and the endorsed/guaranteed entities can be classified into the following categories.

a. A company with which Walsin Lihwa Corporation does business.  
b. A company in which Walsin Lihwa Corporation directly and indirectly holds more than 50% of the voting shares.  
c. A company that directly and indirectly holds more than 50% of the voting shares in Walsin Lihwa Corporation.  
d. A company in which Walsin Lihwa Corporation directly or indirectly holds 90% or more of the voting shares.  
e. A company that fulfills Walsin Lihwa Corporation’s contractual obligations by providing mutual endorsements/guarantees for another company in the same industry or for joint builders for purposes of undertaking a construction project.  
f. A company in which all capital contributing shareholders make endorsements/guarantees for it and Walsin Lihwa Corporation’s joint-investment company in proportion to their shareholding percentages.  
g. A company in the same industry as Walsin Lihwa Corporation whereby either provides among themselves joint and several security for a performance guarantee of a sales contract for pre-construction homes pursuant to the Consumer Protection Act for each other.
3. According to the endorsements/guarantees provided and financing regulations provided by Walsin Lihwa Corporation, the total limit on the amount of endorsements/guarantees cannot exceed 100% of the equity of Walsin Lihwa Corporation’s current financial statements (including the consolidated financial statements). The limit on the amount of endorsements/guarantees provided and financing provided to a single enterprise cannot exceed the equity of the guaranteed company. The amount which is 250% of the net value multiplied by the equity percentage of the guarantee provider.

a. The limit on the amount of endorsements/guarantees provided was as follows:  
  
NT\$142,702,500 × 100% = NT\$142,702,500  
  
b. The limit on the amount of endorsements/guarantees provided to a single entity was as follows:  
  
Yantai Walsin Stainless Steel Co., Ltd.: RMB603,499 × 250% × 100% = RMB1,508,748 (\$6,869,903).  
Walsin Energy Cable System Co., Ltd.: \$2,880,868 × 250% × 90% = \$6,481,953.
4. The currency exchange rates as of June 30, 2024 were as follows: RMB to NT\$ = 1:4.55338.

COGNE ACCIAI SPECIALI S.P.A. AND SUBSIDIARIES

ENDORSEMENTS/GUARANTEES PROVIDED  
FOR THE SIX MONTHS ENDED JUNE 30, 2024  
(In Thousands of New Taiwan Dollars, Euro and SEK)

No. (Note 1)	Endorsement/ Guarantee Provider	Guaranteed Party		Limits on Each Guaranteed Party's Endorsement/ Guarantee Amounts (Note 3)	Highest Balance for the Period	Ending Balance (Note 4)	Actual Amount Borrowed	Amount of Endorsement/ Guarantee Collateralized by Properties	Ratio of Accumulated Endorsement/ Guarantee to Net Equity Per Latest Financial Statement (%)	Maximum Collateral/ Guarantee Amounts Allowable (Note 3)	Guaranteed Provided by Parent Company	Guarantee Provided by A Subsidiary	Guarantee Provided to Subsidiaries in Mainland China
		Name	Nature of Relationship (Note 2)										
1	Cogne Acciai Speciali S.p.A.	Degerfors Long Products AB	b	\$ 1,612,314 (EUR 46,451)	\$ 614,000 (SEK 200,000)	\$ 610,000 (SEK 200,000)	\$ 182,654 (SEK 59,887)	\$ -	3.29	\$ 3,711,332 (EUR 106,924)	Yes	No	No

Notes:

1. The information on Cogne Acciai Speciali S.p.A. and its subsidiaries is listed and labeled on the entitled “No.” column.

a. “0” represents Cogne Acciai Speciali S.p.A.  
b. Subsidiaries are numbered consecutively starting from 1.
2. The relationship between Cogne Acciai Speciali S.p.A. and the endorsed/guaranteed entities can be classified into the following categories.

a. A company with which Cogne Acciai Speciali S.p.A. does business.  
b. A company in which Cogne Acciai Speciali S.p.A. directly and indirectly holds more than 50% of the voting shares.  
c. A company that directly and indirectly holds more than 50% of the voting shares in Cogne Acciai Speciali S.p.A.  
d. A company in which Cogne Acciai Speciali S.p.A. directly or indirectly holds 90% or more of the voting shares.  
e. A company that fulfills Cogne Acciai Speciali S.p.A.’s contractual obligations by providing mutual endorsements/guarantees for another company in the same industry or for joint builders for purposes of undertaking a construction project.  
f. A company in which all capital contributing shareholders make endorsements/guarantees for it and Cogne Acciai Speciali S.p.A.’s joint-investment company in proportion to their shareholding percentages.  
g. A company in the same industry as Cogne Acciai Speciali S.p.A. whereby either provides among themselves joint and several security for a performance guarantee of a sales contract for pre-construction homes pursuant to the Consumer Protection Act for each other.
3. According to the endorsements/guarantees provided and financing regulations provided by Cogne Acciai Speciali S.p.A., the total limit on the amount of endorsements/guarantees cannot exceed 20% of the equity of Cogne Acciai Speciali S.p.A.’s current financial statements (including the consolidated financial statements). The limit on the amount of endorsements/guarantees provided and financing provided to a single enterprise cannot exceed the equity of the guaranteed company. The amount which is 125% of the net value multiplied by the equity percentage of the guarantee provider.

a. The limit on the amount of endorsements/guarantees provided was as follows:  
  
EUR534,619 × 20% = EUR106,924 (\$3,711,332).  
  
b. The limit on the amount of endorsements/guarantees provided to a single entity was as follows:  
  
Degerfors Long Products AB: EUR37,161 × 125% × 100% = EUR46,451 (\$1,612,314).
4. The currency exchange rates as of June 30, 2024 were as follows: EUR to NT\$ = 1:34.71; SEK to NT\$ = 1:3.05.

**TABLE 3**

**WALSIN LIHWA CORPORATION**

**MARKETABLE SECURITIES HELD**  
**JUNE 30, 2024**  
**(In Thousands of New Taiwan Dollars)**

Holding Company Name	Type and Name of Issuer of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	June 30, 2024				Note
				Number of Shares/Units	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Walsin Lihwa Corporation	<u>Share</u> HannStar Display Corp.	The holding company is a director of the issuer company	Financial assets at fair value through other comprehensive income - non-current	299,632,180	\$ 2,942,388	10.19	\$ 2,942,388	
	HannStar Board Corp.	The chairman of the holding company and the chairman of the company are second-class relatives	Financial assets at fair value through other comprehensive income - non-current	63,753,952	3,563,846	12.06	3,563,846	
	TECO Electric & Machinery Co., Ltd.	-	Financial assets at fair value through other comprehensive income - non-current	231,104,730	12,364,103	10.81	12,364,103	
	Kuang Tai Metal Industrial Co., Ltd.	The holding company is a director of the issuer company	Financial assets at fair value through other comprehensive income - non-current	9,631,802	298,342	9.39	298,342	
	Global Investment Holdings	The holding company is a director of the issuer company	Financial assets at fair value through other comprehensive income - non-current	5,221,228	60,826	2.97	60,826	
	Universal Venture Capital Investment	-	Financial assets at fair value through other comprehensive income - non-current	1,400,000	16,547	1.16	16,547	
	Hwa Bao Botanic Conservation Corp.	The holding company is a supervisor of the issuer company	Financial assets at fair value through other comprehensive income - non-current	27,000,000	283,570	15.00	283,570	
	Tung Mung Development Co., Ltd.	-	Financial assets at fair value through other comprehensive income - non-current	14,285,000	114,705	3.43	114,705	

