

**Walsin Lihwa Corporation and  
Subsidiaries**

**Consolidated Financial Statements for the  
Years Ended December 31, 2024 and 2023 and  
Independent Auditors' Report**

## **INDEPENDENT AUDITORS' REPORT**

The Board of Directors and Shareholders  
Walsin Lihwa Corporation

### **Opinion**

We have audited the accompanying consolidated financial statements of Walsin Lihwa Corporation and its subsidiaries (collectively referred to as the “Group”), which comprise the consolidated balance sheets as of December 31, 2024 and 2023, and the consolidated statements of comprehensive income, changes in equity and cash flows for the years then ended, and the notes to the consolidated financial statements, including material accounting policy information (collectively referred to as the “consolidated financial statements”).

In our opinion, based on our audits and the reports of other auditors (as set out in the Other Matter section of our report), the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as of December 31, 2024 and 2023, and its consolidated financial performance and its consolidated cash flows for the years then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

### **Basis for Opinion**

We conducted our audits in accordance with the Regulations Governing Financial Statement Audit and Attestation Engagements of Certified Public Accountants and the Standards on Auditing of the Republic of China. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with The Norm of Professional Ethics for Certified Public Accountant of the Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirements. Based on our audits and the reports of other auditors, we believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements as of and for the year ended December 31, 2024. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

The following are the key audit matters of the consolidated financial statements of the Group as of and for the year ended December 31, 2024:

#### Sales Revenue Recognition

In 2024, the sales revenue of the Group, of which a portion of the main products has a higher revenue proportion from specific customers, while the other portion of the main products relies on management's preparation of market price adjustment reports as the basis for revenue recognition, was significant to the net income for the year ended December 31, 2024. Therefore, the occurrence and accuracy were considered as a key audit matter, respectively. Refer to Notes 4 and 28 to the consolidated financial statements for related accounting policies and disclosures of information relating to revenue recognition.

Our audit procedures performed in respect of the above key audit matter were as follows:

1. We obtained an understanding of and tested the sales revenue recognition policy and internal control procedures over the sales and evaluated the effectiveness of relevant internal controls.
2. We obtained the sales details for specific customers and management reports for specific sales products, performed sampling and relevant audit procedures to verify that revenue transactions have occurred or been accurately calculated. In addition, we confirmed that the recognized amounts were consistent with those recorded in the general ledger.

#### **Emphasis of Matter**

As disclosed in Note 20, the Group acquired 100% interest in Degerfors Long Products AB and Special Melted Products Ltd on August 1 and September 19, 2023, respectively. The purchase price allocation report was finalized in 2024. Therefore, the initial accounting treatment and provisionally determined amounts from the acquisition date were adjusted and retrospectively restated for comparative periods. Our audit opinion is not modified in respect of this matter.

#### **Other Matter**

The financial statements of certain subsidiaries included in the consolidated financial statements as of and for the years ended December 31, 2024 and 2023 were audited by other auditors. Our opinion, insofar as it relates to such subsidiaries, is based solely on the reports of other auditors. The total assets of such subsidiaries amounted to NT\$42,130,578 thousand and NT\$38,958,711 thousand, which constituted 15.40% and 14.60% of the Group's consolidated total assets, as of December 31, 2024 and 2023, respectively, and the total net operating revenue of such subsidiaries amounted to NT\$32,309,110 thousand and NT\$34,331,965 thousand, which constituted 18.02% and 18.08% of the Group's consolidated total net operating revenue, for the years ended December 31, 2024 and 2023, respectively.

We have also audited the parent company only financial statements of Walsin Lihwa Corporation as of and for the years ended December 31, 2024 and 2023 on which we have issued an unmodified opinion with other matter.

#### **Responsibilities of Management and Those Charged with Governance for 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 Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance (including the audit committee) are responsible for overseeing the Group's financial reporting process.

### **Auditors' Responsibilities for the Audit of the Consolidated Financial Statements**

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Standards on Auditing of the Republic of China will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with the Standards on Auditing of the Republic of China, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient and appropriate audit evidence regarding the financial information of entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision, and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements for the year ended December 31, 2024 and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

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

Deloitte & Touche  
Taipei, Taiwan  
Republic of China

February 21, 2025

#### 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 audit such consolidated financial statements are those generally applied in the Republic of China.*

*For the convenience of readers, the independent auditors' 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' report and consolidated financial statements shall prevail.*

# WALSIN LIHWA CORPORATION AND SUBSIDIARIES

## CONSOLIDATED BALANCE SHEETS DECEMBER 31, 2024 AND 2023 (In Thousands of New Taiwan Dollars)

ASSETS	2024		2023 (Restated)	
	Amount	%	Amount	%
CURRENT ASSETS				
Cash and cash equivalents (Notes 4 and 6)	\$ 10,757,417	4	\$ 16,347,012	6
Financial assets at fair value through profit or loss - current (Notes 4 and 7)	5,677	-	1,508,943	1
Financial assets at amortized cost - current (Notes 4 and 8)	9,221	-	727	-
Financial assets for hedging - current (Notes 4 and 9)	238,305	-	346,441	-
Contract assets - current (Notes 4 and 10)	571,669	-	996,025	-
Notes receivable (Notes 4, 11, 36 and 37)	526,699	-	920,752	-
Trade receivables (Notes 4, 11, 36 and 37)	14,967,386	6	14,991,531	6
Finance lease receivables - current (Notes 4, 12 and 37)	64,183	-	62,067	-
Other receivables (Note 36)	5,286,906	2	3,707,450	2
Inventories (Notes 4 and 13)	44,122,947	16	33,704,296	13
Other financial assets - current (Notes 6 and 37)	259,631	-	788,894	-
Other current assets (Note 22)	<u>6,251,778</u>	<u>2</u>	<u>5,377,850</u>	<u>2</u>
Total current assets	<u>83,061,819</u>	<u>30</u>	<u>78,751,988</u>	<u>30</u>
NON-CURRENT ASSETS				
Financial assets at fair value through profit or loss - non-current (Notes 4 and 7)	66,607	-	1,263,649	-
Financial assets at fair value through other comprehensive income - non-current (Notes 4 and 14)	18,640,109	7	18,823,172	7
Financial assets at amortized cost - non-current (Notes 4 and 8)	130,699	-	184,613	-
Financial assets for hedging - non-current (Notes 4 and 9)	24,956	-	53,439	-
Investments accounted for using the equity method (Notes 4 and 16)	39,848,673	15	49,640,171	19
Property, plant and equipment (Notes 4, 17 and 37)	84,592,885	31	78,705,431	29
Right-of-use assets (Notes 4, 18 and 37)	6,070,870	2	4,719,043	2
Investment properties (Notes 4, 19 and 37)	15,210,112	6	15,514,751	6
Goodwill (Notes 4 and 20)	3,099,946	1	2,155,597	1
Other intangible assets (Notes 4, 20 and 21)	9,270,848	4	10,011,332	4
Deferred tax assets (Notes 4 and 30)	6,369,581	2	4,234,852	1
Refundable deposits (Notes 6 and 37)	785,147	-	158,940	-
Finance lease receivables - non-current (Notes 4, 12 and 37)	476,274	-	540,456	-
Other non-current assets (Notes 6, 22 and 37)	<u>5,842,499</u>	<u>2</u>	<u>2,174,325</u>	<u>1</u>
Total non-current assets	<u>190,429,206</u>	<u>70</u>	<u>188,179,771</u>	<u>70</u>
TOTAL	<u>\$ 273,491,025</u>	<u>100</u>	<u>\$ 266,931,759</u>	<u>100</u>
LIABILITIES AND EQUITY				
CURRENT LIABILITIES				
Short-term borrowings (Note 23)	\$ 17,909,079	7	\$ 11,508,074	4
Short-term notes and bills payable (Note 23)	3,145,773	1	-	-
Financial liabilities at fair value through profit or loss - current (Notes 4 and 7)	356,596	-	22,746	-
Financial liabilities for hedging - current (Notes 4 and 9)	15,475	-	5,878	-
Contract liabilities - current	165,913	-	13,828	-
Notes payable	372,846	-	317,865	-
Trade payables (Note 36)	14,411,306	5	16,390,669	6
Other payables (Note 25)	12,047,108	5	12,069,796	5
Current tax liabilities (Notes 4 and 30)	2,545,752	1	5,861,143	2
Lease liabilities - current (Notes 4 and 18)	600,124	-	257,859	-
Current portion of long-term borrowings and bonds payable (Notes 23 and 24)	6,016,646	2	1,640,420	1
Other current liabilities (Notes 4 and 32)	<u>2,173,028</u>	<u>1</u>	<u>2,671,050</u>	<u>1</u>
Total current liabilities	<u>59,759,646</u>	<u>22</u>	<u>50,759,328</u>	<u>19</u>
NON-CURRENT LIABILITIES				
Financial liabilities at fair value through profit or loss - non-current (Notes 4 and 7)	563,583	-	484,429	-
Financial liabilities for hedging - non-current (Notes 4 and 9)	827	-	2,705	-
Bonds payable (Note 24)	12,850,616	5	12,951,405	5
Long-term borrowings (Note 23)	37,358,178	14	31,924,532	12
Long-term notes and bills payable (Note 23)	-	-	2,998,822	1
Deferred tax liabilities (Notes 4, 20 and 30)	6,803,504	2	7,228,734	3
Lease liabilities - non-current (Notes 4 and 18)	3,342,782	1	2,765,167	1
Net defined benefit liabilities - non-current (Notes 4 and 26)	1,121,785	-	349,381	-
Other non-current liabilities (Note 33)	<u>4,281,556</u>	<u>2</u>	<u>3,097,217</u>	<u>1</u>
Total non-current liabilities	<u>66,322,831</u>	<u>24</u>	<u>61,802,392</u>	<u>23</u>
Total liabilities	<u>126,082,477</u>	<u>46</u>	<u>112,561,720</u>	<u>42</u>
EQUITY ATTRIBUTABLE TO OWNERS OF WLC (Note 27)				
Share capital	<u>40,313,329</u>	<u>15</u>	<u>40,313,329</u>	<u>15</u>
Capital surplus	<u>33,592,347</u>	<u>12</u>	<u>33,624,917</u>	<u>13</u>
Retained earnings				
Legal reserve	10,065,084	3	9,538,222	4
Special reserve	2,712,250	1	2,712,250	1
Unappropriated earnings	<u>46,182,358</u>	<u>17</u>	<u>48,285,234</u>	<u>18</u>
Total retained earnings	<u>58,959,692</u>	<u>21</u>	<u>60,535,706</u>	<u>23</u>
Other equity				
Exchange differences on translation of the financial statement of foreign operations	(349,726)	-	(4,948,056)	(2)
Unrealized gain on financial assets at fair value through other comprehensive income	8,058,069	3	14,068,677	5
Loss on hedging instruments	(83,438)	-	(65,100)	-
Other equity - others	<u>(3,235,079)</u>	<u>(1)</u>	<u>(2,774,650)</u>	<u>(1)</u>
Total other equity	<u>4,389,826</u>	<u>2</u>	<u>6,280,871</u>	<u>2</u>
Total equity attributable to owners of WLC	137,255,194	50	140,754,823	53
NON-CONTROLLING INTERESTS	<u>10,153,354</u>	<u>4</u>	<u>13,615,216</u>	<u>5</u>
Total equity	<u>147,408,548</u>	<u>54</u>	<u>154,370,039</u>	<u>58</u>
TOTAL	<u>\$ 273,491,025</u>	<u>100</u>	<u>\$ 266,931,759</u>	<u>100</u>

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

(With Deloitte & Touche auditors' report dated February 21, 2025)

# WALSIN LIHWA CORPORATION AND SUBSIDIARIES

## CONSOLIDATED BALANCE SHEETS DECEMBER 31, 2024 AND 2023 (In Thousands of U.S. Dollars)

ASSETS	2024		2023 (Restated)	
	Amount	%	Amount	%
CURRENT ASSETS				
Cash and cash equivalents (Notes 4 and 6)	\$ 328,120	4	\$ 498,613	6
Financial assets at fair value through profit or loss - current (Notes 4 and 7)	173	-	46,025	1
Financial assets at amortized cost - current (Notes 4 and 8)	281	-	22	-
Financial assets for hedging - current (Notes 4 and 9)	7,269	-	10,567	-
Contract assets - current (Notes 4 and 10)	17,437	-	30,381	-
Notes receivable (Notes 4, 11, 36 and 37)	16,065	-	28,085	-
Trade receivables (Notes 4, 11, 36 and 37)	456,532	6	457,268	6
Finance lease receivables - current (Notes 4, 12 and 37)	1,958	-	1,893	-
Other receivables (Note 36)	161,260	2	113,084	2
Inventories (Notes 4 and 13)	1,345,827	16	1,028,040	13
Other financial assets - current (Notes 6 and 37)	7,919	-	24,063	-
Other current assets (Note 22)	<u>190,691</u>	<u>2</u>	<u>164,034</u>	<u>2</u>
Total current assets	<u>2,533,532</u>	<u>30</u>	<u>2,402,075</u>	<u>30</u>
NON-CURRENT ASSETS				
Financial assets at fair value through profit or loss - non-current (Notes 4 and 7)	2,032	-	38,544	-
Financial assets at fair value through other comprehensive income - non-current (Notes 4 and 14)	568,556	7	574,140	7
Financial assets at amortized cost - non-current (Notes 4 and 8)	3,987	-	5,631	-
Financial assets for hedging - non-current (Notes 4 and 9)	761	-	1,630	-
Investments accounted for using the equity method (Notes 4 and 16)	1,215,454	15	1,514,112	19
Property, plant and equipment (Notes 4, 17 and 37)	2,580,231	31	2,400,654	29
Right-of-use assets (Notes 4, 18 and 37)	185,172	2	143,939	2
Investment properties (Notes 4, 19 and 37)	463,935	6	473,227	6
Goodwill (Notes 4 and 20)	94,554	1	65,749	1
Other intangible assets (Notes 4, 20 and 21)	282,777	4	305,363	4
Deferred tax assets (Notes 4 and 30)	194,283	2	129,170	1
Refundable deposits (Notes 6 and 37)	23,948	-	4,848	-
Finance lease receivables - non-current (Notes 4, 12 and 37)	14,527	-	16,485	-
Other non-current assets (Notes 6, 22 and 37)	<u>178,207</u>	<u>2</u>	<u>66,320</u>	<u>1</u>
Total non-current assets	<u>5,808,424</u>	<u>70</u>	<u>5,739,812</u>	<u>70</u>
TOTAL	<u>\$ 8,341,956</u>	<u>100</u>	<u>\$ 8,141,887</u>	<u>100</u>
LIABILITIES AND EQUITY				
CURRENT LIABILITIES				
Short-term borrowings (Note 23)	\$ 546,258	7	\$ 351,016	4
Short-term notes and bills payable (Note 23)	95,952	1	-	-
Financial liabilities at fair value through profit or loss - current (Notes 4 and 7)	10,877	-	694	-
Financial liabilities for hedging - current (Notes 4 and 9)	472	-	179	-
Contract liabilities - current	5,061	-	422	-
Notes payable	11,372	-	9,695	-
Trade payables (Note 36)	439,570	5	499,944	6
Other payables (Note 25)	367,458	5	368,150	5
Current tax liabilities (Notes 4 and 30)	77,650	1	178,775	2
Lease liabilities - current (Notes 4 and 18)	18,305	-	7,865	-
Current portion of long-term borrowings and bonds payable (Notes 23 and 24)	183,518	2	50,036	1
Other current liabilities (Notes 4 and 32)	<u>66,281</u>	<u>1</u>	<u>81,471</u>	<u>1</u>
Total current liabilities	<u>1,822,774</u>	<u>22</u>	<u>1,548,247</u>	<u>19</u>
NON-CURRENT LIABILITIES				
Financial liabilities at fair value through profit or loss - non-current (Notes 4 and 7)	17,190	-	14,776	-
Financial liabilities for hedging - non-current (Notes 4 and 9)	25	-	83	-
Bonds payable (Note 24)	391,966	5	395,041	5
Long-term borrowings (Note 23)	1,139,490	14	973,754	12
Long-term notes and bills payable (Note 23)	-	-	91,469	1
Deferred tax liabilities (Notes 4, 20 and 30)	207,519	2	220,489	3
Lease liabilities - non-current (Notes 4 and 18)	101,961	1	84,342	1
Net defined benefit liabilities - non-current (Notes 4 and 26)	34,216	-	10,657	-
Other non-current liabilities (Note 33)	<u>130,594</u>	<u>2</u>	<u>94,471</u>	<u>1</u>
Total non-current liabilities	<u>2,022,961</u>	<u>24</u>	<u>1,885,082</u>	<u>23</u>
Total liabilities	<u>3,845,735</u>	<u>46</u>	<u>3,433,329</u>	<u>42</u>
EQUITY ATTRIBUTABLE TO OWNERS OF WLC (Note 27)				
Share capital	<u>1,229,627</u>	<u>15</u>	<u>1,229,627</u>	<u>15</u>
Capital surplus	<u>1,024,626</u>	<u>12</u>	<u>1,025,619</u>	<u>13</u>
Retained earnings				
Legal reserve	307,002	3	290,932	4
Special reserve	82,728	1	82,728	1
Unappropriated earnings	<u>1,408,644</u>	<u>17</u>	<u>1,472,785</u>	<u>18</u>
Total retained earnings	<u>1,798,374</u>	<u>21</u>	<u>1,846,445</u>	<u>23</u>
Other equity				
Exchange differences on translation of the financial statement of foreign operations	(10,667)	-	(150,924)	(2)
Unrealized gain on financial assets at fair value through other comprehensive income	245,786	3	429,120	5
Loss on hedging instruments	(2,545)	-	(1,986)	-
Other equity - others	<u>(98,675)</u>	<u>(1)</u>	<u>(84,631)</u>	<u>(1)</u>
Total other equity	<u>133,899</u>	<u>2</u>	<u>191,579</u>	<u>2</u>
Total equity attributable to owners of WLC	4,186,526	50	4,293,270	53
NON-CONTROLLING INTERESTS	<u>309,695</u>	<u>4</u>	<u>415,288</u>	<u>5</u>
Total equity	<u>4,496,221</u>	<u>54</u>	<u>4,708,558</u>	<u>58</u>
TOTAL	<u>\$ 8,341,956</u>	<u>100</u>	<u>\$ 8,141,887</u>	<u>100</u>