CONCORD INDUSTRIES LIMITED AND SUBSIDIARIES

MARKETABLE SECURITIES HELD  
JUNE 30, 2024  
(In Thousands of Renminbi)

Holding Company Name	Type and Name of Issuer of Marketable Securities	Relationship of Issuer to the Holding Company	Financial Statement Account	June 30, 2024				Note
				Number of Shares/Units	Carrying Amount	Percentage of Ownership (%)	Fair Value	
XiAn Walsin Metal Product Co., Ltd.	<u>Certification of capital verification</u> Shaanxi Tianhong Silicon Industrial Corporation	-	Financial assets at fair value through other comprehensive income - non-current	N/A	\$ -	19.00	\$ -	
Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	<u>Certification of capital verification</u> Shaanxi Electronic Group Optoelectronics Technology Co., Ltd.	-	Financial assets at fair value through other comprehensive income - non-current	N/A	11,593	6.02	11,593	

CHIN-CHERNG CONSTRUCTION CO. AND SUBSIDIARIES

MARKETABLE SECURITIES HELD  
JUNE 30, 2024  
(In Thousands of New Taiwan Dollars)

Holding Company Name	Type and Name of Issuer of Marketable Securities	Relationship of Issuer to the Holding Company	Financial Statement Account	June 30, 2024				Note
				Number of Shares/Units	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Chin-Cherng Construction Co.	<u>Share</u> Gsharp Corporation	-	Financial assets at fair value through other comprehensive income - non-current	270,000	\$ -	2.73	\$ -	

WALSIN INFO-ELECTRIC CORP.

MARKETABLE SECURITIES HELD  
JUNE 30, 2024  
(In Thousands of New Taiwan Dollars)

Holding Company Name	Type and Name of Issuer of Marketable Securities	Relationship of Issuer to the Holding Company	Financial Statement Account	June 30, 2024				Note
				Number of Shares/Units	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Walsin Info-Electric Corp.	<u>Share</u> WTI Co.	-	Financial assets at fair value through other comprehensive income - non-current	228,000	\$ -	5.43	\$ -	
	Ufi Space Co., Ltd.	-	Financial assets at fair value through other comprehensive income - non-current	359,549	32,370	1.03	32,370	
	InSynerger Technology Co., Ltd.	-	Financial assets at fair value through other comprehensive income - non-current	750,000	28,767	6.60	28,767	
	K.S. Terminals Inc.	-	Financial assets at fair value through other comprehensive income - non-current	145,000	10,977	0.09	10,977	
	Landing AI	-	Financial assets at fair value through other comprehensive income - non-current	265,583	28,250	0.59	28,250	



PT. WAL SIN LIPPO INDUSTRIES

MARKETABLE SECURITIES HELD  
JUNE 30, 2024  
(In Thousands of U.S. Dollars)

Holding Company Name	Type and Name of Issuer of Marketable Securities	Relationship of Issuer to the Holding Company	Financial Statement Account	June 30, 2024				Note
				Number of Shares/Units	Carrying Amount	Percentage of Ownership (%)	Fair Value	
PT. Walsin Lippo Industries	<u>Government bonds</u> Indonesia Government Bonds	-	Financial assets at amortized cost - non-current	-	\$ 3,984	N/A	\$ 3,921	

COGNE ACCIAI SPECIALI S.P.A.

MARKETABLE SECURITIES HELD  
JUNE 30, 2024  
(In Thousands of Euro)

Holding Company Name	Type and Name of Issuer of Marketable Securities	Relationship of Issuer to the Holding Company	Financial Statement Account	June 30, 2024				Note
				Number of Shares/Units	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Cogne Acciai Speciali S.p.A.	<u>Share</u> Geo Storage	-	Financial assets at fair value through profit or loss - non-current	N/A	\$ 2	-	\$ 2	
	Metal Interconnector	-	Financial assets at fair value through profit or loss - non-current	2,114,787	2,144	1.64	2,144	
	<u>Corporate bonds</u> ETICA	-	Financial assets at amortized cost - current	-	0.4	N/A	0.4	
	<u>Mutual funds</u> ANIMA	-	Financial assets at amortized cost - current	-	4	N/A	4	
	ETICA	-	Financial assets at amortized cost - current	-	16	N/A	16	
	<u>Government bonds</u> Overseas Government Bonds	-	Financial assets at amortized cost - current	-	246	N/A	250	

TABLE 4

WALSIN LIHWA CORPORATION

MARKETABLE SECURITIES ACQUIRED OR DISPOSED OF AT COSTS OR PRICES OF AT LEAST NT\$300 MILLION OR 20% OF THE PAID-IN CAPITAL  
FOR THE SIX MONTHS ENDED JUNE 30, 2024  
(In Thousands of New Taiwan Dollars)

Company Name	Type and Name of Marketable Securities	Financial Statement Account	Purpose of Transaction/Counterparty	Relationship	Beginning Balance		Acquisition		Disposal				Ending Balance	
					Number of Shares	Amount	Number of Shares	Amount	Number of Shares	Amount	Carrying Amount	Gain (Loss) on Disposal	Number of Shares	Amount
Walsin Lihwa Corporation	Share Concord Industries Limited	Investments accounted for using the equity method	Capital investment	Subsidiaries	297,498,375	\$ 3,685,272	35,000,000	\$ 255,554 (Note 1)	-	\$ -	\$ -	\$ -	332,498,375	\$ 3,940,826
	Innovation West Mantewe Pte. Ltd.	Investments accounted for using the equity method	Capital investment, CNGR Hong Kong Material Science & Technology Co., Limited	-	40	2,444,727	2,600,000	98,689 (Note 1)	20	1,900,383	1,236,414 (Note 2)	663,969	2,600,020	1,309,354

Note 1: The amount included a capital increase in cash, recognized investment gain or loss, and changes in other equity.

Note 2: The amount included the disposal of related direct costs.

TABLE 4-1

WALSIN LIHWA HOLDINGS CORPORATION AND SUBSIDIARIES

MARKETABLE SECURITIES ACQUIRED OR DISPOSED OF AT COSTS OR PRICES OF AT LEAST NT\$300 MILLION OR 20% OF THE PAID-IN CAPITAL  
FOR THE SIX MONTHS ENDED JUNE 30, 2024  
(In Thousands of Renminbi)

Company Name	Type and Name of Marketable Securities	Financial Statement Account	Purpose of Transaction/ Counterparty	Relationship	Beginning Balance		Acquisition		Disposal				Ending Balance	
					Number of Shares	Amount	Number of Shares	Amount	Number of Shares	Amount	Carrying Amount	Gain (Loss) on Disposal	Number of Shares	Amount
Dongguan Walsin Wire & Cable Co., Ltd.	Share Hangzhou Walsin Power Cable & Wire Co., Ltd.	Investments accounted for using the equity method	Hangzhou Futong Group Co., Ltd.	-	-	\$ -	-	\$ 302,742 (Note)	-	\$ -	\$ -	\$ -	-	\$ 302,742 (Note)

Note: The amount included the purchase amount and recognized investment gain or loss.