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

(With Deloitte & Touche auditors' report dated February 21, 2025)

# WALSIN LIHWA CORPORATION AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	2024		2023 (Restated)	
	Amount	%	Amount	%
OPERATING REVENUE (Notes 4 and 28)	\$ 179,318,340	100	\$ 189,839,626	100
OPERATING COSTS (Note 13)	<u>(167,633,649)</u>	<u>(94)</u>	<u>(175,449,858)</u>	<u>(93)</u>
GROSS PROFIT	<u>11,684,691</u>	<u>6</u>	<u>14,389,768</u>	<u>7</u>
OPERATING EXPENSES				
Selling and marketing expenses	2,666,125	1	2,166,373	1
General and administrative expenses	6,351,493	4	5,793,656	3
Research and development expenses	<u>499,304</u>	<u>-</u>	<u>293,565</u>	<u>-</u>
Total operating expenses	<u>9,516,922</u>	<u>5</u>	<u>8,253,594</u>	<u>4</u>
PROFIT FROM OPERATIONS	<u>2,167,769</u>	<u>1</u>	<u>6,136,174</u>	<u>3</u>
NON-OPERATING INCOME AND EXPENSES				
Interest income	378,952	-	541,506	-
Dividend income	627,462	-	513,679	-
Other income (Note 29)	1,836,601	1	1,763,119	1
Loss on disposal of property, plant and equipment	(19,529)	-	(11,472)	-
Gain on disposal of investments (Note 29)	1,167,085	1	965,914	1
Foreign exchange loss, net	(39,658)	-	(240,593)	-
(Loss) gain on valuation of financial assets and liabilities at fair value through profit or loss	(1,553,838)	(1)	169,525	-
Other expenses	(532,029)	-	(909,612)	-
Reversal of impairment loss (Note 29)	23,877	-	12,427	-
Interest expense	(2,359,450)	(1)	(2,135,730)	(1)
Share of profit of associates accounted for using the equity method	<u>813,749</u>	<u>-</u>	<u>528,869</u>	<u>-</u>
Total non-operating income and expenses	<u>343,222</u>	<u>-</u>	<u>1,197,632</u>	<u>1</u>
PROFIT BEFORE INCOME TAX FROM CONTINUING OPERATIONS	2,510,991	1	7,333,806	4
INCOME TAX BENEFIT (EXPENSE) (Notes 4 and 30)	<u>87,499</u>	<u>-</u>	<u>(1,471,000)</u>	<u>(1)</u>
NET PROFIT FOR THE YEAR	<u>2,598,490</u>	<u>1</u>	<u>5,862,806</u>	<u>3</u>

(Continued)



# WALSIN LIHWA CORPORATION AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023 (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	2024		2023 (Restated)	
	Amount	%	Amount	%
OTHER COMPREHENSIVE INCOME (LOSS)				
Items that will not be reclassified subsequently to profit or loss:				
Remeasurement of defined benefit plans	\$ 104,530	-	\$ (109,805)	-
Unrealized (loss) gain on investments in equity instruments at fair value through other comprehensive income	(190,882)	-	6,307,904	3
Share of the other comprehensive (loss) income of associates accounted for using the equity method	<u>(5,728,242)</u>	<u>(3)</u>	<u>1,288,908</u>	<u>1</u>
	<u>(5,814,594)</u>	<u>(3)</u>	<u>7,487,007</u>	<u>4</u>
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translation of the financial statements of foreign operations	5,021,711	3	(834,315)	-
(Loss) gain on hedging instruments	(23,602)	-	60,360	-
Share of the other comprehensive income (loss) of associates accounted for using the equity method	<u>347,407</u>	<u>-</u>	<u>(47,991)</u>	<u>-</u>
	<u>5,345,516</u>	<u>3</u>	<u>(821,946)</u>	<u>-</u>
Other comprehensive (loss) income for the year	<u>(469,078)</u>	<u>-</u>	<u>6,665,061</u>	<u>4</u>
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	<u>\$ 2,129,412</u>	<u>1</u>	<u>\$ 12,527,867</u>	<u>7</u>
NET PROFIT ATTRIBUTABLE TO:				
Owners of WLC	\$ 2,790,054	1	\$ 5,079,405	3
Non-controlling interests	<u>(191,564)</u>	<u>-</u>	<u>783,401</u>	<u>-</u>
	<u>\$ 2,598,490</u>	<u>1</u>	<u>\$ 5,862,806</u>	<u>3</u>
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:				
Owners of WLC	\$ 1,555,997	1	\$ 11,937,926	6
Non-controlling interests	<u>573,415</u>	<u>-</u>	<u>589,941</u>	<u>1</u>
	<u>\$ 2,129,412</u>	<u>1</u>	<u>\$ 12,527,867</u>	<u>7</u>

(Continued)

# WALSIN LIHWA CORPORATION AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	2024		2023 (Restated)	
	Amount	%	Amount	%
EARNINGS PER SHARE (Note 31)				
Basic	<u>\$ 0.69</u>		<u>\$ 1.31</u>	
Diluted	<u>\$ 0.69</u>		<u>\$ 1.31</u>	

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

(With Deloitte & Touche auditors' report dated February 21, 2025)

(Concluded)

# WALSIN LIHWA CORPORATION AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023 (In Thousands of U.S. Dollars, Except Earnings Per Share)

	2024		2023 (Restated)	
	Amount	%	Amount	%
OPERATING REVENUE (Notes 4 and 28)	\$ 5,469,524	100	\$ 5,790,442	100
OPERATING COSTS (Note 13)	<u>(5,113,120)</u>	<u>(94)</u>	<u>(5,351,528)</u>	<u>(93)</u>
GROSS PROFIT	<u>356,404</u>	<u>6</u>	<u>438,914</u>	<u>7</u>
OPERATING EXPENSES				
Selling and marketing expenses	81,321	1	66,078	1
General and administrative expenses	193,732	4	176,717	3
Research and development expenses	<u>15,230</u>	<u>-</u>	<u>8,954</u>	<u>-</u>
Total operating expenses	<u>290,283</u>	<u>5</u>	<u>251,749</u>	<u>4</u>
PROFIT FROM OPERATIONS	<u>66,121</u>	<u>1</u>	<u>187,165</u>	<u>3</u>
NON-OPERATING INCOME AND EXPENSES				
Interest income	11,559	-	16,517	-
Dividend income	19,139	-	15,668	-
Other income (Note 29)	56,020	1	53,778	1
Loss on disposal of property, plant and equipment	(596)	-	(350)	-
Gain on disposal of investments (Note 29)	35,598	1	29,462	1
Foreign exchange loss, net	(1,210)	-	(7,339)	-
(Loss) gain on valuation of financial assets and liabilities at fair value through profit or loss	(47,395)	(1)	5,171	-
Other expenses	(16,228)	-	(27,744)	-
Reversal of impairment loss (Note 29)	728	-	379	-
Interest expense	(71,967)	(1)	(65,144)	(1)
Share of profit of associates accounted for using the equity method	<u>24,821</u>	<u>-</u>	<u>16,131</u>	<u>-</u>
Total non-operating income and expenses	<u>10,469</u>	<u>-</u>	<u>36,529</u>	<u>1</u>
PROFIT BEFORE INCOME TAX FROM CONTINUING OPERATIONS	76,590	1	223,694	4
INCOME TAX BENEFIT (EXPENSE) (Notes 4 and 30)	<u>2,669</u>	<u>-</u>	<u>(44,868)</u>	<u>(1)</u>
NET PROFIT FOR THE YEAR	<u>79,259</u>	<u>1</u>	<u>178,826</u>	<u>3</u>

(Continued)

# WALSIN LIHWA CORPORATION AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023 (In Thousands of U.S. Dollars, Except Earnings Per Share)

	2024		2023 (Restated)	
	Amount	%	Amount	%
OTHER COMPREHENSIVE INCOME (LOSS)				
Items that will not be reclassified subsequently to profit or loss:				
Remeasurement of defined benefit plans	\$ 3,188	-	\$ (3,349)	-
Unrealized (loss) gain on investments in equity instruments at fair value through other comprehensive income	(5,822)	-	192,402	3
Share of the other comprehensive (loss) income of associates accounted for using the equity method	<u>(174,722)</u>	<u>(3)</u>	<u>39,314</u>	<u>1</u>
	<u>(177,356)</u>	<u>(3)</u>	<u>228,367</u>	<u>4</u>
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translation of the financial statements of foreign operations	153,171	3	(25,448)	-
(Loss) gain on hedging instruments	(720)	-	1,841	-
Share of the other comprehensive income (loss) of associates accounted for using the equity method	<u>10,597</u>	<u>-</u>	<u>(1,464)</u>	<u>-</u>
	<u>163,048</u>	<u>3</u>	<u>(25,071)</u>	<u>-</u>
Other comprehensive (loss) income for the year	<u>(14,308)</u>	<u>-</u>	<u>203,296</u>	<u>4</u>
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	<u>\$ 64,951</u>	<u>1</u>	<u>\$ 382,122</u>	<u>7</u>
NET PROFIT ATTRIBUTABLE TO:				
Owners of WLC	\$ 85,102	1	\$ 154,931	3
Non-controlling interests	<u>(5,843)</u>	<u>-</u>	<u>23,895</u>	<u>-</u>
	<u>\$ 79,259</u>	<u>1</u>	<u>\$ 178,826</u>	<u>3</u>
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:				
Owners of WLC	\$ 47,461	1	\$ 364,128	6
Non-controlling interests	<u>17,490</u>	<u>-</u>	<u>17,994</u>	<u>1</u>
	<u>\$ 64,951</u>	<u>1</u>	<u>\$ 382,122</u>	<u>7</u>

(Continued)

# WALSIN LIHWA CORPORATION AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023 (In Thousands of U.S. Dollars, Except Earnings Per Share)

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	2024		2023 (Restated)	
	Amount	%	Amount	%
EARNINGS PER SHARE (Note 31)				
Basic	<u>\$ 0.02</u>		<u>\$ 0.04</u>	
Diluted	<u>\$ 0.02</u>		<u>\$ 0.04</u>	

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

(With Deloitte & Touche auditors' report dated February 21, 2025)

(Concluded)

WALSIN LIHWA CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023  
(In Thousands of New Taiwan Dollars)

	Equity Attributable to Owners of WLC											
	Share Capital	Capital Surplus	Retained Earnings			Exchange Differences on Translation of the Financial Statement of Foreign Operations	Other Equity	Loss on Hedging Instrument	Others	Total	Non-controlling Interests	Total Equity
			Legal Reserve	Special Reserve	Unappropriated Earnings		Unrealized Valuation (Loss) Gain on Financial Assets at Fair Value through Other Comprehensive Income					
BALANCE AT JANUARY 1, 2023	\$ 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	-	(6,932)	-	-	204,652	-	(204,652)	-	-	(6,932)	-	(6,932)
Changes in percentage of ownership interests in subsidiaries	-	26,730	-	-	-	-	-	-	-	26,730	(26,730)	-
Issuance of ordinary shares for cash	3,000,000	8,923,497	-	-	-	-	-	-	-	11,923,497	-	11,923,497
Net profit for the year ended December 31, 2023 (as restated)	-	-	-	-	5,079,405	-	-	-	-	5,079,405	783,401	5,862,806
Other comprehensive (loss) income for the year ended December 31, 2023 (as restated)	-	-	-	-	(70,350)	(691,282)	7,579,452	40,701	-	6,858,521	(193,460)	6,665,061
Total comprehensive income (loss) for the year ended December 31, 2023 (as restated)	-	-	-	-	5,009,055	(691,282)	7,579,452	40,701	-	11,937,926	589,941	12,527,867
Others	-	9,168	-	-	-	-	-	-	(43)	9,125	-	9,125
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	-	2,423,758	2,423,758
BALANCE AT DECEMBER 31, 2023 (AS RESTATED)	40,313,329	33,624,917	9,538,222	2,712,250	48,285,234	(4,948,056)	14,068,677	(65,100)	(2,774,650)	140,754,823	13,615,216	154,370,039
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 capital surplus from investments in associates accounted for using the equity method	-	(5,294)	-	-	74,880	-	(74,880)	-	-	(5,294)	-	(5,294)
Changes in percentage of ownership interests in subsidiaries	-	(26,730)	-	-	(128,161)	-	-	-	(460,429)	(615,320)	26,730	(588,590)
Net profit (loss) for the year ended December 31, 2024	-	-	-	-	2,790,054	-	-	-	-	2,790,054	(191,564)	2,598,490
Other comprehensive income (loss) for the year ended December 31, 2024	-	-	-	-	121,679	4,598,330	(5,935,728)	(18,338)	-	(1,234,057)	764,979	(469,078)
Total comprehensive income (loss) for the year ended December 31, 2024	-	-	-	-	2,911,733	4,598,330	(5,935,728)	(18,338)	-	1,555,997	573,415	2,129,412
Others	-	(546)	-	-	-	-	-	-	-	(546)	-	(546)
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	-	(4,062,007)	(4,062,007)
BALANCE AT DECEMBER 31, 2024	\$ 40,313,329	\$ 33,592,347	\$ 10,065,084	\$ 2,712,250	\$ 46,182,358	\$ (349,726)	\$ 8,058,069	\$ (83,438)	\$ (3,235,079)	\$ 137,255,194	\$ 10,153,354	\$ 147,408,548