WALSIN SINGAPORE PTE. LTD. AND SUBSIDIARIES

MARKETABLE SECURITIES ACQUIRED OR DISPOSED OF AT COSTS OR PRICES OF AT LEAST NT\$300 MILLION OR 20% OF THE PAID-IN CAPITAL  
FOR THE SIX MONTHS ENDED JUNE 30, 2024  
(In Thousands of U.S. Dollars)

Company Name	Type and Name of Marketable Securities	Financial Statement Account	Purpose of Transaction/ Counterparty	Relationship	Beginning Balance		Acquisition		Disposal				Ending Balance	
					Number of Shares	Amount	Number of Shares	Amount	Number of Shares	Amount	Carrying Amount	Gain (Loss) on Disposal	Number of Shares	Amount
Walsin Singapore Pte. Ltd.	Share PT. Westrong Metal Industry	Investments accounted for using the equity method	PT. Haum Nickel Industry	-	590,000	\$ 145,850	-	\$ -	590,000	\$ 146,000	\$ 146,007 (Note 1)	\$ (7) (Note 2)	-	\$ -
	Berg Holding Limited	Investments accounted for using the equity method	Indigo International Investment Limited	-	-	-	29,512,500	118,948 (Note 3)	-	-	-	-	29,512,500	118,948 (Note 3)

Note 1: The amount included the disposal of related direct costs.

Note 2: It is recorded under changes in capital surplus from investments in associates accounted for using the equity method.

Note 3: The amount included the purchase amount, recognized investment gains or loss and changes in other equity.

TABLE 4-3

COGNE ACCIAI SPECIALI S.P.A.

MARKETABLE SECURITIES ACQUIRED OR DISPOSED OF AT COSTS OR PRICES OF AT LEAST NT\$300 MILLION OR 20% OF THE PAID-IN CAPITAL  
FOR THE SIX MONTHS ENDED JUNE 30, 2024  
(In Thousands of Euro)

Company Name	Type and Name of Marketable Securities	Financial Statement Account	Purpose of Transaction/ Counterparty	Relationship	Beginning Balance		Acquisition		Disposal				Ending Balance	
					Number of Shares	Amount	Number of Shares	Amount	Number of Shares	Amount	Carrying Amount	Gain (Loss) on Disposal	Number of Shares	Amount
Cogne Acciai Speciali S.p.A.	Share Com.Steel Inox S.p.A.	Investments accounted for using the equity method	Com.Steel S.p.A.	-	-	\$ -	1,300,000	\$ 27,747 (Note)	-	\$ -	\$ -	\$ -	1,300,000	\$ 27,747

Note: The amount included the purchase amount, recognized investment gain or loss and changes in other equity.

TABLE 4-4

CONCORD INDUSTRIES LIMITED AND SUBSIDIARIES

MARKETABLE SECURITIES ACQUIRED OR DISPOSED OF AT COSTS OR PRICES OF AT LEAST NT\$300 MILLION OR 20% OF THE PAID-IN CAPITAL  
FOR THE SIX MONTHS ENDED JUNE 30, 2024  
(In Thousands of Renminbi)

Company Name	Type and Name of Marketable Securities	Financial Statement Account	Purpose of Transaction/ Counterparty	Relationship	Beginning Balance		Acquisition		Disposal				Ending Balance	
					Number of Shares	Amount	Number of Shares	Amount	Number of Shares	Amount	Carrying Amount	Gain (Loss) on Disposal	Number of Shares	Amount
Concord Industries Limited	Share Yantai Walsin Stainless Steel Co., Ltd.	Investments accounted for using the equity method	Capital investment	Subsidiaries	-	\$ 212,927	-	\$ 249,172 (Note)	-	\$ -	\$ -	\$ -	-	\$ 462,099 (Note)

Note: The amount included the purchase amount, recognized investment gain or loss and changes in other equity.

**TABLE 5**

**WALSIN LIHWA CORPORATION**

**TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL  
FOR THE SIX MONTHS ENDED JUNE 30, 2024  
(In Thousands of New Taiwan Dollars)**

Company Name	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note
			Purchase/ Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total	
Walsin Lihwa Corporation	Kuang Tai Metal Industrial Co., Ltd.	Director of the related party	Sales	\$ (821,541)	(2)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	\$ 39,639	1	
	Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	100% indirectly owned subsidiary	Sales	(139,007)	-	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	71,078	2	
	Novametal SA	Substantive related party	Sales	(130,267)	-	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	111,652	3	
	Walsin Singapore Pte. Ltd.	100% directly owned subsidiary	Purchase	10,021,437	25	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(111,586)	(3)	



TABLE 5-1

CONCORD INDUSTRIES LIMITED AND SUBSIDIARIES

TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL  
FOR THE SIX MONTHS ENDED JUNE 30, 2024  
(In Thousands of Renminb, U.S. Dollars and New Taiwan Dollars)

Company Name	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note
			Purchase/ Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total	
Yantai Walsin Stainless Steel Co., Ltd.	Changshu Walsin Specialty Steel Co., Ltd.	Both are subsidiaries of Concord Industries Limited	Sales	RMB (126,249)	(7)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	RMB 28,525	8	
	Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Both are subsidiaries of Concord Industries Limited	Sales	RMB (173,048)	(9)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	RMB 68,743	18	
	Walsin Singapore Pte. Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Purchase	RMB 25,725	17	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	US\$ (94)	-	
Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Walsin Lihwa Corporation	Parent company	Purchase	139,007	14	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(71,078)	(10)	
	Yantai Walsin Stainless Steel Co., Ltd.	Both are subsidiaries of Concord Industries Limited	Purchase	RMB 173,048	80	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	RMB (68,743)	(42)	
Changshu Walsin Specialty Steel Co., Ltd.	Yantai Walsin Stainless Steel Co., Ltd.	Both are subsidiaries of Concord Industries Limited	Purchase	RMB 126,249	43	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	RMB (28,525)	(19)	

**TABLE 5-2**

**WALSIN SINGAPORE PTE. LTD. AND SUBSIDIARIES**

**TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL  
FOR THE SIX MONTHS ENDED JUNE 30, 2024  
(In Thousands of U.S. Dollars)**

Company Name	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note
			Purchase/ Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total	
Walsin Singapore Pte. Ltd.	Walsin Lihwa Corporation	Parent company	Sales	US\$ (314,142)	(76)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	US\$ 3,439	9	
	Yantai Walsin Stainless Steel Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Sales	US\$ (25,725)	(6)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	US\$ 94	-	
	PT. Sunny Metal Industry	Subsidiary	Purchase	US\$ 22,608	6	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	US\$ (17,639)	(14)	
	PT.Walhsu Metal Industry	Subsidiary	Purchase	US\$ 44,649	11	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	US\$ (33,361)	(26)	
PT. Sunny Metal Industry	Walsin Singapore Pte. Ltd.	Parent company	Sales	US\$ (22,608)	(8)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	US\$ 17,639	11	
	PT.Walhsu Metal Industry	Subsidiary	Sales	US\$ (59,418)	(20)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	US\$ 65,834	42	
PT.Walhsu Metal Industry	Walsin Singapore Pte. Ltd.	Parent company	Sales	US\$ (44,649)	(100)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	US\$ 33,361	100	
	PT. Sunny Metal Industry	Parent company	Purchase	US\$ 59,418	90	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	US\$ (65,834)	(96)	