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

(With Deloitte & Touche auditors’ report dated February 21, 2025)

WALSIN LIHWA CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023  
(In Thousands of U.S. Dollars)

	Equity Attributable to Owners of WLC											
	Share Capital	Capital Surplus	Retained Earnings			Exchange Differences on Translation of the Financial Statement of Foreign Operations	Other Equity				Non-controlling Interests	Total Equity
			Legal Reserve	Special Reserve	Unappropriated Earnings		Unrealized Valuation (Loss) Gain on Financial Assets at Fair Value through Other Comprehensive Income	Loss on Hedging Instrument	Others	Total		
BALANCE AT JANUARY 1, 2023	\$ 1,138,122	\$ 752,553	\$ 230,718	\$ 82,728	\$ 1,578,834	\$ (129,839)	\$ 204,175	\$ (3,227)	\$ (84,630)	\$ 3,769,434	\$ 324,180	\$ 4,093,614
Appropriation of 2022 earnings (Note 27)												
Legal reserve	-	-	60,214	-	(60,214)	-	-	-	-	-	-	-
Cash dividends distributed by WLC	-	-	-	-	(204,862)	-	-	-	-	(204,862)	-	(204,862)
Changes in capital surplus from investments in associates accounted for using the equity method	-	(211)	-	-	6,242	-	(6,242)	-	-	(211)	-	(211)
Changes in percentage of ownership interests in subsidiaries	-	815	-	-	-	-	-	-	-	815	(815)	-
Issuance of ordinary shares for cash	91,505	272,182	-	-	-	-	-	-	-	363,687	-	363,687
Net profit for the year ended December 31, 2023 (as restated)	-	-	-	-	154,931	-	-	-	-	154,931	23,895	178,826
Other comprehensive (loss) income for the year ended December 31, 2023 (as restated)	-	-	-	-	(2,146)	(21,085)	231,187	1,241	-	209,197	(5,901)	203,296
Total comprehensive income (loss) for the year ended December 31, 2023 (as restated)	-	-	-	-	152,785	(21,085)	231,187	1,241	-	364,128	17,994	382,122
Others	-	280	-	-	-	-	-	-	(1)	279	-	279
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	-	73,929	73,929
BALANCE AT DECEMBER 31, 2023 (AS RESTATED)	1,229,627	1,025,619	290,932	82,728	1,472,785	(150,924)	429,120	(1,986)	(84,631)	4,293,270	415,288	4,708,558
Appropriation of 2023 earnings (Note 27)												
Legal reserve	-	-	16,070	-	(16,070)	-	-	-	-	-	-	-
Cash dividends distributed by WLC	-	-	-	-	(135,259)	-	-	-	-	(135,259)	-	(135,259)
Changes in capital surplus from investments in associates accounted for using the equity method	-	(161)	-	-	2,284	-	(2,284)	-	-	(161)	-	(161)
Changes in percentage of ownership interests in subsidiaries	-	(815)	-	-	(3,909)	-	-	-	(14,044)	(18,768)	815	(17,953)
Net profit (loss) for the year ended December 31, 2024	-	-	-	-	85,102	-	-	-	-	85,102	(5,843)	79,259
Other comprehensive income (loss) for the year ended December 31, 2024	-	-	-	-	3,711	140,257	(181,050)	(559)	-	(37,641)	23,333	(14,308)
Total comprehensive income (loss) for the year ended December 31, 2024	-	-	-	-	88,813	140,257	(181,050)	(559)	-	47,461	17,490	64,951
Others	-	(17)	-	-	-	-	-	-	-	(17)	-	(17)
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	-	(123,898)	(123,898)
BALANCE AT DECEMBER 31, 2024	<u>\$ 1,229,627</u>	<u>\$ 1,024,626</u>	<u>\$ 307,002</u>	<u>\$ 82,728</u>	<u>\$ 1,408,644</u>	<u>\$ (10,667)</u>	<u>\$ 245,786</u>	<u>\$ (2,545)</u>	<u>\$ (98,675)</u>	<u>\$ 4,186,526</u>	<u>\$ 309,695</u>	<u>\$ 4,496,221</u>

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

(With Deloitte & Touche auditors’ report dated February 21, 2025)

# WALSIN LIHWA CORPORATION AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023 (In Thousands of New Taiwan Dollars)

	2024	2023 (Restated)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Income before income tax	\$ 2,510,991	\$ 7,333,806
Adjustments for:		
Depreciation expenses	8,203,918	7,066,854
Amortization expenses	1,446,952	1,246,010
Expected credit loss (reversed) recognized on trade receivables	(41,647)	412,281
Net loss (gain) on fair value changes of financial assets and liabilities at fair value through profit or loss	1,553,838	(169,525)
Interest expenses	2,359,450	2,135,730
Interest income	(378,952)	(541,506)
Dividend income	(627,462)	(513,679)
Share of profit of associates accounted for using the equity method	(813,749)	(528,869)
Loss on disposal of property, plant and equipment	19,529	11,472
Gain on disposal of other assets	-	(121,938)
Gain on disposal of investments	(1,167,085)	(965,914)
Impairment loss reversed on non-financial assets	(23,877)	(12,427)
Unrealized gain on foreign currency exchange	(163,010)	(63,228)
Gain from bargain purchase	(940,669)	(1,168,686)
Loss on lease modification	-	1,045
Changes in operating assets and liabilities		
Decrease in financial assets mandatorily classified as at fair value through profit or loss	821,194	973,916
Decrease in contract assets	424,356	1,618,550
Decrease in notes receivable	438,152	3,616,570
Decrease in trade receivables	4,025,373	3,675,874
Increase in other receivables	(1,641,471)	(1,487,488)
(Increase) decrease in inventories	(3,457,670)	3,312,465
(Increase) decrease in other current assets	(598,761)	914,699
Decrease (increase) in other financial assets	529,263	(242,768)
(Increase) decrease in other operating assets	(278,913)	68,712
Increase in contract liabilities	152,740	5,480
Decrease in notes payable	(187,443)	(273,671)
Decrease in trade payables	(5,004,163)	(701,919)
Increase (decrease) in other payables	908,968	(1,677,792)
Increase in other current liabilities	12,806	2,377
(Decrease) increase in net defined benefit liabilities	(148,916)	602
Increase in other operating liabilities	171,992	54,659
Cash generated from operations	8,105,734	23,981,692
Interest received	328,981	493,679
Dividends received	945,662	1,888,623
Interest paid	(2,236,700)	(1,926,395)
Income tax paid	(5,641,939)	(1,689,669)
Net cash generated from operating activities	1,501,738	22,747,930

(Continued)



# WALSIN LIHWA CORPORATION AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023 (In Thousands of New Taiwan Dollars)

	2024	2023 (Restated)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of financial assets at fair value through other comprehensive income	\$ -	\$ (173,986)
Proceeds from capital reduction of financial assets at fair value through other comprehensive income	51,003	-
Purchase of financial assets at amortized cost	(8,642)	-
Disposal of financial assets at amortized cost	65,061	-
Purchase of financial assets for hedging	-	(342,786)
Disposal of financial assets for hedging	111,488	-
Purchase of investments accounted for using the equity method	(1,672,137)	(1,077,128)
Disposal of investments accounted for using the equity method	5,036,187	-
Prepayments for investments	-	(1,334,026)
Net cash outflow on acquisition of subsidiaries	(5,374,912)	(5,856,439)
Payments for property, plant and equipment	(10,422,305)	(16,512,380)
Proceeds from disposal of property, plant and equipment	104,678	32,361
Increase in advance receipts	-	1,779,516
(Increase) decrease in refundable deposits	(619,266)	126,456
Purchase of intangible assets	(49,210)	(37,277)
Purchase of investment properties	(13,578)	-
Other investing activities	<u>(2,642,816)</u>	<u>1,894,919</u>
Net cash used in investing activities	<u>(15,434,449)</u>	<u>(21,500,770)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Increase (decrease) in short-term borrowings	5,118,344	(6,499,696)
Increase in short-term notes and bills payable	3,145,773	-
Proceeds from issuance of bonds	-	5,300,000
Repayment of bonds	(103,182)	(100,066)
Proceeds from long-term borrowings	12,116,154	13,383,126
Repayment of long-term borrowings	(2,334,396)	(22,027,953)
(Decrease) increase in long-term notes and bills payable	(2,998,822)	1,500,908
Decrease in other payables	(944,307)	(2,780,037)
Repayment of the principal portion of lease liabilities	(343,061)	(308,747)
Cash dividends paid	(4,434,237)	(6,716,022)
Proceeds from issuance of ordinary shares	-	11,923,497
Acquisition of additional interests in subsidiaries	(3,111,343)	-
Changes in non-controlling interests	77,172	2,355,894
Other financing activities	<u>(546)</u>	<u>9,168</u>
Net cash generated from (used in) financing activities	<u>6,187,549</u>	<u>(3,959,928)</u>
<b>EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH HELD IN FOREIGN CURRENCIES</b>	<u>2,155,297</u>	<u>(378,979)</u>
		(Continued)

## WALSIN LIHWA CORPORATION AND SUBSIDIARIES

### CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023 (In Thousands of New Taiwan Dollars)

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	2024	2023 (Restated)
NET DECREASE IN CASH AND CASH EQUIVALENTS	\$ (5,589,865)	\$ (3,091,747)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	<u>16,347,012</u>	<u>19,438,759</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	<u>\$ 10,757,147</u>	<u>\$ 16,347,012</u>

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

(With Deloitte & Touche auditors' report dated February 21, 2025)

(Concluded)

# WALSIN LIHWA CORPORATION AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023 (In Thousands of U.S. Dollars)

	2024	2023 (Restated)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Income before income tax	\$ 76,590	\$ 223,694
Adjustments for:		
Depreciation expenses	250,234	215,551
Amortization expenses	44,135	38,005
Expected credit loss (reversed) recognized on trade receivables	(1,270)	12,575
Net loss (gain) on fair value changes of financial assets and liabilities at fair value through profit or loss	47,395	(5,171)
Interest expenses	71,967	65,144
Interest income	(11,559)	(16,517)
Dividend income	(19,139)	(15,668)
Share of profit of associates accounted for using the equity method	(24,821)	(16,131)
Loss on disposal of property, plant and equipment	596	350
Gain on disposal of other assets	-	(3,719)
Gain on disposal of investments	(35,598)	(29,462)
Impairment loss reversed on non-financial assets	(728)	(379)
Unrealized gain on foreign currency exchange	(4,972)	(1,929)
Gain from bargain purchase	(28,692)	(35,647)
Loss on lease modification	-	32
Changes in operating assets and liabilities		
Decrease in financial assets mandatorily classified as at fair value through profit or loss	25,048	29,706
Decrease in contract assets	12,944	49,369
Decrease in notes receivable	13,364	110,312
Decrease in trade receivables	122,780	112,122
Increase in other receivables	(50,068)	(45,371)
(Increase) decrease in inventories	(105,465)	101,036
(Increase) decrease in other current assets	(18,263)	27,900
Decrease (increase) in other financial assets	16,143	(7,405)
(Increase) decrease in other operating assets	(8,507)	2,096
Increase in contract liabilities	4,659	167
Decrease in notes payable	(5,717)	(8,347)
Decrease in trade payables	(152,637)	(21,410)
Increase (decrease) in other payables	27,725	(51,176)
Increase in other current liabilities	391	73
(Decrease) increase in net defined benefit liabilities	(4,542)	18
Increase in other operating liabilities	5,246	1,667
Cash generated from operations	247,239	731,485
Interest received	10,034	15,058
Dividends received	28,844	57,606
Interest paid	(68,223)	(58,758)
Income tax paid	(172,089)	(51,538)
Net cash generated from operating activities	45,805	693,853

(Continued)

# WALSIN LIHWA CORPORATION AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023 (In Thousands of U.S. Dollars)

	2024	2023 (Restated)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of financial assets at fair value through other comprehensive income	\$ -	\$ (5,307)
Disposal of financial assets at fair value through other comprehensive income	1,556	-
Purchase of financial assets at amortized cost	(264)	-
Disposal of financial assets at amortized cost	1,984	-
Purchase of financial assets for hedging	-	(10,456)
Disposal of financial assets for hedging	3,401	-
Purchase of investments accounted for using the equity method	(51,003)	(32,854)
Disposal of investments accounted for using the equity method	153,613	-
Prepayments for investments	-	(40,690)
Net cash outflow on acquisition of subsidiaries	(163,944)	(178,632)
Payments for property, plant and equipment	(317,899)	(503,657)
Proceeds from disposal of property, plant and equipment	3,193	987
Increase in advance receipts	-	54,278
(Increase) decrease in refundable deposits	(18,889)	3,857
Purchase of intangible assets	(1,501)	(1,137)
Purchase of investment properties	(414)	-
Other investing activities	<u>(80,611)</u>	<u>57,798</u>
Net cash used in investing activities	<u>(470,778)</u>	<u>(655,813)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Increase (decrease) in short-term borrowings	156,118	(198,252)
Increase in short-term notes and bills payable	95,952	-
Proceeds from issuance of bonds	-	161,659
Repayment of bonds	(3,147)	(3,052)
Proceeds from long-term borrowings	369,564	408,209
Repayment of long-term borrowings	(71,203)	(671,891)
(Decrease) increase in long-term notes and bills payable	(91,469)	45,780
Decrease in other payables	(28,795)	(84,796)
Repayment of the principal portion of lease liabilities	(10,464)	(9,417)
Cash dividends paid	(135,252)	(204,850)
Proceeds from issuance of ordinary shares	-	363,688
Acquisition of additional interests in subsidiaries	(94,901)	-
Changes in non-controlling interests	2,354	71,859
Other financing activities	<u>(17)</u>	<u>280</u>
Net cash generated from (used in) financing activities	<u>188,740</u>	<u>(120,783)</u>
<b>EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH HELD IN FOREIGN CURRENCIES</b>	<u>65,740</u>	<u>(11,560)</u>
		(Continued)

## WALSIN LIHWA CORPORATION AND SUBSIDIARIES

### CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023 (In Thousands of U.S. Dollars)

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	2024	2023 (Restated)
NET DECREASE IN CASH AND CASH EQUIVALENTS	\$ (170,493)	\$ (94,303)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	<u>498,613</u>	<u>592,916</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	<u>\$ 328,120</u>	<u>\$ 498,613</u>

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

(With Deloitte & Touche auditors' report dated February 21, 2025)

(Concluded)

# WALSIN LIHWA CORPORATION AND SUBSIDIARIES

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEARS ENDED DECEMBER 31, 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 FINANCIAL STATE

The consolidated financial statements of WLC and its subsidiaries (collectively, the "Group") were approved by the board of directors of WLC on February 21, 2025.

### 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 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.

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 9 and IFRS 7 “Contracts Referencing Nature-dependent Electricity”	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, the Group can choose to derecognize the financial liability before the settlement date if, and only if, the Group has initiated a payment instruction that resulted in:

- The Group having no practical ability to withdraw, stop or cancel the payment instruction;
- The Group 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.

The Group shall apply the amendments retrospectively but is not required to restate prior periods. The effect of initially applying the amendments shall be recognized as an adjustment to the opening balance at the date of initial application.

4) Amendments to IFRS 9 and IFRS 7 “Contracts Referencing Nature-dependent Electricity”

Contracts referencing nature-dependent electricity are contracts that expose an entity to variability in the underlying amount of electricity because the source of electricity generation depends on uncontrollable natural conditions. Contracts referencing nature-dependent electricity include both contracts to buy or sell nature-dependent electricity and financial instruments that reference such electricity. When the Group enters into contracts to buy nature-dependent electricity, which exposes the Group to the risk that it would be required to buy electricity during a delivery interval in which the Group cannot use the electricity, and the design and operation of the electricity market require any amounts of unused electricity to be sold within a specified time, the amendments stipulate that such sales are not necessarily inconsistent with the contract being held in accordance with the Group’s expected usage requirements. The inconsistency will result in the contract being accounted for as financial instruments otherwise. The Group entered into and continues to hold such a contract in accordance with its expected electricity usage requirements, if the Group has bought, and expects to buy, sufficient electricity to offset the sales of any unused electricity in the same market in which it sold the electricity over a reasonable amount of time.

The amendments also stipulate that, if contracts referencing nature-dependent electricity are designated as hedging instruments in hedges of forecast transactions, for such a hedging relationship the Group is permitted to designate as the hedged item a variable nominal amount of forecast electricity transactions that is aligned with the variable amount of nature-dependent electricity expected to be delivered by the generation facility as referenced in the hedging instrument.

For the amendments related to whether contracts referencing nature-dependent electricity are entered into in accordance with expected electricity usage requirements, the Group shall apply retrospectively but is not required to restate prior periods. The effect of initially applying the amendments shall be recognized as an adjustment to the opening balance at the date of initial application. For the amendments related to hedge accounting, the Group shall apply prospectively.

Except for the above impact, as of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the 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.

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

a. Statement of compliance

The consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, other related regulations and IFRS Accounting Standards as endorsed and issued into effect by the FSC.

b. Basic 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. Classification of current and non-current assets and liabilities

Current assets include:

- Assets held primarily for the purpose of trading;
- Assets expected to be realized within 12 months after the reporting period; and
- Cash and cash equivalents unless the asset is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period.

Current liabilities include:

- Liabilities held primarily for the purpose of trading;
- Liabilities due to be settled within 12 months after the reporting period; and
- Liabilities for which the Group does not have the substantial right at the end of the reporting period to defer settlement for at least 12 months after the reporting period.

Assets and liabilities that are not classified as current are classified as non-current.

d. Basis of consolidation

The consolidated financial statements incorporate the financial statements of WLC and the entities controlled by WLC.

Income and expenses of subsidiaries acquired or disposed of during the period are included in the consolidated statement of comprehensive income from the effective date of acquisition up to the effective date of disposals, as appropriate.

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the Group.

All intra-group transactions, balances, income and expenses are eliminated in full upon consolidation.

Total comprehensive income of subsidiaries is attributed to the owners of WLC and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

Changes in the Group's ownership interests in subsidiaries that do not result in the Group losing control over the subsidiaries are accounted for as equity transactions. The carrying amounts of the interests of the Group and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognized directly in equity and attributed to the owners of the WLC.

Refer to Note 15 and Table 7 for the percentage of ownership, main businesses and details of the subsidiaries.

e. Business combinations

Acquisitions of businesses are accounted for using the acquisition method. Acquisition-related costs are generally recognized in profit or loss as they are incurred.

Goodwill is measured as the excess of the sum of the consideration transferred, the amount of any non-controlling interests in the acquiree, and the fair value of the acquirer's previously held equity interests in the acquiree over the net of the acquisition-date amounts of the identifiable assets acquired and the liabilities assumed. If, after re-assessment, the net of the acquisition date amounts of the identifiable assets acquired and liabilities assumed exceeds the sum of the consideration transferred, the amount of any non-controlling interests in the acquiree, and the fair value of the acquirer's previously held interests in the acquiree, the excess is recognized immediately in profit or loss as a bargain purchase gain.

Non-controlling interests that are present ownership interests and entitle their holders to a proportionate share of the entity's net assets in the event of liquidation may be initially measured either at fair value or at the non-controlling interests' proportionate share of the recognized amounts of the acquiree's identifiable net assets. The choice of measurement is made on a transaction-by-transaction basis. Other types of non-controlling interests are measured at fair value.

Where the consideration the Group transfers in a business combination includes assets or liabilities resulting from a contingent consideration arrangement, the contingent consideration is measured at its acquisition-date fair value and considered as part of the consideration transferred in a business combination. Changes in the fair value of the contingent consideration that qualify as measurement period adjustments are adjusted retrospectively, with the corresponding adjustments being made against goodwill or gains on bargain purchases. Measurement period adjustments are adjustments that arise from additional information obtained during the measurement period about facts and circumstances that existed as of the acquisition date. The measurement period does not exceed 1 year from the acquisition date. Contingent consideration is remeasured at fair value at the end of subsequent reporting period with any gain or loss recognized in profit or loss.

When a business combination is achieved in stages, the Group's previously held equity interest in an acquiree is remeasured to fair value at the acquisition date, and the resulting gain or loss is recognized in profit or loss. Amounts arising from interests in the acquiree prior to the acquisition date that have previously been recognized in other comprehensive income are recognized on the same basis as would be required had those interests been directly disposed of by the Group.

If the initial accounting for a business combination is incomplete by the end of the reporting period in which the combination occurs, the Group reports provisional amounts for the items for which the accounting is incomplete. Those provisional amounts are adjusted retrospectively during the measurement period, or additional assets or liabilities are recognized, to reflect new information obtained about facts and circumstances that existed as of the acquisition date that, if known, would have affected the amounts recognized as of that date.

When the Group acquires a subsidiary that does not constitute a business, the Group will identify and recognize the individual identifiable assets acquired (including intangible assets) and liabilities assumed, and then allocate the transaction price to the individual identifiable assets and liabilities. When allocating the transaction price, first, any identifiable assets or liabilities initially measured at an amount other than cost are initially measured at the amount specified in the applicable IFRS standards. Then the amounts of the assets and liabilities determined according to the applicable IFRS standards are deducted from the transaction price; the residual transaction price is then allocated to the remaining identifiable assets and liabilities (i.e., assets and liabilities initially measured at cost) based on their relative fair values at the date of the acquisition.

f. Foreign currencies

In preparing the financial statements of each individual company entity, transactions in currencies other than the entity's functional currency are recognized at the rates of exchange prevailing at the dates of the transactions.

At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date. Exchange differences on monetary items arising from settlement or translation are recognized in profit or loss in the period in which they arise except for exchange differences on transactions entered into in order to hedge certain foreign currency risks.

Non-monetary items denominated in foreign currencies that are measured at fair value are retranslated at the rates prevailing at the date when the fair value is determined. Exchange differences arising from the retranslation of non-monetary items are included in profit or loss for the period except for exchange differences arising from the retranslation of non-monetary items in respect of which gains and losses are recognized directly in other comprehensive income, in which cases, the exchange differences are also recognized directly in other comprehensive income.

Non-monetary item denominated in a foreign currency and measured at historical cost is stated at the reporting currency as originally translated from the foreign currency.

For the purpose of presenting consolidated financial statements, the financial statements of the Group's foreign operations (including subsidiaries and associates in other countries) that are prepared using functional currencies which are different from the currency of WLC are translated into the presentation currency, the New Taiwan dollar, as follows: Assets and liabilities are translated at the exchange rates prevailing at the end of the reporting period; and income and expense items are translated at the average exchange rates for the period. The resulting currency translation differences are recognized in other comprehensive income (attributed to the owners of WLC and non-controlling interests as appropriate).

On the disposal of a foreign operation (i.e., a disposal of the Group's entire interest in a foreign operation, or a disposal involving the loss of control over a subsidiary that includes a foreign operation, or a partial disposal of an interest in an associate that includes a foreign operation of which the retained interest becomes a financial asset), all of the exchange differences accumulated in equity in respect of that operation attributable to the owners of the Group are reclassified to profit or loss.

In a partial disposal of a subsidiary that does not result in the Group losing control over the subsidiary, the proportionate share of accumulated exchange differences is re-attributed to the non-controlling interests of the subsidiary and is not recognized in profit or loss. For all other partial disposals, the proportionate share of the accumulated exchange differences recognized in other comprehensive income is reclassified to profit or loss.

g. Inventories

Inventories consist of raw materials, supplies, finished goods and work-in-process and are stated at the lower of cost or net realizable value. Inventory write-downs are made by item, except where it may be appropriate to group similar or related items. The net realizable value is the estimated selling price of inventories less all estimated costs of completion and costs necessary to make the sale. Inventories are recorded at the weighted-average cost on the balance sheet date.

Inventories in the construction industry include construction land and work in progress, which are accounted for on the basis of acquisition cost or construction cost, and the cost is calculated separately for each project. Interest expenses incurred before the completion of the project are capitalized as part of its construction cost.

#### h. Investment in associates

An associate is an entity over which the Group has significant influence and which is neither a subsidiary nor an interest in a joint venture.

The Group uses the equity method to account for its investments in associates. Under the equity method, investments in an associate are initially recognized at cost and adjusted thereafter to recognize the Group's share of the profit or loss and other comprehensive income of the associate. The Group also recognizes the changes in the Group's share of the equity of associates.

Any excess of the cost of acquisition over the Group's share of the net fair value of the identifiable assets and liabilities of an associate at the date of acquisition is recognized as goodwill, which is included within the carrying amount of the investment and is not amortized. Any excess of the Group's share of the net fair value of the identifiable assets and liabilities over the cost of acquisition, after reassessment, is recognized immediately in profit or loss.

When the Group subscribes for additional new shares of an associate, at a percentage different from its existing ownership percentage, the resulting carrying amount of the investment differs from the amount of the Group's proportionate interest in the associate. The Group records such a difference as an adjustment to investments with the corresponding amount charged or credited to capital surplus - changes in capital surplus from investments in associates accounted for using the equity method. If the Group's ownership interest is reduced due to its additional subscription of the new shares of associate, the proportionate amount of the gains or losses previously recognized in other comprehensive income in relation to that associate is reclassified to profit or loss on the same basis as would be required had the investee had directly disposed of the related assets or liabilities. When the adjustment should be debited to capital surplus, but the capital surplus recognized from investments accounted for using the equity method is insufficient, the shortage is debited to retained earnings.

When the Group's share of losses of an associate equals or exceeds its interest in that associate, the Group discontinues recognizing its share of further losses. Additional losses and liabilities are recognized only to the extent that the Group has incurred legal obligations, or constructive obligations, or made payments on behalf of that associate.

The entire carrying amount of the investment (including goodwill) is tested for impairment as a single asset by comparing its recoverable amount with its carrying amount. Any impairment loss recognized is not allocated to any asset, including goodwill, that forms part of the carrying amount of the investment. Any reversal of that impairment loss is recognized to the extent that the recoverable amount of the investment subsequently increases.

The Group discontinues the use of the equity method from the date on which its investment ceases to be an associate. Any retained investment is measured at fair value at that date, and the fair value is regarded as the investment's fair value on initial recognition as a financial asset. The difference between the previous carrying amount of the associate attributable to the retained interest and its fair value is included in the determination of the gain or loss on disposal of the associate. The Group accounts for all amounts previously recognized in other comprehensive income in relation to that associate on the same basis as would be required had that associate directly disposed of the related assets or liabilities. If an investment in an associate becomes an investment in a joint venture, or an investment in a joint venture becomes an investment in an associate, the Group continues to apply the equity method and does not remeasure the retained interest.

When the Group transacts with its associate, profits and losses resulting from the transactions with the associate are recognized in the Group's consolidated financial statements only to the extent of interests in the associate that are not related to the Group.

i. Property, plant and equipment

Property, plant and equipment are initially measured at cost and subsequently measured at cost less accumulated depreciation and accumulated impairment loss.

Property, plant and equipment in the course of construction are measured at cost less any recognized impairment loss. Cost includes professional fees and borrowing costs eligible for capitalization. Such assets are depreciated and classified to the appropriate categories of property, plant and equipment when completed and ready for their intended use.

The depreciation of property, plant and equipment is recognized using the straight-line method. Each significant part is depreciated separately. The estimated useful lives, residual values and depreciation methods are reviewed at the end of each reporting period, with the effects of any changes in the estimates accounted for on a prospective basis.

On derecognition of an item of property, plant and equipment, the difference between the sales proceeds and the carrying amount of the asset is recognized in profit or loss.

j. Investment properties

Investment properties are properties held to earn rentals and/or for capital appreciation. Investment properties also include land held for a currently undetermined future use.

Investment properties are initially measured at cost, including transaction costs. Subsequent to initial recognition, investment properties are measured at cost less accumulated depreciation and accumulated impairment loss. Depreciation is recognized using the straight-line method.

For a transfer of classification from investment properties to property, plant and equipment, the deemed cost of the property for subsequent accounting is its carrying amount at the commencement of owner-occupation.

For a transfer of classification from property, plant and equipment to investment properties, the deemed cost of the property for subsequent accounting is its carrying amount at the end of owner-occupation.

On derecognition of an investment property, the difference between the net disposal proceeds and the carrying amount of the asset is included in profit or loss.

k. Goodwill

Goodwill arising from the acquisition of a business is measured at cost as established at the date of acquisition of the business less accumulated impairment loss.

For the purposes of impairment testing, goodwill is allocated to each of the Group's cash-generating units or groups of cash-generating units (referred to as "cash-generating units") that are expected to benefit from the synergies of the combination.

A cash-generating unit to which goodwill has been allocated is tested for impairment annually or more frequently whenever there is an indication that the unit may be impaired, by comparing its carrying amount, including the attributed goodwill, with its recoverable amount. However, if the goodwill allocated to a cash-generating unit was acquired in a business combination during the current annual period, that unit shall be tested for impairment before the end of the current annual period. If the recoverable amount of the cash-generating unit is less than its carrying amount, the impairment loss is allocated first to reduce the carrying amount of any goodwill allocated to the unit and then pro rata to the other assets of the unit based on the carrying amount of each asset in the unit. Any impairment loss is recognized directly in profit or loss. Any impairment loss recognized for goodwill is not reversed in subsequent periods.