WALSIN LIHWA CORPORATION

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL  
JUNE 30, 2024  
(In Thousands of New Taiwan Dollars)

Company Name	Related Party	Relationship	Financial Statement Account and Ending Balance	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Bad Debts
					Amount	Action Taken		
Walsin Lihwa Corporation	Novametal SA	Substantive related party	Trade receivables \$ 111,652	2.75	\$ -	-	\$ -	\$ -
	Walsin Singapore Pte. Ltd.	100% directly owned subsidiary	Other receivables 510,944	-	-	-	-	-
	Borrego Energy Holdings, LLC	72.55% indirectly owned subsidiary	Other receivables 251,023	-	-	-	-	-
	Borrego Energy, LLC	72.55% indirectly owned subsidiary	Other receivables 706,916	-	-	-	-	-

TABLE 6-1

WALSIN LIHWA HOLDINGS LIMITED AND SUBSIDIARIES

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL  
JUNE 30, 2024  
(In Thousands of Renminbi and U.S. Dollars)

Company Name	Related Party	Relationship	Financial Statement Account and Ending Balance	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Bad Debts
					Amount	Action Taken		
Walsin Lihwa Holdings Limited	Walsin (China) Investment Co., Ltd.	100% owned subsidiary	Other receivables RMB 230,713	-	\$ -	-	\$ -	\$ -
Walsin (China) Investment Co., Ltd.	Yantai Walsin Stainless Steel Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables RMB 2,168,346	-	-	-	-	-
	Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables RMB 374,541	-	-	-	-	-
	Jiangyin Walsin Steel Cable Co., Ltd.	100% owned subsidiary	Other receivables RMB 48,967	-	-	-	-	-
	XiAn Walsin Metal Product Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables RMB 184,028	-	-	-	-	-
	Nanjing Taiwan Trade Mart Management Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables RMB 101,870	-	-	-	-	-
Walsin International Investments Limited	Walsin Lihwa Corporation	Parent company	Other receivables US\$ 56,102	-	-	-	-	-
	Walsin (China) Investment Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables RMB 3,477,322	-	-	-	-	-

Note: Amounts are stated in thousands of Renminbi, except those stated in thousands of U.S. dollars.

CONCORD INDUSTRIES LIMITED AND SUBSIDIARIES

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL  
JUNE 30, 2024  
(In Thousands of Renminbi)

Company Name	Related Party	Relationship	Financial Statement Account and Ending Balance	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Bad Debts
					Amount	Action Taken		
Yantai Walsin Stainless Steel Co., Ltd.	Changshu Walsin Specialty Steel Co., Ltd.	Both are subsidiaries of Concord Industries Limited	Trade receivables     \$     28,525	8.88	\$       -	-	\$       -	\$       -
	Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Both are subsidiaries of Concord Industries Limited	Trade receivables         68,743	7.29	-	-	54,733	-
	Walsin (China) Investment Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables       673,101	-	-	-	-	-
Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Walsin (China) Investment Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables       192,385	-	-	-	-	-

WALSIN SINGAPORE PTE. LTD. AND SUBSIDIARIES

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL  
JUNE 30, 2024  
(In Thousands of U.S. Dollars)

Company Name	Related Party	Relationship	Financial Statement Account and Ending Balance	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Bad Debts	
					Amount	Action Taken			
Walsin Singapore Pte. Ltd.	Walsin Lihwa Corporation PT. Sunny Metal Industry Walsin Lihwa Europe S.a r.l.	Parent company Subsidiary Both are subsidiaries of Walsin Lihwa Corporation	Trade receivables	\$ 3,439	166.48	\$ -	-	\$ 3,439	\$ -
			Other receivables	327,456	-	-	-	-	-
			Other receivables	32,316	-	-	-	-	-
PT. Sunny Metal Industry	Walsin Singapore Pte. Ltd. PT. Walhsu Metal Industry PT. Walhsu Metal Industry	Parent company Subsidiary Subsidiary	Trade receivables	17,639	5.13	-	-	14,523	-
			Trade receivables	65,834	3.61	-	-	2,454	-
			Other receivables	53,159	-	-	-	-	-
PT. Walhsu Metal Industry	Walsin Singapore Pte. Ltd.	Parent company	Trade receivables	33,361	5.35	-	-	-	-

**TABLE 6-4**

**WALSIN INFO-ELECTRIC CORP.**

**RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL**  
**JUNE 30, 2024**  
**(In Thousands of New Taiwan Dollars)**

Company Name	Related Party	Relationship	Financial Statement Account and Ending Balance	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Bad Debts
					Amount	Action Taken		
Walsin Info-Electric Corp.	Walsin Lihwa Corporation	Parent company	Other receivables      \$ 100,881	-	\$ -	-	\$ -	\$ -

TABLE 6-5

COGNE ACCIAI SPECIALI S.P.A

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL  
JUNE 30, 2024  
(In Thousands of GBP)

Company Name	Related Party	Relationship	Financial Statement Account and Ending Balance	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Bad Debts
					Amount	Action Taken		
Cogne Acciai Speciali S.p.a.	Special Melted Products Limited	Parent to subsidiary	Other receivables      GBP   6,152	-	\$           -	-	\$           -	\$           -



**TABLE 7**

**WALSIN LIHWA CORPORATION AND SUBSIDIARIES**

**NAMES, LOCATIONS, AND RELATED INFORMATION OF INVESTEEES OVER WHICH THE GROUP EXERCISES SIGNIFICANT INFLUENCE  
FOR THE SIX MONTHS ENDED JUNE 30, 2024  
(In Thousands of New Taiwan Dollars, U.S. Dollars, Hong Kong Dollars and Euro)**

Information of investees that Walsin Lihwa Corporation has controlling power or significant influence was as follows:

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		Balance as of June 30, 2024			Net Income (Loss) of the Investee	Investment Gain (Loss)	Note
				June 30, 2024	December 31, 2023	Number of Shares	Percentage of Ownership (%)	Carrying Amount			
Walsin Lihwa Corporation	Walsin Lihwa Holdings Limited	British Virgin Islands	Investments holding	\$ 103,022	\$ 103,022	2,730,393	100.00	\$ 21,927,459	\$ 255,005	\$ 254,881	
	Concord Industries Limited	British Virgin Islands	Investments holding	14,408,033	13,274,435	332,498,375	100.00	3,940,827	(916,387)	(916,387)	
	Ace Result Global Limited	British Virgin Islands	Investments holding	1,587,416	1,587,416	44,739,988	100.00	418,274	16,767	16,767	
	Min Maw Precision Industry Corp.	Taiwan	Solar power systems management, design, and installation	180,368	180,368	37,058,059	100.00	427,737	14,624	17,885	
	Waltuo Green Resources Corporation	Taiwan	Waste disposal, resource recovery and cement products	10,000	10,000	1,828,287	100.00	4,436	(4,815)	(4,815)	
	Chin-Cherng Construction Co.	Taiwan	Investment in the construction of residential, sale of commercial buildings, rental design and interior decoration business	135,412	135,412	529,955,805	99.22	5,522,461	(137,666)	(136,607)	
	Walsin Info-Electric Corp.	Taiwan	Mechanical and electrical, communications, and power systems	270,034	270,034	29,854,246	99.51	340,628	1,214	1,208	
	PT. Walsin Lippo Industries	Indonesia	Steel wires	481,663	481,663	10,500	70.00	1,032,933	41,073	28,751	
	PT. Walsin Lippo Kabel	Indonesia	Production and sale of cables and wires	12,004	12,004	2,999,500	70.00	11,625	(214)	(150)	
	Joint Success Enterprises Limited	British Virgin Islands	Investments holding	689,979	689,979	21,344,562	49.05	4,304,937	(293,097)	(143,764)	
	Chin-Xin Investment Co., Ltd.	Taiwan	Investments	2,237,969	2,237,969	179,468,270	37.00	7,674,095	256,189	94,790	
	Tsai Yi Corporation	Taiwan	Management and investments holding	457,610	457,610	49,831,505	33.97	1,053,659	21,129	6,887	
	Concord II Venture Capital Co., Ltd.	Taiwan	Venture capital and consulting affairs	257,860	257,860	26,670,699	26.67	171,578	6,844	1,001	
	Winbond Electronics Corp.	Taiwan	Research, development, production and sale of semiconductors and related components	8,211,615	8,211,615	919,380,016	21.99	20,185,377	1,258,675	276,783	
	Walton Advanced Engineering, Inc.	Taiwan	Production, sale, and testing of semiconductors	1,185,854	1,185,854	109,628,376	21.17	2,278,281	213,390	49,977	
	Walsin Technology Corp.	Taiwan	Production and sale of ceramic capacitors	1,649,039	1,649,039	88,902,325	18.30	9,195,694	1,615,392	233,251	
	PT. Walsin Nickel Industrial Indonesia	Indonesia	Production and sale of nickel pig iron	1,509,171	1,509,171	500,000	50.00	5,697,688	511,372	270,091	
	Walsin Precision Technology Corp.	Malaysia	Production and sale of stainless steel plates	434,994	434,994	32,178,385	100.00	586,351	17,971	17,971	
	Walsin Singapore Pte. Ltd.	Singapore	Investments holding	26,357,910	26,357,910	733,000,000	100.00	32,464,004	404,157	208,696	
	Walsin Energy Cable System Co., Ltd.	Taiwan	Submarine communication cables	2,700,000	2,700,000	270,000,000	90.00	2,591,875	(90,337)	(81,783)	
	Walsin Lihwa Europe S.a r.l.	Luxembourg	Investments holding	11,560,560	11,560,560	12,000	100.00	9,618,095	131,190	131,190	
	PT. Walsin Research Innovation Indonesia	Indonesia	Consulting and management	43,669	43,669	13,930	99.50	32,524	(3,868)	(3,849)	
	Walsin America, LLC	USA	Investments	196,654	196,654	N/A	100.00	(459,212)	(62,846)	(62,846)	
	PT. CNGR Walsin New Energy and Technology Indonesia	Indonesia	Investments holding	300,000	300,000	140,651	29.17	291,838	(4,679)	(1,365)	
	Innovation West Mantewe Pte. Ltd.	Singapore	Investments holding	1,310,393	2,452,575	2,600,020	20.00	1,309,354	65,231	20,975	
	PT CNGR Walsin New Mining Industry Investment Indonesia	Indonesia	Investments holding	46,929	46,929	22,257	29.17	38,194	(25,591)	(7,034)	
Walsin Lihwa Holding Limited	Walsin International Investments Limited	Hong Kong	Investments	HK\$ 3,802,165	HK\$ 3,802,165	3,802,164,702	100.00	17,703,500	(368,454)	(368,454)	
	Walcom Chemicals Industrial Limited	Hong Kong	Commerce	US\$ 0.030	US\$ 0.030	325,000	65.00	0.870	-	-	
Walsin America, LLC	Borrego Energy Holdings, LLC	USA	Investments	US\$ 38,147	US\$ 38,147	N/A	72.55	(463,003)	(82,861)	(60,116)	
Borrego Energy Holdings, LLC	Borrego Energy, LLC	USA	Grid-connected solar electric systems	US\$ 52,576	US\$ 52,576	N/A	100.00	(638,185)	(82,861)	(82,861)	
	Cleanleaf Energy Holdings, Inc	USA	Investments	US\$ 7,500	US\$ -	1,266,000	100.00	160,963	(78,564)	(78,564)	
Concord Industries Limited	Walsin Specialty Steel Corp.	British Virgin Islands	Commerce and investments	US\$ 82,893	US\$ 82,893	82,893,195	100.00	1,597,007	181,752	181,752	

(Continued)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		Balance as of June 30, 2024			Net Income (Loss) of the Investee	Investment Gain (Loss)	Note
				June 30, 2024	December 31, 2023	Number of Shares	Percentage of Ownership (%)	Carrying Amount			
Chin-Cherng Construction Co.	Joint Success Enterprises Limited	British Virgin Islands	Investments	\$ 725,493	\$ 725,493	22,175,438	50.95	\$ 4,408,730	\$ (293,097)	\$ (149,333)	
	Dinghsin Development Co., Ltd.	Taiwan	Investment of real estate and related business	8,540	8,540	2,119,200	35.32	37,739	6,518	2,302	
	Concord II Venture Capital Co., Ltd.	Taiwan	Venture capital and consulting affairs	1,603	1,603	172,342	0.17	1,109	6,844	12	
	Chin-Xin Investment Co., Ltd.	Taiwan	Investments	54,154	54,154	3,264,092	0.67	140,873	256,189	1,716	
Walsin Singapore Pte. Ltd.	PT. Walsin Nickel Industrial Indonesia	Indonesia	Production and sale of nickel pig iron	US\$ 42,000	US\$ 42,000	420,000	42.00	4,945,931	511,372	214,776	
	PT. Sunny Metal Industry	Indonesia	Manufacture and sale of nickel matte	US\$ 200,000	US\$ 200,000	50,100	50.10	6,747,519	413,741	(21,242)	
	PT. Westrong Metal Industry	Indonesia	Manufacture and sale of nickel matte	US\$ - (Note 1)	US\$ 146,000	-	-	-	11,731	3,461	
	Berg Holding Limited	Hong Kong	Investments holding	US\$ 118,644	US\$ -	29,512,500	75.00	3,859,860	233,390	49,014	
Walsin Lihwa Europe S.a r.l.	MEG S.A.	Luxembourg	Investments holding	EUR 347,216	EUR 347,216	8,277	90.21	11,560,628	209,687	189,158	
MEG S.A.	Cogne Acciai Speciali S.p.A.	Italy	Production and sale of stainless steel	EUR 155,988	EUR 155,988	314,705,934	77.60	14,303,159	272,104	211,153	
PT. Sunny Metal Industry	PT. Walhsu Metal Industry	Indonesia	Manufacture and sale of nickel matte	US\$ 18,581	US\$ 9,491	18,581,400	99.90	429,446	(4,526)	(42,644)	
PT. Walsin Nickel Industrial Indonesia	PT. Walhsu Metal Industry	Indonesia	Manufacture and sale of nickel matte	US\$ 18	US\$ 9	18,600	0.10	600	(4,526)	(5)	
Min Maw Precision Industry Corp.	PT. Walsin Research Innovation Indonesia	Indonesia	Consulting and management	224	224	70	0.50	167	(3,868)	(19)	
Berg Holding Limited	PT. Sunny Metal Industry	Indonesia	Manufacture and sale of nickel matte	US\$ 59,443	US\$ -	39,350	39.35	2,166,362	413,741	162,807	

Note 1: Walsin Singapore Pte. Ltd. disposed of all of the shares of PT. Westrong Metal Industry in January 2024.