If goodwill has been allocated to a cash-generating unit and the Group disposes of an operation within that unit, the goodwill associated with the operation which is disposed of is included in the carrying amount of the operation when determining the gain or loss on disposal and is measured on the basis of the relative values of the operation disposed of and the portion of the cash-generating unit retained.

#### 1. Intangible assets

Intangible assets with finite useful lives that are acquired separately are initially measured at cost and subsequently measured at cost less accumulated amortization and accumulated impairment loss. Amortization is recognized on a straight-line basis. The estimated useful lives, residual values, and amortization methods are reviewed at the end of each reporting period, with the effect of any changes in the estimates accounted for on a prospective basis.

Intangible assets acquired in a business combination and recognized separately from goodwill are initially recognized at their fair value at the acquisition date (which is regarded as their cost). Subsequent to initial recognition, they are measured on the same basis as intangible assets that are acquired separately.

On derecognition of an intangible asset, the difference between the net disposal proceeds and the carrying amount of the asset is recognized in profit or loss.

#### m. Impairment of property, plant and equipment, right-of-use asset, investment properties, intangible assets other than goodwill and assets related to contract costs

At the end of each reporting period, the Group reviews the carrying amounts of its property, plant and equipment, right-of-use asset, investment properties and intangible assets excluding goodwill, to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss. When it is not possible to estimate the recoverable amount of an individual asset, the Group estimates the recoverable amount of the cash-generating unit to which the asset belongs. Corporate assets are allocated to the individual cash-generating units on a reasonable and consistent basis of allocation.

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment at least annually and whenever there is an indication that the assets may be impaired.

The recoverable amount is the higher of fair value less costs to sell and value in use. If the recoverable amount of an asset or cash-generating unit is estimated to be less than its carrying amount, the carrying amount of the asset or cash-generating unit is reduced to its recoverable amount, with the resulting impairment loss recognized in profit or loss.

Before the Group recognizes an impairment loss from assets related to contract costs, any impairment loss on inventories, property, plant and equipment and intangible assets related to the contract applicable under IFRS 15 shall be recognized in accordance with applicable standards. Then, impairment loss from the assets related to the contract costs is recognized to the extent that the carrying amount of the assets exceeds the remaining amount of consideration that the Group expects to receive in exchange for related goods or services less the costs which relate directly to providing those goods or services and which have not been recognized as expenses. The assets related to the contract costs are then included in the carrying amount of the cash-generating unit to which they belong for the purpose of evaluating impairment of that cash-generating unit.



When an impairment loss is subsequently reversed, the carrying amount of the corresponding asset, cash-generating unit or assets related to contract costs is increased to the revised estimate of its recoverable amount, but only to the extent of the carrying amount that would have been determined had no impairment loss been recognized on the asset, cash-generating unit or assets related to contract costs in prior years. A reversal of an impairment loss is recognized in profit or loss.

n. Financial instruments

Financial assets and financial liabilities are recognized when the Group becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issuance of financial assets and financial liabilities (other than financial assets and financial liabilities at FVTPL) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at FVTPL are recognized immediately in profit or loss.

Financial assets

All regular way purchases or sales of financial assets are recognized and derecognized on a trade date basis.

1) Measurement categories

Financial assets are classified into the following categories: Financial assets at FVTPL, financial assets at amortized cost and equity instruments at FVTOCI.

a) Financial assets at FVTPL

Financial assets are classified as at FVTPL when such financial assets are mandatorily classified or designated as at FVTPL. Financial assets mandatorily classified as at FVTPL include investments in equity instruments which are not designated as at FVTOCI and debt instruments that do not meet the amortized cost criteria or the FVTOCI criteria.

Financial assets at FVTPL are subsequently measured at fair value, and any remeasurement gains or losses are recognized in other gains or losses. Fair value is determined in the manner described in Note 35.

b) Financial assets at amortized cost

Financial assets that meet the following conditions are subsequently measured at amortized cost:

- i. The financial assets are held within a business model whose objective is to hold financial assets in order to collect contractual cash flows; and
- ii. The contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Subsequent to initial recognition, financial assets at amortized cost, including cash and cash equivalents, trade receivables at amortized cost are measured at amortized cost, which equals the gross carrying amount determined using the effective interest method less any impairment loss. Exchange differences are recognized in profit or loss.

Interest income is calculated by applying the effective interest rate to the gross carrying amount of such a financial asset, except for:

- i. Purchased or originated credit-impaired financial assets, for which interest income is calculated by applying the credit-adjusted effective interest rate to the amortized cost of such financial assets; and
- ii. Financial asset that is not credit impaired on purchase or origination but has subsequently become credit impaired, for which interest income is calculated by applying the effective interest rate to the amortized cost of such financial assets in subsequent reporting periods.

Cash equivalents include time deposits with original maturities within 3 months from the date of acquisition or time deposits with original maturities within 3-12 months from the date of acquisition and the interest earned upon early withdrawal exceeds that of regular saving accounts, which are highly liquid, readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value. These cash equivalents are held for the purpose of meeting short-term cash commitments.

Bank balances used by the Group that are subject to third-party contractual restrictions are included as part of cash unless the restrictions result in a bank balance that no longer meets the definition of cash. Contractual restrictions affecting the use of bank balances are disclosed in Note 6. If the contractual restrictions to use the cash extend beyond 12 months after the end of the reporting period, the related amounts are classified as non-current in the statement of financial position.

c) Investments in equity instruments at FVTOCI

On initial recognition, the Group may make an irrevocable election to designate investments in equity instruments as at FVTOCI. Designation as at FVTOCI is not permitted if the equity investment is held for trading or if it is contingent consideration recognized by an acquirer in a business combination.

Investments in equity instruments at FVTOCI are subsequently measured at fair value with gains and losses arising from changes in fair value recognized in other comprehensive income and accumulated in other equity. The cumulative gain or loss will not be reclassified to profit or loss on disposal of the equity investments, instead, they will be transferred to retained earnings.

Dividends on these investments in equity instruments are recognized in profit or loss when the Group's right to receive the dividends is established, unless the dividends clearly represent a recovery of part of the cost of the investment.

2) Impairment of financial assets

The Group recognizes a loss allowance for expected credit losses on financial assets at amortized cost (including trade receivables), investments in debt instruments that are measured at FVTOCI, operating lease receivable, finance lease receivables, as well as contract assets.

The Group always recognizes lifetime Expected Credit Losses (ECLs) for trade receivables, operating lease receivable, finance lease receivables and contract assets. For all other financial instruments, the Group recognizes lifetime ECLs when there has been a significant increase in credit risk since initial recognition. If, on the other hand, the credit risk on the financial instrument has not increased significantly since initial recognition, the Group measures the loss allowance for that financial instrument at an amount equal to 12-month ECLs.

Expected credit losses reflect the weighted average of credit losses with the respective risks of default occurring as the weights. Lifetime ECLs represents the expected credit losses that will result from all possible default events over the expected life of a financial instrument. In contrast, 12-month ECLs represents the portion of lifetime ECLs that is expected to result from default events on a financial instrument that are possible within 12 months after the reporting date.

For internal credit risk management purposes, the Group considers the following situations as indication that a financial asset is in default (without taking into account any collateral held by the Group):

- a) Internal or external information shows that the debtor is unlikely to pay its creditors.
- b) Financial asset is more than 90 days past due unless the Group has reasonable and corroborative information to support a more lagged default criterion.

The impairment loss of all financial assets is recognized in profit or loss by a reduction in their carrying amounts through a loss allowance account.

### 3) Derecognition of financial assets

The Group derecognizes a financial asset only when the contractual rights to the cash flows from the asset expire or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party.

On derecognition of a financial asset at amortized cost in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognized in profit or loss. On derecognition of an investment in an equity instrument at FVTOCI, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognized in profit or loss, and the cumulative gain or loss which had been recognized in other comprehensive income is transferred directly to retained earnings, without recycling through profit or loss.

### Equity instruments

Equity instruments issued by the Group are recognized at the proceeds received, net of direct issue costs.

The repurchase of WLC's own equity instruments is recognized in and deducted directly from equity. No gain or loss is recognized in profit or loss on the purchase, sale, issuance or cancellation of WLC's own equity instruments.

### Financial liabilities

#### 1) Subsequent measurement

Except the following situation, all the financial liabilities are measured at amortized cost using the effective interest method:

- a) Financial liabilities at FVTPL

Financial liabilities are classified as at FVTPL when such financial liabilities are either held for trading or are designated as at FVTPL.

Financial liabilities held for trading are stated at fair value, and any remeasurement gains or losses are recognized in other gains or losses. Fair value is determined in the manner described in Note 35.

b) Financial guarantee contracts

Financial guarantee contracts issued by the Group, if not designated as at FVTPL, are subsequently measured at the higher of:

- i. The amount of the loss allowance reflecting expected credit losses; and
- ii. The amount initially recognized less, where appropriate, the cumulative amount of income recognized in accordance with the revenue recognition policies.

2) Derecognition of financial liabilities

The difference between the carrying amount of a financial liability derecognized and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognized in profit or loss.

Derivative financial instruments

The Group enters into a variety of derivative financial instruments to manage its exposure to interest rate and foreign exchange rate risks, including foreign exchange forward contracts and interest rate swaps.

Derivatives are initially recognized at fair value at the date on which the derivative contracts are entered into and are subsequently remeasured to their fair value at the end of each reporting period. The resulting gain or loss is recognized in profit or loss immediately unless the derivative is designated and effective as a hedging instrument; in which event, the timing of the recognition in profit or loss depends on the nature of the hedging relationship. When the fair value of a derivative financial instrument is positive, the derivative is recognized as a financial asset; when the fair value of a derivative financial instrument is negative, the derivative is recognized as a financial liability.

Derivatives embedded in hybrid contracts that contain financial asset hosts within the scope of IFRS 9 are not separated; instead, the classification is determined in accordance with the entire hybrid contract. Derivatives embedded in non-derivative host contracts that are not financial assets within the scope of IFRS 9 (e.g., financial liabilities) are treated as separate derivatives when they meet the definition of a derivative; their risks and characteristics are not closely related to those of the host contracts; and the host contracts are not measured at FVTPL.

o. Hedge accounting

The Group designates certain hedging instruments, which include derivatives, embedded derivatives and non-derivatives in respect of foreign currency risk, as either fair value hedges or cash flow hedges. Hedges of foreign exchange risk on firm commitments are accounted for as cash flow hedges.

1) Fair value hedges

Gain or losses on derivatives that are designated and qualify as fair value hedges are recognized in profit or loss immediately, together with any changes in the fair value of the hedged asset or liability that are attributable to the hedged risk. The change in the fair value of the hedging instrument and the change in the hedged item attributable to the hedged risk are recognized in profit or loss in the line item relating to the hedged item.

The Group discontinues hedge accounting only when the hedging relationship ceases to meet the qualifying criteria; for instance, when the hedging instrument expires or is sold, terminated or exercised.

## 2) Cash flow hedges

The effective portion of gains or losses on derivatives that are designated and qualify as cash flow hedges is recognized in other comprehensive income. The gains or losses relating to the ineffective portion are recognized immediately in profit or loss.

The associated gains or losses that were recognized in other comprehensive income are reclassified from equity to profit or loss as reclassification adjustment in the line item relating to the hedged item in the same period when the hedged item affects profit or loss. If a hedge of a forecast transaction subsequently results in the recognition of a non-financial asset or a non-financial liability, the associated gains and losses that were recognized in other comprehensive income are removed from equity and included in the initial cost of the non-financial asset or non-financial liability.

The Group discontinues hedge accounting only when the hedging relationship ceases to meet the qualifying criteria; for instance, when the hedging instrument expires or is sold, terminated or exercised. The cumulative gain or loss on the hedging instrument that has been previously recognized in other comprehensive income (from the period when the hedge was effective) remains separately in equity until the forecast transaction occurs. When a forecast transaction is no longer expected to occur, the gains or losses accumulated in equity are recognized immediately in profit or loss.

### p. Levies

Levies imposed by a government are accrued as other liabilities when the transactions or activities that trigger the payment of such levies occur. If the obligating event occurs over a period of time, the liability is recognized progressively. If an obligation to pay a levy is triggered upon reaching a minimum threshold, the liability is recognized when that minimum threshold is reached.

### q. Provisions

Provisions are recognized when the Group has a present obligation (legal or constructive) as a result of a past event and it is probable that the Group will be required to settle the obligation and the amount of the obligation can be measured reliably.

Contingent liabilities acquired in a business combination are initially measured at fair value at the acquisition date, when the fair value of the present obligation resulting from past events can be reliably measured. At the end of subsequent reporting periods, such contingent liabilities are measured at their amortized amount. However, if the present obligation amount is assessed to have a probable outflow of resources, the contingent liabilities shall be measured at the higher of the present obligation amount and the amortized amount.

### r. Revenue recognition

The Group identifies contracts with customers, allocates the transaction price to the performance obligations and recognizes revenue when performance obligations are satisfied.

#### 1) Revenue from the sale of goods and real estate

Revenue from the sale of goods and real estate comes from sales of wires, cables, stainless steel and real estate. Sales of wires, cables and stainless steel are recognized as revenue when the customer has full discretion over the manner of distribution and the price to sell the goods, has the primary responsibility for sales to future customers and bears the risks of obsolescence. Trade receivables are recognized concurrently.

The Group does not recognize revenue on materials delivered to subcontractors because this delivery does not involve a transfer of control.

For contracts to sell properties in the ordinary course of business, the fixed transaction price is received in instalments and recognized as a contract liability. The transaction price, after adjusting for the effect of the significant financing component, is recognized as revenue when the construction is completed, and the property is transferred to the buyer.

## 2) Revenue from the others

### a) Revenue from the rendering of services

Revenue from the rendering of services is recognized when services are rendered. Revenue generated from services provided under the contract is recognized according to the completion of the contract.

### b) Construction contract revenue

Contract assets are recognized during the construction and are reclassified to trade receivables at the point at which the customer is invoiced. If the milestone payment exceeds the revenue recognized to date, then the Group recognizes a contract liability for the difference. Certain payments, which are retained by the customer as specified in the contract, are intended to ensure that the Group adequately completes all of its contractual obligations. Such retention receivables are recognized as contract assets until the Group satisfies its performance obligations.

When the outcome of a performance obligation cannot be reasonably measured, contract revenue is recognized only to the extent of contract costs incurred in satisfying the performance obligation for which recovery is expected.

## s. Leases

At the inception of a contract, the Group assesses whether the contract is, or contains, a lease.

### 1) The Group as lessor

Leases are classified as finance leases whenever the terms of a lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

Under finance leases, the lease payments comprise fixed payments and variable lease payments which depend on an index or a rate. The net investment in a lease is measured at (a) the present value of the sum of the lease payments receivable by a lessor and any unguaranteed residual value accrued to the lessor plus (b) initial direct costs and is presented as a finance lease receivable. Finance lease income is allocated to the relevant accounting periods so as to reflect a constant, periodic rate of return on the Group's net investment outstanding in respect of leases.

Lease payments less any lease incentives payable from operating leases are recognized as income on a straight-line basis over the terms of the relevant leases. Initial direct costs incurred in obtaining operating leases are added to the carrying amounts of the underlying assets and recognized as expenses on a straight-line basis over the lease terms.

### 2) The Group as lessee

The Group recognizes right-of-use assets and lease liabilities for all leases at the commencement date of a lease, except for short-term leases and low-value asset leases accounted for by applying a recognition exemption where lease payments are recognized as expenses on a straight-line basis over the lease terms.

Right-of-use assets are initially measured at cost, which comprises the initial measurement of lease liabilities adjusted for lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs needed to restore the underlying assets, and less any lease incentives received. Right-of-use assets are subsequently measured at cost less accumulated depreciation and impairment losses and adjusted for any remeasurement of the lease liabilities.

Right-of-use assets are depreciated using the straight-line method from the commencement dates to the earlier of the end of the useful lives of the right-of-use assets or the end of the lease terms.

Lease liabilities are initially measured at the present value of the lease payments, which comprise fixed payments, in-substance fixed payments, variable lease payments which depend on an index or a rate, residual value guarantees, the exercise price of a purchase option if the Group is reasonably certain to exercise that option, and payments of penalties for terminating a lease if the lease term reflects such termination, less any lease incentives receivable. The lease payments are discounted using the interest rate implicit in a lease, if that rate can be readily determined. If that rate cannot be readily determined, the lessee's incremental borrowing rate will be used.

Subsequently, lease liabilities are measured at amortized cost using the effective interest method, with interest expense recognized over the lease terms. When there is a change in a lease term, a change in the amounts expected to be payable under a residual value guarantee, a change in the assessment of an option to purchase an underlying asset, or a change in future lease payments resulting from a change in an index or a rate used to determine those payments, the Group remeasures the lease liabilities with a corresponding adjustment to the right-of-use-assets. However, if the carrying amount of the right-of-use assets is reduced to zero, any remaining amount of the remeasurement is recognized in profit or loss. Lease liabilities are presented on a separate line in the consolidated balance sheets.

Variable lease payments that do not depend on an index or a rate are recognized as expenses in the periods in which they are incurred.

t. Government grants

Government grants are not recognized until there is reasonable assurance that the Group will comply with the conditions attached to them and that the grants will be received.

Government grants are recognized in profit or loss on a systematic basis over the periods in which the Group recognizes as expenses the related costs that the grants intend to compensate.

Government grants that are receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the Group with no future related costs are recognized in profit or loss in the period in which they are received.

The benefit of a government loan received at a below-market rate of interest is treated as a government grant measured as the difference between the proceeds received and the fair value of the loan based on prevailing market interest rates.

u. Employee benefits

1) Short-term employee benefits

Liabilities recognized in respect of short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in exchange for the related service.

## 2) Retirement benefits

Payments to defined contribution retirement benefit plans are recognized as expenses when employees have rendered services entitling them to the contributions.

Defined benefit costs (including service cost, net interest and remeasurement) under defined benefit retirement benefit plans are determined using the projected unit credit method. Service cost (including current service cost) and net interest on the net defined benefit liabilities (assets) are recognized as employee benefits expense in the period in which they occur. Remeasurement, comprising actuarial gains and losses and the return on plan assets (excluding interest), is recognized in other comprehensive income in the period in which it occurs. Remeasurement recognized in other comprehensive income is reflected immediately in retained earnings and will not be reclassified to profit or loss.

Net defined benefit liabilities (assets) represent the actual deficit (surplus) in the Group's defined benefit plans. Any surplus resulting from this calculation is limited to the present value of any refunds from the plans or reductions in future contributions to the plans.

## v. Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

### 1) Current tax

Income tax payable (recoverable) is based on taxable profit (loss) for the year determined according to the applicable tax laws of each tax jurisdiction.

According to the Income Tax Act in the ROC, an additional tax on unappropriated earnings is provided for in the year the shareholders approve to retain earnings.

Adjustments of prior years' tax liabilities are added to or deducted from the current year's tax provision.

### 2) Deferred tax

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities and the corresponding tax bases used in the computation of taxable profit. If a temporary difference arises from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit and at the time of the transaction, does not give rise to equal taxable and deductible temporary differences, the resulting deferred tax asset or liability is not recognized. In addition, a deferred tax liability is not recognized on taxable temporary differences arising from the initial recognition of goodwill.

Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets are generally recognized for all deductible temporary differences and unused loss carryforwards to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized.

Deferred tax liabilities are recognized for taxable temporary differences associated with investments in subsidiaries and associates, except where the Group is able to control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred tax assets arising from deductible temporary differences associated with such investments and interests are recognized only to the extent that it is probable that there will be sufficient taxable profits against which to utilize the benefits of the temporary differences and they are expected to reverse in the foreseeable future.



The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. A previously unrecognized deferred tax asset is also reviewed at the end of each reporting period and recognized to the extent that it has become probable that future taxable profit will allow the deferred tax asset to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liabilities are settled or the assets are realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Group expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

The Group has applied the exception from the recognition and disclosure of deferred tax assets and liabilities relating to Pillar Two income taxes. Accordingly, the Group neither recognizes nor discloses information about deferred tax assets and liabilities related to Pillar Two income taxes.

### 3) Current and deferred taxes

Current and deferred taxes are recognized in profit or loss, except when they relate to items that are recognized in other comprehensive income or directly in equity; in which case, the current and deferred taxes are also recognized in other comprehensive income or directly in equity, respectively.

Where current tax or deferred tax arises from the initial accounting for a business combination, the tax effect is included in the accounting for the business combination.

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

In the application of the Group's accounting policies, management is required to make judgments, estimates and assumptions on the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered relevant. Actual results may differ from these estimates.

When developing material accounting estimates, the Group review the estimates and underlying assumptions on an ongoing basis. Revisions to accounting estimates are recognized in the year in which the estimate is revised if the revision affects only that year, or in the year of the revisions and future years if the revision affects both current and future years.

## 6. CASH AND CASH EQUIVALENTS

	<b>December 31</b>	
	<b>2024</b>	<b>2023</b>
Cash on hand	\$ 63,362	\$ 3,613
Checking accounts and cash in banks	9,705,904	13,901,500
Cash equivalents		
Time deposits	877,033	2,068,397
Short-term bills	111,118	350,122
Foreign exchange deposit account for offshore funds	-	23,380
	<u>\$ 10,757,417</u>	<u>\$ 16,347,012</u>

The market rate intervals of cash in the bank at the end of the year were as follows (except for the checking accounts' interest rate of 0.00%):

	<b>December 31</b>	
	<b>2024</b>	<b>2023</b>
Bank balance	0.001%-2.60%	0.001%-2.60%
Time deposits	0.01%-4.39%	0.755%-5.60%
Short-term bills	0.65%-0.66%	0.53%-1.27%

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

	<b>Purpose</b>	<b>December 31</b>	
		<b>2024</b>	<b>2023</b>
Other financial assets - current			
Restricted deposits	To meet contract requirements for completing construction	\$ 54,126	\$ 81,640
	To secure short-term borrowings and letters of credit	192,668	25,306
Refundable deposits	Futures deposits	<u>12,837</u>	<u>2,348</u>
		<u>259,631</u>	<u>109,294</u>
Refundable deposits			
Other - pledged time deposits	To meet contract requirements for completing construction	52,537	62,080
Other non-current assets - other			
Restricted deposits	To meet construction project and performance letter of guarantee	-	10,838
Pledged time deposits	To meet required security deposit	<u>1,562</u>	<u>1,427</u>
		<u>54,099</u>	<u>74,345</u>
		<u>\$ 313,730</u>	<u>\$ 183,639</u>

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

	<b>December 31</b>	
	<b>2024</b>	<b>2023</b>
<u>Financial assets mandatorily classified as at FVTPL</u>		
Derivative financial assets (not under hedge accounting)		
Commodity futures contracts	\$ -	\$ 68,624
Options	-	10,142
Exchange rate swap contracts	5,677	-
Non-derivative financial assets		
Contingent consideration	-	\$ 2,614,285
Foreign unlisted shares	<u>66,607</u>	<u>79,541</u>
Financial assets at FVTPL	<u>\$ 72,284</u>	<u>\$ 2,772,592</u>
Current	\$ 5,677	\$ 1,508,943
Non-current	<u>66,607</u>	<u>1,263,649</u>
	<u>\$ 72,284</u>	<u>\$ 2,772,592</u>

(Continued)

	<b>December 31</b>	
	<b>2024</b>	<b>2023</b>
<u>Financial liabilities held for trading</u>		
Derivative financial liabilities (not under hedge accounting)		
Commodity futures contracts	\$ 322,273	\$ -
Foreign exchange forward contracts	34,323	16,041
Exchange rate swap contracts	-	6,705
Non-derivative financial liabilities		
Contingent consideration	<u>563,583</u>	<u>484,429</u>
Financial liabilities at FVTPL	<u>\$ 920,179</u>	<u>\$ 507,175</u>
Current	\$ 356,596	\$ 22,746
Non-current	<u>563,583</u>	<u>484,429</u>
	<u>\$ 920,179</u>	<u>\$ 507,175</u>
		(Concluded)

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

	Type of Transaction	Quantity (Tons)	Trade Date	Maturity Date	Exercise Price (In Thousands)	Market Price (In Thousands)	Valuation (Loss) Gain (In Thousands)
<u>December 31, 2024</u>							
Commodity futures contracts							
Copper	Buy	15,677	2024.05.31-2024.12.31	2025.01.09-2025.08.20	US\$ 145,699	US\$ 136,756	US\$ (8,943)
Copper	Buy	5,000	2024.12.13-2024.12.18	2025.01.31-2025.06.30	RMB 373,691	RMB 369,544	RMB (4,147)
Copper	Sell	1,475	2024.12.10-2024.12.31	2025.01.15	US\$ 13,222	US\$ 12,820	US\$ 402
Nickel	Buy	1,290	2024.10.22-2024.12.19	2025.01.22-2025.03.19	US\$ 20,338	US\$ 19,626	US\$ (712)
<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)

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

	Currency	Maturity Date	Notional Amount (In Thousands)
<u>December 31, 2024</u>			
Sell	EUR to USD	2025.01.16-2025.02.18	EUR21,442/USD22,529
	EUR to MYR	2025.01.08-2025.05.30	EUR1,920/MYR9,023
Buy	USD to IDR	2025.01.06-2025.03.20	USD53,551/IDR847,599,840
	USD to IDR	2025.01.02-2025.01.17	USD67,000/IDR1,071,372,000
	USD to JPY	2025.01.14	USD4,000/JPY605,400
	EUR to USD	2025.01.31-2025.09.30	EUR18,242/USD20,045
	EUR to BRL	2025.01.16-2025.03.21	EUR2,638/BRL16,570
	EUR to GBP	2025.01.29-2025.02.26	EUR5,515/GBP4,610
	EUR to SEK	2025.01.31-2025.03.28	EUR11,211/SEK128,250
	SEK to USD	2025.01.31	SEK8,624/USD800
	SEK to GBP	2025.02.28	SEK3,432/GBP250
	SEK to EUR	2025.01.31-2025.02.28	SEK22,967/EUR2,000

December 31, 2023

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

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

	Currency	Maturity Date	Notional Amount (In Thousands)
December 31, 2024	USD to RMB	2025.04.02	USD10,972/RMB800,000
	USD to IDR	2025.01.06-2025.03.20	USD43,551/IDR689,109,840
	EUR to GBP	2025.01.08	EUR13,194/GBP11,030
	EUR to USD	2025.01.30-2025.02.27	EUR1,472/USD1,535
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

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

December 31, 2023

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

- e. For the years ended December 31, 2024 and 2023, the Group's strategies for commodity futures contracts, foreign exchange forward contracts, exchange rate swap contracts and futures options were to hedge exposures to fluctuations in the prices of raw material, foreign exchange rates and interest 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 December 31, 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

	<u>December 31</u>	
	<b>2024</b>	<b>2023</b>
<u>Current</u>		
Foreign investments		
Corporate bonds	\$ 15	\$ 15
Mutual funds	715	712
Government bonds	<u>8,491</u>	<u>-</u>
	<u>\$ 9,221</u>	<u>\$ 727</u>
<u>Non-current</u>		
Foreign investments		
Government bonds	<u>\$ 130,699</u>	<u>\$ 184,613</u>

The interest rates for the government bonds the Group purchased were 0.5%-4.75% and 4.45% as of December 31, 2024 and 2023, respectively.

## 9. FINANCIAL INSTRUMENTS FOR HEDGING

	<b>December 31</b>	
	<b>2024</b>	<b>2023</b>
<u>Financial assets</u>		
Cash flow hedges - hedged foreign currency deposits	\$ 231,024	\$ 346,441
Cash flow hedges - interest rate swap contracts	16,663	53,439
Cash flow hedges - gas and electricity swap contracts	<u>15,574</u>	<u>-</u>
	<u>\$ 263,261</u>	<u>\$ 399,880</u>
Current	\$ 238,305	\$ 346,441
Non-current	<u>24,956</u>	<u>53,439</u>
	<u>\$ 263,261</u>	<u>\$ 399,880</u>
<u>Financial liabilities</u>		
Cash flow hedges - foreign exchange forward contracts	\$ 10,546	\$ 4,967
Cash flow hedges - gas and electricity swap contracts	-	3,616
Cash flow hedges - nickel swap contracts	<u>5,756</u>	<u>-</u>
	<u>\$ 16,302</u>	<u>\$ 8,583</u>
Current	\$ 15,475	\$ 5,878
Non-current	<u>827</u>	<u>2,705</u>
	<u>\$ 16,302</u>	<u>\$ 8,583</u>

- a. The Group entered into foreign 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 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 period were as follows:

Financial Commodity	Type of Transaction	Quantity	Trade Date	Maturity Date	Notional Amount (In Thousands)	Market Price (In Thousands)	Valuation (Loss) Gain (In Thousands)
<u>December 31, 2024</u>							
Gas	Buy	30,000 Tons	2024.09.13	2027.04.30- 2027.06.30	EUR 867	EUR 953	EUR 86
Electricity	Buy	127,000 Megawatt hours	2024.11.26- 2024.12.27	2025.01.31- 2026.09.30	EUR 7,369	EUR 7,739	EUR 370
Nickel	Buy	230 Tons	2024.06.25- 2024.12.27	2025.01.31- 2025.04.30	EUR 3,554	EUR 3,385	EUR (169)
<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)

## 10. CONTRACT ASSETS

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

	<u>December 31</u>	
	<u>2024</u>	<u>2023</u>
Contract assets		
Cable installation	\$ 501,451	\$ 735,895
Solar power systems installation	70,218	260,130
Less: Allowance for impairment loss	<u>-</u>	<u>-</u>
Contract assets - current	<u>\$ 571,669</u>	<u>\$ 996,025</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

	<u>December 31</u>	
	<u>2024</u>	<u>2023</u>
<u>Notes receivable</u>		
Notes receivable	<u>\$ 526,699</u>	<u>\$ 920,752</u>
<u>Trade receivables</u>		
Trade receivables	\$ 15,736,374	\$ 15,628,930
Less: Allowance for impairment loss	<u>(768,988)</u>	<u>(637,399)</u>
	<u>\$ 14,967,386</u>	<u>\$ 14,991,531</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.