Note 2: Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of U.S. dollars, Euro and Hong Kong dollars.

(Concluded)

TABLE 8

WALSIN LIHWA CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA  
FOR THE SIX MONTHS ENDED JUNE 30, 2024  
(In Thousands of New Taiwan Dollars, U.S. Dollars, Renminbi, and Euro)

1. The names of investee companies in mainland China, their main businesses and products, total amount of paid-in capital, investment type, investment flows, percentage of ownership in investment, investment gain or loss, carrying amount, accumulated inward remittance of earnings and upper limit on investment in mainland China were as follows:

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2024	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of June 30, 2024	Net Income (Loss) of the Investee	Ownership of Direct or Indirect Investment (%)	Investment Gain (Loss) (Note 17)	Carrying Amount as of June 30, 2024	Accumulated Repatriation of Investment Income as of June 30, 2024
					Outward	Inward						
Jiangyin Walsin Steel Cable Co., Ltd.	Manufacture and sale of steel cables and wires	\$ 649,000 (US\$ 20,000)	b	\$ 845,030 (US\$ 26,041) (Note 2)	\$ - -	\$ - -	\$ 845,030 (US\$ 26,041) (Note 2)	\$ (13,950)	100.00	\$ (13,950)	\$ 750,748	\$ -
Shanghai Walsin Lihwa Power Wire & Cable Co., Ltd.	Manufacture and sale of cables and wires	507,096 (US\$ 15,627)	b	485,322 (US\$ 14,956) (Note 3)	- -	- -	485,322 (US\$ 14,956) (Note 3)	2,464	95.71	2,356	618,076	-
Hangzhou Walsin Power Cable & Wire Co., Ltd.	Manufacture and sale of cables and wires	5,778,696 (US\$ 178,080)	b	2,738,131 (US\$ 84,380) (Note 4)	- -	- -	2,738,131 (US\$ 84,380) (Note 4)	79,572	100.00	25,759	2,169,945	-
Walsin (China) Investment Co., Ltd.	Investments	2,550,570 (US\$ 78,600)	b	2,550,570 (US\$ 78,600) (Note 5)	- -	- -	2,550,570 (US\$ 78,600) (Note 5)	(109,626)	100.00	(109,626)	4,168,920	-
Changshu Walsin Specialty Steel Co., Ltd.	Manufacture and sale of specialized steel tubes	3,147,650 (US\$ 97,000)	b	3,147,650 (US\$ 97,000) (Note 6)	- -	- -	3,147,650 (US\$ 97,000) (Note 6)	181,644	100.00	181,644	1,549,907	-
Dongguan Walsin Wire & Cable Co., Ltd.	Manufacture and sale of bare copper cables and wires	843,700 (US\$ 26,000)	b	843,700 (US\$ 26,000) (Note 7)	- -	- -	843,700 (US\$ 26,000) (Note 7)	(23,340)	100.00	(23,340)	1,474,717	-
Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Manufacture and sale of cold-rolled stainless steel and flat rolled products	1,590,050 (US\$ 49,000)	b	1,590,050 (US\$ 49,000) (Note 8)	- -	- -	1,590,050 (US\$ 49,000) (Note 8)	(424,385)	100.00	(424,385)	1,081,473	-
XiAn Walsin Metal Product Co., Ltd. (Note 11)	Manufacture and sale of specialized stainless steel plates	1,796,108 (US\$ 55,350)	b	978,368 (US\$ 30,150)	- -	- -	978,368 (US\$ 30,150)	(46,433)	100.00	(46,433)	(932,760)	-
Yantai Walsin Stainless Steel Co., Ltd.	Production and sale of electronic components and new alloy materials	12,008,609 (US\$ 370,065) (Note 9)	b	6,909,481 (US\$ 212,927)	1,135,750 (US\$ 35,000)	- -	8,045,231 (US\$ 247,927)	(1,106,610)	100.00	(1,106,610)	2,747,960	-

(Continued)

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2024	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of June 30, 2024	Net Income (Loss) of the Investee	Ownership of Direct or Indirect Investment (%)	Investment Gain (Loss) (Note 17)	Carrying Amount as of June 30, 2024	Accumulated Repatriation of Investment Income as of June 30, 2024
					Outward	Inward						
Changzhou China Steel Precision Materials Co., Ltd.	Melting and forging of nonferrous metallic materials and composites as well as new types of alloys	\$ 1,414,820 (US\$ 43,600) (Note 13)	b	\$ 424,446 (US\$ 13,080)	\$ - -	\$ - -	\$ 42,446 (US\$ 13,080)	\$ 49,584	30.00	\$ 14,875	\$ 531,967	\$ 1,027,205 (US\$ 31,655)
Nanjing Taiwan Trade Mart Management Co., Ltd.	Business and asset management, consulting and advertising services	32,450 (US\$ 1,000)	b	32,450 (US\$ 1,000)	- -	- -	32,450 (US\$ 1,000)	4,385	100.00	4,385	(548,892)	
Dong Guan Cogne Steel Products Co., Ltd	Stainless steel products	801,419 (EUR 23,089)	b	- (EUR -)	- -	- -	- (EUR -)	10,736	70.00	7,515	594,624	
Shaanxi Tianhong Silicon Industrial Corporation	Polysilicon production	5,464,056 (RMB 1,200,000)	b	- (US\$ -)	- -	- -	- (US\$ -)	-	19.00	-	- (Note 10)	
Jiangsu Taiwan Trade Mart Development Co., Ltd.	Development and management of Nanjing Taiwan Trade Mart Management Co., Ltd.	45,534 (RMB 10,000)	b	9,865 (US\$ 304)	- -	- -	9,865 (US\$ 304)	-	20.00	-	10,268	
Shaanxi Electronic Group Optoelectronics Technology Co., Ltd. (Note 12)	Communications equipment and electronic components	708,492 (RMB 155,597)	b	- (RMB -)	- -	- -	- (RMB -)	9,031	6.02	-	52,787	
Walsin (Nanjing) Development Co., Ltd.	Construction, rental and sale of buildings and industrial factories	1,622,500 (US\$ 50,000)	b	1,610,010 (US\$ 49,800) (Note 14)	- -	- -	1,616,010 (US\$ 49,800) (Note 14)	(293,045)	99.60	(291,881)	8,676,598	
Nanjing Walsin Property Management Co., Ltd.	Property management, business management and housing leasing	4,553 (RMB 1,000)	b	- (RMB -)	- -	- -	- (RMB -)	1,844	99.60	1,836	(20,895)	
Hangzhou Futong Electric Industries Co., Ltd.	Power cable accessories and technology development, technical service, technical advisory	455,338 (RMB 100,000)	b	- (RMB -)	- -	- -	- (RMB -)	10,350	51.00	8,438	130,099	-

2. The upper limit on investment of WLC in mainland China was as follows:

Accumulated Outward Remittance for Investment in Mainland China as of June 30, 2024 (NT\$ and US\$ in Thousands)	Investment Amounts Authorized by the Investment Commission, MOEA (NT\$ and US\$ in Thousands)	Upper Limit on the Amount of Investments Stipulated by the Investment Commission, MOEA (NT\$ in Thousands)
\$ 20,757,876 (US\$ 639,688)	\$ 21,240,440 (US\$ 654,559)	(Note 18)

Note 1: Investments can be classified into three categories as follow:

- a. Direct investment in mainland China.
- b. Reinvestment in mainland China through companies in a third country companies.
- c. Others.

Note 2: Including US\$15,000 thousand investment through Walsin (China) Investment Co., Ltd.

Note 3: Including US\$14,950 thousand investment through Walsin (China) Investment Co., Ltd.

(Continued)

- Note 4: Including US\$13,300 thousand investment through Walsin (China) Investment Co., Ltd., US\$53,000 thousand investment through Ace Result Global Ltd. and US\$22,730 thousand dividends appropriated from Dongguan Walsin Wire & Cable Co., Ltd., Jiangying Walsin Steel Cable Co., Ltd., Shanghai Walsin Lihwa Power Wire & Cable Co., Ltd. and Hangzhou Walsin Power Cable & Wire Co., Ltd.
- Note 5: Capital investment of US\$28,600 thousand was contributed from the accounts payable of Walsin (China) Investment Co., Ltd. to Walsin Lihwa Holdings Limited.
- Note 6: Including US\$20,000 thousand investment through Walsin Specialty Steel Corp. and US\$42,000 thousand dividends appropriated from Changshu Walsin Specialty Steel Co., Ltd. and Shanghai Baihe Walsin Lihwa Specialty Steel Co., Ltd.
- Note 7: Investment through Walsin (China) Investment Co., Ltd.
- Note 8: Including investments through Walsin (China) Investment Co., Ltd. of US\$4,500 thousand and US\$4,500 thousand of the own capital of Walsin (China) Investment Co., Ltd.
- Note 9: Including investments of its own capital of RMB578,796 thousand from Shanghai Baihe Walsin Lihwa Specialty Steel Co., Ltd., Changzhou Wujin NSL Co., Ltd. and Changshu Walsin Specialty Steel Co., Ltd. and RMB3,750 thousand investments through Changzhou Wujin NSL Co., Ltd. Including US\$32,927 thousand investment through Yantai Huanghai Iron and Steel Co., Ltd. and Yantai Dazhong Recycling Resource Co., Ltd. which were merged.
- Note 10: The amount was adjusted by the capital of XiAn Lv Jing Technology Co., Ltd. of RMB228,000 thousand and by the fair value.
- Note 11: XiAn Walsin Metal Product Co., Ltd. merged XiAn Lv Jing Technology Co., Ltd. and XiAn Walsin Opto-electronic Limited.
- Note 12: Shaanxi Electronic Group Optoelectronics Technology Co., Ltd. was formerly known as Shaanxi Optoelectronics Technology Co., Ltd.
- Note 13: The amount included capitalization of retained earnings of US\$7,280 thousand.
- Note 14: The amount included investment through Joint Success Enterprise Limited approved in the previous years.
- Note 15: Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of U.S. dollars, Renminbi and Euro.
- Note 16: The currency exchange rates of June 30, 2024 were as follows: US\$ to NT\$ = 1:32.45, RMB to NT\$ = 1:4.55388, EUR to NT\$ = 1:34.71. The average exchange rates as of June 30, 2024 were as follows: US\$ to NT\$ = 1:31.901, RMB to NT\$ = 1:4.48847, EUR to NT\$ = 1:34.49586.
- Note 17: The basis for recognizing investment gains and losses in the current period is the financial report reviewed by an international accounting firm that has a cooperative relationship with the accounting firm of the Republic of China.
- Note 18: Upper limit on investment:
- WLC was approved as the operation headquarter by the Industrial Development Bureau, Ministry of Economic Affairs and is thus exempted from the related regulations of “Regulations Governing the Approval of Investment or Technical Cooperation in Mainland China”.

(Concluded)

CHIN-CHERNG CONSTRUCTION CO. AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA  
FOR THE SIX MONTHS ENDED JUNE 30, 2024  
(In Thousands of U.S. Dollars and Renminbi)

1. The names of investee companies in mainland China, main businesses and products, total amount of paid-in capital, investment type, investment flows, percentage of ownership in investment, investment gain or loss, carrying amount, accumulated inward remittance of earnings and upper limit on investment in mainland China were as follows:

(In Thousands of U.S. Dollars and Renminbi)

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2024	Remittance of Funds		Accumulated Outward Remittance for Taiwan as of June 30, 2024	Net Income (Loss) of the Investee	Ownership of Direct or Indirect Investment (%)	Investment Gain (Loss) (Note 2)	Carrying Amount as of June 30, 2024	Accumulated Repatriation of Investment Income as of June 30, 2024
					Outward	Inward						
Walsin (Nanjing) Development Co., Ltd	Construction, rental and sale of buildings and industrial factories	US\$ 50,000	Note 1	US\$ 25,475	\$ -	\$ -	US\$ 25,475	\$ (65,288)	50.95	\$ (33,264)	\$ 974,741	\$ -
Nanjing Walsin Property Management Co., Ltd.	Property management, business management and housing leasing	1,000	Note 1	-	-	-		411	50.95	209	(2,348)	-

2. The upper limit on investment in mainland China

Accumulated Outward Remittance for Investment in Mainland China as of June 30, 2024 (NT\$ and US\$ in Thousands)	Investment Amounts Authorized by the Investment Commission, MOEA (NT\$ and US\$ in Thousands)	Upper Limit on the Amount of Investments Stipulated by the Investment Commission, MOEA (NT\$ in Thousands)
US\$25,475	US\$25,475	NT\$3,339,524 (Note 3)

Note 1: Investing in companies in mainland China through the companies already established and existing in the areas other than Taiwan and mainland China.

Note 2: The basis for recognizing investment gains and losses in the current period is the financial statements reviewed by an international accounting firm that has a cooperative relationship with the accounting firm of the Republic of China.

Note 3: The upper limit on investment in mainland China was as follows:

$$\text{NT\$5,565,874 thousand} \times 60\% = \text{NT\$3,339,524 thousand}.$$

Note 4: Amounts are stated in thousand of Renminbi, except those stated in thousands of U.S. dollars.