### December 31, 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%-4%	0%-50%	0%-100%	50%-100%	
Gross carrying amount	\$ 12,482,193	\$ 1,841,608	\$ 229,494	\$ 326,578	\$ 856,501	\$ 15,736,374
Loss allowance (lifetime ECLs)	<u>(80,266)</u>	<u>(64,008)</u>	<u>(26,747)</u>	<u>(16,465)</u>	<u>(581,502)</u>	<u>(768,988)</u>
Amortized cost	<u>\$ 12,401,927</u>	<u>\$ 1,777,600</u>	<u>\$ 202,747</u>	<u>\$ 310,113</u>	<u>\$ 274,999</u>	<u>\$ 14,967,386</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)	<u>(16,320)</u>	<u>(34,607)</u>	<u>(71,766)</u>	<u>(292,380)</u>	<u>(222,326)</u>	<u>(637,399)</u>
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>



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

	<b>For the Year Ended December 31</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	-	412,281
Less: Reversal of impairment loss	(41,647)	-
Less: Amounts written off	(50,583)	(51,459)
Foreign exchange gains and losses	<u>30,254</u>	<u>(3,633)</u>
Balance at December 31	<u>\$ 768,988</u>	<u>\$ 637,399</u>

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

## 12. FINANCE LEASE RECEIVABLES

	<b>December 31</b>	
	<b>2024</b>	<b>2023</b>
<u>Undiscounted lease payments</u>		
Year 1	\$ 81,359	\$ 81,359
Year 2	81,359	81,359
Year 3	81,359	81,359
Year 4	81,359	81,359
Year 5	81,359	81,359
Year 5 onwards	<u>206,299</u>	<u>287,658</u>
	613,094	694,453
Less: Unearned finance income	<u>(72,637)</u>	<u>(91,930)</u>
Net investment in leases presented as finance lease receivables	<u>\$ 540,457</u>	<u>\$ 602,523</u>
Current	\$ 64,183	\$ 62,067
Non-current	<u>476,274</u>	<u>540,456</u>
	<u>\$ 540,457</u>	<u>\$ 602,523</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 December 31, 2024 and 2023.

The finance lease receivables as of December 31, 2024 and 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

	December 31	
	2024	2023
Manufacturing and trading industries		
Raw materials	\$ 10,611,861	\$ 8,353,682
Raw materials in transit	1,844,390	2,496,691
Supplies	1,990,854	2,017,810
Work-in-process	12,420,581	7,900,218
Finished goods and merchandise	14,568,269	10,441,129
Contracts in progress	<u>303,992</u>	<u>227,395</u>
	<u>41,739,947</u>	<u>31,436,925</u>
Real estate development industry		
Undeveloped land	3,434	3,434
Buildings and land held for sale	181,466	174,510
Contracts in progress	<u>2,198,100</u>	<u>2,089,427</u>
	<u>2,383,000</u>	<u>2,267,371</u>
	<u>\$ 44,122,947</u>	<u>\$ 33,704,296</u>

- The cost of goods sold related to inventories for the years ended December 31, 2024 and 2023 were NT\$166,232,984 thousand and NT\$174,230,148 thousand, respectively.
- The cost of goods sold for the years ended December 31, 2024 and 2023 included inventory write-downs of NT\$441,893 thousand and NT\$97,969 thousand, respectively.
- The inventory for the real estate development business are primarily land and construction costs for future construction and contracts in progress of WLC subsidiary, Walsin (Nanjing) Development Co., Ltd.

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

	December 31	
	2024	2023
Domestic listed ordinary shares		
HannStar Display Corp.	\$ 2,522,903	\$ 3,550,641
HannStar Board Corp.	3,120,373	3,525,594
TECO Electric & Machinery Corp.	12,063,667	10,815,701
K. S. Terminals Inc.	11,296	10,426
Domestic unlisted ordinary shares	820,738	812,330
Foreign unlisted ordinary shares	<u>101,132</u>	<u>108,480</u>
	<u>\$ 18,640,109</u>	<u>\$ 18,823,172</u>
Non-current	<u>\$ 18,640,109</u>	<u>\$ 18,823,172</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 years ended December 31, 2024 and 2023, the unrealized valuation (losses) gains resulting from these investments in equity instruments were NT\$(190,882) thousand and NT\$6,307,904 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 December 31, 2024 and 2023 were as follows:

Investor	Investee	Main Business	Percentage of Ownership (%)	
			December 31	
			2024	2023
Walsin Lihwa Corporation	Walsin Lihwa Holdings Limited (WLHL)	Investment holding	100.00	100.00
	Concord Industries Limited (CIL)	Investment holding	100.00	100.00
	Ace Result Global Limited	Investment holding	100.00	100.00
	Min Maw Precision Industry Corp. (Min Maw)	Solar power systems management, design, and installation	100.00	100.00
	Walsin Info-Electric Corp. (Walsin Info-Electric)	Mechanical and electrical, communications, and power systems	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
	Joint Success Enterprises Limited	Investments	49.05	49.05
	P.T. Walsin Lippo Industries (P.T. Walsin)	Manufacture and sale of cables and wires	70.00	70.00
	PT. Walsin Lippo Kabel	Cables and wires	70.00	70.00
	Waltuo Green Resources Corp.	Waste disposal, resource recovery and cement products	100.00	100.00
	PT. Walsin Nickel Industrial Indonesia	Manufacture and sale of nickel pig iron	50.00	50.00
	Walsin Precision Technology Sdn. Bhd.	Manufacture and sale of stainless steel	100.00	100.00
	Walsin Singapore Pte. Ltd.	Investment holding	100.00	100.00
	Walsin America, LLC	Investment holding	100.00	100.00
	Walsin Lihwa Europe S.a r.l.	Investment holding	100.00	100.00
	PT. Walsin Research Innovation Indonesia	Consulting and Management	99.67	99.50
		(Note 9)		
	Walsin Energy Cable System Co., Ltd.	Submarine communication cables	90.00	90.00
Walsin Singapore Pte. Ltd.	PT. Walsin Nickel Industrial Indonesia	Manufacture and sale of nickel pig iron	42.00	42.00
	PT. Sunny Metal Industry	Manufacture and sale of nickel matte	50.10	50.10
	Berg Holding Limited	Investment holding	75.00	-
		(Note 3)		
Berg Holding Limited	PT. Sunny Metal Industry	Manufacture and sale of nickel matte	39.35	-
		(Note 3)		
WLHL	Walsin (China) Investment Co., Ltd.	Investment holding	100.00	100.00
	Jiangyin Walsin Steel Cable Co., Ltd. (JHS)	Manufacture and sale of steel cables and wires	100.00	100.00
	Shanghai Walsin Lihwa Power Wire & Cable Co., Ltd.	Manufacture and sale of cables and wires	95.71	95.71
	Dongguan Walsin Wire & Cable Co., Ltd.	Manufacture and sale of bare copper cables and wires	100.00	100.00
	Walsin International Investments Limited	Investments	100.00	100.00
	Nanjing Taiwan Trade Mart Management Co., Ltd.	Business and assets management, consulting and advertising services	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
	Walsin (China) Investment Co., Ltd.	Manufacture and sale of cables and wires	15.48	15.48
	Hangzhou Walsin Power Cable & Wire Co., Ltd.	Manufacture and sale of cables and wires	60.00	-
		(Note 7)		
Dongguan Walsin Wire & Cable Co., Ltd.	Hangzhou Walsin Power Cable & Wire Co., Ltd.	Manufacture and sale of cables and wires	24.52	24.52
Ace Result Global Limited CIL	Walsin Specialty Steel Corp.	Sale of specialty steel products and investment holding	100.00	100.00
	Changshu Walsin Specialty Steel Co., Ltd.	Manufacture and sale of specialized steel tubes, rods and wires	100.00	100.00
	Yantai Walsin Stainless Steel Co., Ltd.	Production and sale of new-type alloy materials	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
	XiAn Walsin Metal Product Co., Ltd.	Production and sale of medium and heavy specialty steel plates	100.00	100.00
	Joint Success Enterprises Limited	Investments	50.95	50.95
	Walsin (Nanjing) Development Co., Ltd.	Construction, rental and sale of buildings and industrial factories	100.00	100.00
Walsin (Nanjing) Development Co., Ltd.	Nanjing Walsin Property Management Co., Ltd.	Property management, business management and housing leasing	100.00	100.00
Min Maw Precision Industry Corp. (Min Maw)	PT. Walsin Research Innovation Indonesia	Consulting and management	0.50	0.50
Walsin America, LLC Borrego Energy Holdings, LLC	Borrego Energy Holdings, LLC	Investment holding	72.55	72.55
	Borrego Energy, LLC	Solar power system	100.00	100.00
	Cleanleaf Energy Holdings, Inc.	Investment holding	100.00	100.00
		(Note 6)		(Note 6)
Walsin Lihwa Europe S.a r.l.	MEG S.A.	Investment holding	100.00	90.21
		(Note 1)		(Note 1)
MEG S.A.	Cogne Acciai Speciali S.p.A.	Manufacture and sale of stainless steel	70.00	77.60
		(Note 2)		(Note 2)

(Continued)

Investor	Investee	Main Business	Percentage of Ownership (%)	
			December 31	
			2024	2023
Cogne Acciai Speciali S.p.A.	Cogne France Société par Actions Simplifiée	Sale of stainless steel	100.00	100.00
	Cogne Edelstahl GmbH	Sale of stainless steel	100.00	100.00
	Cogne SG Pte. Ltd.	Sale of stainless steel	100.00	100.00
	Cogne Hong Kong Limited	Investment holding	100.00	100.00
	Cogne U.K. Limited	Sale of stainless steel	100.00	100.00
	Cogne Stainless Bars SA	Manufacture and sale of stainless steel	100.00	100.00
	Cogne Mexico Sociedad Anonima de Capital Variable	Manufacture and sale of stainless steel	82.53	82.53
	Metinox Cogne Aços Inoxidáveis Especiais Ltda	Sale of stainless steel	100.00	100.00
	Cogne Speciality Steel USA, Inc.	Sale of stainless steel	100.00	100.00
	Cogne Celik Sanayi ve Ticaret Limited Şirketi	Sale of stainless steel	100.00	100.00
	Dong Guan Cogne Steel Products Co., Ltd.	Manufacture and sale of stainless steel	100.00	100.00
	Special Melted Products Limited	Manufacture and sale of high-quality special steels	100.00	100.00
	Degerfors Long Products AB	and nickel-based alloys		(Note 5)
		Sale of special steel	100.00	100.00
Cogne Stainless Bars SA	Com. Steel Inox S.p.A.	Stainless steel and nickel-based alloy recycling and processing	65.00	-
			(Note 8)	
	DMV GmbH	Investment holding	100.00	-
			(Note 10)	
	Aosta Servizi Generali S.r.l.	Machinery and Electrical maintenance	100.00	100.00
	Cogne Mexico Sociedad Anonima de Capital Variable	Manufacture and sale of stainless steel	0.0002	0.0002
	DMV Deutschland GmbH	Manufacturing stainless steel and nickel-based alloy tube	100.00	-
			(Note 11)	
	DMV France S.A.S.	Manufacturing stainless steel and nickel-based alloy tube	100.00	-
			(Note 11)	
	DMV SOTEP S.A.S.	Manufacturing stainless steel and nickel-based alloy tube	100.00	-
			(Note 11)	
	DMV Italia S.R.L.	Manufacturing stainless steel and nickel-based alloy tube	100.00	-
			(Note 11)	
	DMV USA, Inc.	Manufacturing stainless steel and nickel-based alloy tube	100.00	-
			(Note 11)	
PT. Walsin Nickel Industrial Indonesia	PT. Walhsu Metal Industry	Manufacture and sale of nickel matte	0.10	0.10
PT. Sunny Metal Industry	PT. Walhsu Metal Industry	Manufacture and sale of nickel matte	99.90	(Note 4)
				99.90
				(Note 4)
Hangzhou Walsin Power Cable & Wire Co., Ltd.	Hangzhou Futong Electric Industries Co., Ltd.	Manufacture and sale of cables and wires	51.00	51.00
			(Note 7)	(Note 7)

(Concluded)

Note 1: On August 2, 2024, WLC's board of directors resolved to adjust the investment structure in MEG S.A., resulting in an increase in the shareholding percentage from 90.21% to 100.00%.

Note 2: On August 2, 2024, WLC's board of directors resolved to adjust the investment structure in Cogne Acciai Speciali S.p.A., resulting in a decrease in the shareholding percentage from 77.60% to 70.00%.

Note 3: 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 4: 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 5: 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 32.

Note 6: The Group established Cleanleaf Energy Holdings, Inc. on September 14, 2023, and injected capital on January 1, 2024.

Note 7: 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 8: 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.

Note 9: On September 26, 2024, WLC's board of directors approved an increase in capital through cash for PT. Walsin Research Innovation Indonesia, and the capital increase base date was on October 9, 2024.

Note 10: Cogne Acciai Speciali S.p.A. acquired 100.00% shares of DMV GmbH for a consideration of NT\$4,020,514 thousand on November 1, 2024. This transaction was classified as a business combination. Please refer to Note 32.

Note 11: The subsidiaries of DMV GmbH were merged into the Group in November 2024 as part of the above-mentioned business combination.

b. The following entity was excluded from consolidation as of December 31, 2024 and 2023:

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

Note: The investee has a capital of HK\$500 thousand and total assets of HK\$1 thousand. As of December 31, 2024 and 2023, the investee had no sales, and its total assets were less than 1% of the Group's consolidated total assets. In 2024, the subsidiary executed the liquidation procedures, with September 27, 2024 set as the liquidation date.

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 years ended December 31, 2024 and 2023 were not audited by the auditor of WLC but by other auditors. As of December 31, 2024 and 2023, the combined total assets of those subsidiaries were NT\$42,130,578 thousand and NT\$38,958,711 thousand, respectively; for the years ended December 31, 2024 and 2023, the combined net operating revenues of these subsidiaries were NT\$32,309,110 thousand and NT\$34,331,965 thousand, respectively.

## 16. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

Investments in associates:

Name of Associate	December 31			
	2024		2023	
	Carrying Amount	Ownership Percentage (%)	Carrying Amount	Ownership Percentage (%)
<u>Material associates</u>				
Winbond Electronics Corp.	\$ 20,303,647	22.11	\$ 20,335,573	21.99
Walton Advanced Engineering, Inc.	2,164,134	21.17	2,230,609	21.17
Walsin Technology Corp.	9,047,293	18.30	8,631,671	18.30
<u>Associates that are not individually material</u>				
Others	8,333,599		18,442,318	
	<u>\$ 39,848,673</u>		<u>\$ 49,640,171</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	December 31	
	2024	2023
Winbond Electronics Corp.	\$ 14,726,008	\$ 27,995,121
Walton Advanced Engineering, Inc.	\$ 1,529,316	\$ 1,671,833
Walsin Technology Corp.	\$ 8,223,465	\$ 10,934,986

All the associates were accounted for using the equity method.

In January 2024, WLC disposed of its entire 29.5% shareholding in the associate PT. Westrong Metal Industry for total proceeds of US\$146,000 thousand.