**TABLE 9**

**WALSIN LIHWA CORPORATION AND INVESTEES**

**INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS  
FOR THE SIX MONTHS ENDED JUNE 30, 2024  
(In Thousands of New Taiwan Dollars, U.S. Dollars, Renminbi and GBP)**

No.	Company Name	Counterparty	Relationship	Transaction Details			
				Financial Statement Accounts	Amount	Payment Terms	Percentage of Consolidated Total Gross Sales or Total Assets (%)
0	Walsin Lihwa Corporation	Walsin Singapore Pte. Ltd.	Transactions between parent company and subsidiaries	Other receivables	\$ 510,944	The terms are set by quotations on the local market and are similar to those of general customers	-
		Borrego Energy Holdings, LLC	Transactions between parent company and subsidiaries	Other receivables	251,023	Based on capital demand	-
		Borrego Energy, LLC	Transactions between parent company and subsidiaries	Other receivables	706,916	Based on capital demand	-
		Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Transactions between parent company and subsidiaries	Sales	139,007	The terms are set by quotations on the local market and are similar to those of general customers	-
1	Walsin Lihwa Holdings Limited	Walsin (China) Investment Co., Ltd.	Transactions between parent company and subsidiaries	Other receivables	RMB 230,713	Based on capital demand	-
2	Walsin (China) Investment Co., Ltd.	Yantai Walsin Specialty Steel Co., Ltd.	Transactions between subsidiaries	Other receivables	RMB 2,168,346	Based on capital demand	4
		Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Transactions between subsidiaries	Other receivables	RMB 374,541	Based on capital demand	1
		Jiangyin Walsin Steel Cable Co., Ltd.	Transactions between parent company and subsidiaries	Other receivables	RMB 48,967	Based on capital demand	-
		XiAn Walsin Metal Product Co., Ltd.	Transactions between subsidiaries	Other receivables	RMB 184,028	Based on capital demand	-
		Nanjing Taiwan Trade Mart Management Co., Ltd.	Transactions between subsidiaries	Other receivables	RMB 101,870	Based on capital demand	-
3	Walsin International Investments Limited	Walsin Lihwa Corporation	Transactions between subsidiaries and parent company	Other receivables	US\$ 56,102	Based on capital demand	1
		Walsin (China) Investment Co., Ltd.	Transactions between subsidiaries	Other receivables	RMB 3,477,322	Based on capital demand	6

(Continued)

No.	Company Name	Counterparty	Relationship	Transaction Details			
				Financial Statement Accounts	Amount	Payment Terms	Percentage of Consolidated Total Gross Sales or Total Assets (%)
4	Yantai Walsin Stainless Steel Co., Ltd.	Walsin (China) Investment Co., Ltd.	Transactions between subsidiaries	Other receivables	RMB 673,101	Based on capital demand	-
		Changshu Walsin Specialty Steel Co., Ltd.	Transactions between subsidiaries	Trade receivables	RMB 28,525	The terms are set by quotations on the local market and are similar to those of general customers	-
		Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Transactions between subsidiaries	Trade receivables	RMB 68,743	The terms are set by quotations on the local market and are similar to those of general customers	-
		Changshu Walsin Specialty Steel Co., Ltd.	Transactions between subsidiaries	Sales	RMB 126,249	The terms are set by quotations on the local market and are similar to those of general customers	1
		Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Transactions between subsidiaries	Sales	RMB 173,048	The terms are set by quotations on the local market and are similar to those of general customers	1
5	Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Walsin (China) Investment Co., Ltd.	Transactions between subsidiaries	Other receivables	RMB 192,385	Based on capital demand	-
6	Walsin Singapore Pte. Ltd.	PT. Sunny Metal Industry	Transactions between parent company and subsidiaries	Other receivables	US\$ 327,456	Based on capital demand	4
		Walsin Lihwa Europe S.a r.l.	Transactions between subsidiaries	Other receivables	US\$ 32,316	Based on capital demand	-
		Walsin Lihwa Corporation	Transactions between subsidiaries and parent company	Trade receivables	US\$ 3,439	The terms are set by quotations on the local market and are similar to those of general customers	-
		Walsin Lihwa Corporation	Transactions between subsidiaries and parent company	Sales	US\$ 314,412	The terms are set by quotations on the local market and are similar to those of general customers	11
		Yantai Walsin Specialty Steel Co., Ltd.	Transactions between subsidiaries	Sales	US\$ 25,725	The terms are set by quotations on the local market and are similar to those of general customers	1
7	PT. Sunny Metal Industry	PT. Walhsu Metal Industry	Transactions between parent company and subsidiaries	Other receivables	US\$ 53,159	Based on capital demand	1
		Walsin Singapore Pte. Ltd.	Transactions between subsidiaries and parent company	Trade receivables	US\$ 17,639	The terms are set by quotations on the local market and are similar to those of general customers	-
		PT. Walhsu Metal Industry	Transactions between parent company and subsidiaries	Trade receivables	US\$ 65,834	The terms are set by quotations on the local market and are similar to those of general customers	1
		Walsin Singapore Pte. Ltd.	Transactions between subsidiaries and parent company	Sales	US\$ 22,608	The terms are set by quotations on the local market and are similar to those of general customers	1
		PT. Walhsu Metal Industry	Transactions between parent company and subsidiaries	Sales	US\$ 59,418	The terms are set by quotations on the local market and are similar to those of general customers	2
8	PT. Walhsu Metal Industry	Walsin Singapore Pte. Ltd.	Transactions between subsidiaries and parent company	Trade receivables	US\$ 33,361	The terms are set by quotations on the local market and are similar to those of general customers	-
		Walsin Singapore Pte. Ltd.	Transactions between subsidiaries and parent company	Sales	US\$ 44,649	The terms are set by quotations on the local market and are similar to those of general customers	2
9	Walsin Info-Electric Corp.	Walsin Lihwa Corporation	Transactions between subsidiaries and parent company	Other receivables	100,881	Based on capital demand	-
10	Cogne Acciai Speciali S.p.a.	Special Melted Products Limited	Transactions between parent company and subsidiaries	Other receivables	GBP 6,152	Based on capital demand	-

(Concluded)



**TABLE 10****WALSIN LIHWA CORPORATION AND SUBSIDIARIES****INFORMATION OF MAJOR SHAREHOLDERS****JUNE 30, 2024**

Name of Major Shareholder	Shares	
	Number of Shares	Percentage of Ownership (%)
Chin-Xin Investment Co., Ltd.	248,002,375	6.15
Winbond Electronics Corp.	247,527,493	6.14
TECO Electric & Machinery Co., Ltd.	210,332,690	5.22

Note 1: The information of major shareholders presented in this table is provided by the Taiwan Depository & Clearing Corporation based on the number of ordinary shares and preferred shares held by shareholders with ownership of 5% or greater, that have been issued without physical registration (included treasury shares) by the Company as of the last business day for the current quarter. The share capital in the consolidated financial statements may differ from the actual number of shares that have been issued without physical registration because of different preparation basis.

Note 2: If a shareholder delivers their shareholdings to the trust, the above information will be disclosed by the individual trustee who opened the trust account. For shareholders who declare insider shareholdings with ownership greater than 10% in accordance with Security and Exchange Act, the shareholdings include shares held by shareholders and those delivered to the trust over which shareholders have rights to determine the use of trust property. For information relating to insider shareholding declaration, please refer to Market Observation Post System.