In June 2024, WLC disposed of part of its shareholding in the associate Innovation West Mantewe Pte. Ltd., reducing its ownership from 40.00% to 20.00%. The total proceeds amounted to US\$58,652 thousand, and a gain of NT\$663,969 thousand was recognized under “Gain on Disposal of Investments.”

In July 2024, WLC disposed of its 29.17% shareholding in the associate PT. CNGR Walsin New Mining Industry Investment Indonesia for total proceeds of US\$1,459 thousand, and a gain of NT\$7,315 thousand was recognized under “Gain on Disposal of Investments.”

In July 2024, WLC disposed of its 29.17% shareholding in the associate PT. CNGR Walsin New Energy and Technology Indonesia for total proceeds of US\$9,356 thousand, and a gain of NT\$6,799 thousand was recognized under “Gain on Disposal of Investments.”

In August 2024, WLC purchased of its 29.50% shareholding in the associate PT. Walsin Everising Specialty Steel Indonesia for a total purchase of US\$6,151 thousand.

The summarized financial information below represents amounts shown in the associates’ financial statements prepared in accordance with IFRS Accounting Standards adjusted by the Group for equity accounting purposes.

a. Material associates

December 31, 2024

	<b>Winbond Electronics Corp.</b>	<b>Walton Advanced Engineering, Inc.</b>	<b>Walsin Technology Corp.</b>
Current assets	\$ 59,515,489	\$ 6,218,361	\$ 31,266,210
Non-current assets	118,268,659	9,955,842	67,988,977
Current liabilities	(41,761,715)	(3,370,891)	(23,911,364)
Non-current liabilities	<u>(36,863,012)</u>	<u>(2,242,092)</u>	<u>(17,066,670)</u>
Equity	99,159,421	10,561,220	58,277,153
Non-controlling interests	<u>(7,507,933)</u>	<u>(134,378)</u>	<u>(9,631,450)</u>
	<u>\$ 91,651,488</u>	<u>\$ 10,426,842</u>	<u>\$ 48,645,703</u>
Proportion of the Group’s ownership	22.11%	21.17%	18.30%
Equity attributable to the Group	\$ 20,264,144	\$ 2,207,362	\$ 8,902,164
Other adjustments	<u>39,503</u>	<u>(43,228)</u>	<u>145,129</u>
Carrying amount	<u>\$ 20,303,647</u>	<u>\$ 2,164,134</u>	<u>\$ 9,047,293</u>
Operating revenue	<u>\$ 81,609,768</u>	<u>\$ 7,859,456</u>	<u>\$ 34,755,041</u>
Net profit for the year	\$ 709,621	(27,814)	\$ 3,828,708
Other comprehensive loss	<u>(7,866,252)</u>	<u>(360,374)</u>	<u>(21,545)</u>
Total comprehensive income for the year	<u>\$ (7,156,631)</u>	<u>\$ (388,188)</u>	<u>\$ 3,807,163</u>

December 31, 2023

	<b>Winbond Electronics Corp.</b>	<b>Walton Advanced Engineering, Inc.</b>	<b>Walsin Technology Corp.</b>
Current assets	\$ 66,505,389	\$ 5,910,245	\$ 38,015,600
Non-current assets	124,282,555	11,394,115	56,427,628
Current liabilities	(36,032,759)	(3,608,250)	(25,474,021)
Non-current liabilities	<u>(54,295,007)</u>	<u>(3,069,785)</u>	<u>(12,353,431)</u>
Equity	100,460,178	10,626,325	56,615,776
Non-controlling interests	<u>(8,163,361)</u>	<u>(92,257)</u>	<u>(10,036,131)</u>
	<u>\$ 92,296,817</u>	<u>\$ 10,534,068</u>	<u>\$ 46,579,645</u>
Proportion of the Group's ownership	21.99%	21.17%	18.30%
Equity attributable to the Group	\$ 20,296,070	\$ 2,230,062	\$ 8,524,075
Other adjustments	<u>39,503</u>	<u>547</u>	<u>107,596</u>
Carrying amount	<u>\$ 20,335,573</u>	<u>\$ 2,230,609</u>	<u>\$ 8,631,671</u>
Operating revenue	<u>\$ 75,006,078</u>	<u>\$ 7,276,069</u>	<u>\$ 32,797,671</u>
Net profit for the year	\$ 34,449	\$ (112,652)	\$ 2,657,922
Other comprehensive income (loss)	<u>(1,304,665)</u>	<u>601,516</u>	<u>1,555,362</u>
Total comprehensive income for the year	<u>\$ (1,270,216)</u>	<u>\$ 488,864</u>	<u>\$ 4,213,284</u>

b. Associates that are not individually material

	<b>For the Year Ended December 31</b>	
	<b>2024</b>	<b>2023</b>
The Group's share of:		
Net profit from continuing operations	\$ 171,043	\$ 361,594
Other comprehensive (loss) income	<u>(3,442,241)</u>	<u>1,059,418</u>
Total comprehensive (loss) income for the year	<u>\$ (3,271,198)</u>	<u>\$ 1,421,012</u>

The Group's shares of profit and other comprehensive income of the associates for the years ended December 2024 and 2023 were based on the associates' financial statements audited by independent auditors for the same period.

## 17. PROPERTY, PLANT AND EQUIPMENT

	<b>December 31</b>	
	<b>2024</b>	<b>2023</b>
Assets used by the Group	<u>\$ 84,592,885</u>	<u>\$ 78,705,431</u>



	Land	Buildings and Improvements	Machinery and Equipment	Other Equipment	Construction in Progress	Total
<u>Cost</u>						
Balance at January 1, 2024	\$ 4,000,385	\$ 30,062,463	\$ 66,580,327	\$ 12,003,844	\$ 15,947,767	\$ 128,594,786
Additions	301,633	724,826	2,408,748	356,797	4,130,487	7,922,491
Disposals	-	(6,946)	(780,168)	(419,519)	(718)	(1,207,351)
Acquisition through business combinations	-	1,609,253	3,372,595	424,665	169,167	5,575,680
Reclassified	-	3,765,875	4,066,322	603,495	(8,762,749)	(327,057)
Effects of foreign currency exchange differences	74	1,124,311	1,958,813	402,996	348,139	3,834,333
Balance at December 31, 2024	<u>\$ 4,302,092</u>	<u>\$ 37,279,782</u>	<u>\$ 77,606,637</u>	<u>\$ 13,372,278</u>	<u>\$ 11,832,093</u>	<u>\$ 144,392,882</u>
<u>Accumulated depreciation and impairment</u>						
Balance at January 1, 2024	\$ 8,067	\$ 10,981,058	\$ 32,552,709	\$ 6,347,521	\$ -	\$ 49,889,355
Depreciation expenses	-	1,498,307	4,909,978	842,021	-	7,250,306
Capitalized depreciation expense	-	-	380	140	-	520
Disposals	-	(6,818)	(666,091)	(410,235)	-	(1,083,144)
Acquisition through business combinations	-	662,532	1,620,026	380,844	-	2,663,402
Impairment losses recognized	-	-	(28,109)	4,190	-	(23,919)
Effects of foreign currency exchange differences	-	264,571	663,441	175,465	-	1,103,477
Balance at December 31, 2024	<u>\$ 8,067</u>	<u>\$ 13,399,650</u>	<u>\$ 39,052,334</u>	<u>\$ 7,339,946</u>	<u>\$ -</u>	<u>\$ 59,799,997</u>
Carrying amount at December 31, 2024	<u>\$ 4,294,025</u>	<u>\$ 23,880,132</u>	<u>\$ 38,554,303</u>	<u>\$ 6,032,332</u>	<u>\$ 11,832,093</u>	<u>\$ 84,592,885</u>
<u>Cost</u>						
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	205,834	1,327,378	282,805	15,148,027	17,171,747
Disposals	-	(14,619)	(297,804)	(212,726)	(6,215)	(531,364)
Acquisition through business combinations	2,169	910,107	1,470,100	35,147	88,900	2,506,423
Reclassified	12,652	6,328,748	13,345,299	3,423,208	(23,251,543)	(141,636)
Transfers to investment properties	-	-	-	(4,558)	-	(4,558)
Effects of foreign currency exchange differences	1,191	(232,793)	306,492	(127,037)	105,959	53,812
Balance at December 31, 2023	<u>\$ 4,000,385</u>	<u>\$ 30,062,463</u>	<u>\$ 66,580,327</u>	<u>\$ 12,003,844</u>	<u>\$ 15,947,767</u>	<u>\$ 128,594,786</u>
<u>Accumulated depreciation and impairment</u>						
Balance at January 1, 2023	\$ 8,067	\$ 9,790,075	\$ 28,172,188	\$ 5,913,566	\$ -	\$ 43,883,896
Depreciation expenses	-	1,217,749	4,311,556	724,009	-	6,253,314
Capitalized depreciation expense	-	-	123	45	-	168
Disposals	-	(10,909)	(270,836)	(205,783)	-	(487,528)
Reclassified	-	-	(328)	(19,664)	-	(19,992)
Impairment losses recognized	-	-	93	43	-	136
Effects of foreign currency exchange differences	-	(15,857)	335,293	(64,695)	-	258,823
Balance at December 31, 2023	<u>\$ 8,067</u>	<u>\$ 10,981,058</u>	<u>\$ 32,552,709</u>	<u>\$ 6,347,521</u>	<u>\$ -</u>	<u>\$ 49,889,355</u>
Carrying amount at December 31, 2023	<u>\$ 3,992,318</u>	<u>\$ 19,081,405</u>	<u>\$ 34,027,618</u>	<u>\$ 5,656,323</u>	<u>\$ 15,947,767</u>	<u>\$ 78,705,431</u>

- a. Apart from the machinery equipment of 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 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 December 31, 2024 and 2023, the recorded total carrying amount of such parcels of land amounted to NT\$256,301 and NT\$491,917 thousand, respectively.
- c. After appropriate evaluation, the Group recognized a reversal of impairment loss on property, plant and equipment of NT\$23,919 thousand for the year ended December 31, 2024, and an impairment loss on property, plant and equipment of NT\$136 thousand for the year ended December 31, 2023.

## 18. LEASE ARRANGEMENTS

- a. Right-of-use assets

	<b>December 31</b>	
	<b>2024</b>	<b>2023</b>
<u>Carrying amounts</u>		
Land	\$ 3,814,277	\$ 3,389,816
Buildings	1,085,714	526,343
Machinery equipment	1,070,472	710,189
Office equipment	58,094	58,177
Transportation equipment	<u>42,313</u>	<u>34,518</u>
	<u>\$ 6,070,870</u>	<u>\$ 4,719,043</u>
	<b>For the Year Ended December 31</b>	
	<b>2024</b>	<b>2023</b>
Additions to right-of-use assets	<u>\$ 802,766</u>	<u>\$ 555,761</u>
Acquisition through business combination	<u>\$ 934,227</u>	<u>\$ 53,822</u>
Disposals	<u>\$ (3,193)</u>	<u>\$ (24,196)</u>
Depreciation charge for right-of-use assets		
Land	\$ 165,726	\$ 157,629
Buildings	189,231	95,885
Machinery equipment	97,065	60,308
Office equipment	19,651	20,217
Transportation equipment	<u>17,689</u>	<u>15,382</u>
	<u>\$ 489,362</u>	<u>\$ 349,421</u>

- b. Lease liabilities

	<b>December 31</b>	
	<b>2024</b>	<b>2023</b>
<u>Carrying amounts</u>		
Current	<u>\$ 600,124</u>	<u>\$ 257,859</u>
Non-current	<u>\$ 3,342,782</u>	<u>\$ 2,765,167</u>

Range of discount rates for lease liabilities was as follows:

	<b>December 31</b>	
	<b>2024</b>	<b>2023</b>
Land	0.83%-8.746%	0.83%-6.123%
Buildings	2.278%-8.76%	0.83%-8.76%
Machinery equipment	3.00%-3.90%	3.00%-3.90%
Office equipment	3.00%-3.90%	3.00%-3.90%
Transportation equipment	1.964%-5.615%	1.964%-3.44%

c. Other lease information

	<b>For the Year Ended December 31</b>	
	<b>2024</b>	<b>2023</b>
Expenses relating to short-term leases	<u>\$ 234,212</u>	<u>\$ 83,990</u>
Expenses relating to low-value asset leases	<u>\$ 1,058</u>	<u>\$ 1,145</u>
Expenses relating to variable lease payments not included in the measurement of lease liabilities	<u>\$ 4,756</u>	<u>\$ 4,992</u>
Total cash outflow for leases	<u>\$ (583,087)</u>	<u>\$ (398,874)</u>

## 19. INVESTMENT PROPERTIES

	<b>December 31</b>	
	<b>2024</b>	<b>2023</b>
Completed investment properties	<u>\$ 15,210,112</u>	<u>\$ 15,514,751</u>
		<b>Completed Investment Properties</b>
<u>Cost</u>		
Balance at January 1, 2024		\$ 18,908,583
Transfers from property, plant and equipments		13,578
Transfers to inventories		(199,257)
Effects of foreign currency exchange differences		<u>417,649</u>
Balance at December 31, 2024		<u>\$ 19,140,553</u>
Balance at January 1, 2023		\$ 19,078,843
Transfers from property, plant and equipments		4,558
Transfers to inventories		(34,586)
Effects of foreign currency exchange differences		<u>(140,232)</u>
Balance at December 31, 2023		<u>\$ 18,908,583</u>

(Continued)

**Completed  
Investment  
Properties**

Accumulated depreciation and impairment

Balance at January 1, 2024	\$ 3,393,832
Depreciation expenses	464,250
Effects of foreign currency exchange differences	<u>72,359</u>
Balance at December 31, 2024	<u>\$ 3,930,441</u>
Balance at January 1, 2023	\$ 2,955,037
Depreciation expenses	464,119
Effects of foreign currency exchange differences	<u>(25,324)</u>
Balance at December 31, 2023	<u>\$ 3,393,832</u>
	(Concluded)

The completed investment properties are depreciated on a straight-line method over their estimated useful lives of 20 to 50 years.

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, 2024 and 2023, the fair values of the investment properties were NT\$48,286,129 thousand and NT\$46,171,839 thousand, respectively.

## 20. GOODWILL

	<b>For the Year Ended December 31</b>	
	<b>2024</b>	<b>2023</b>
<u>Cost</u>		
Balance at January 1	\$ 2,155,597	\$ 286,139
Acquisition through business combination	845,016	1,894,200
Effects of foreign currency exchange differences	<u>99,333</u>	<u>(24,742)</u>
Balance at December 31	<u>\$ 3,099,946</u>	<u>\$ 2,155,597</u>
<u>Accumulated impairment</u>		
Balance at January 1	\$ -	\$ -
Balance at December 31	<u>\$ -</u>	<u>\$ -</u>
Carrying amount at December 31	<u>\$ 3,099,946</u>	<u>\$ 2,155,597</u>

The Group acquired Degerfors Long Products AB on August 1, 2023 and recognized the gain from bargain purchase of NT\$1,168,686 thousand. Please refer to Note 32. The Group adjusted the initial accounting treatment and provisionally determined amounts from the acquisition date based on the finalized purchase price allocation report in 2024. The comparative period amount was restated accordingly.

The Group acquired Special Melted Products Ltd. on September 19, 2023 and recognized the determined goodwill of NT\$1,894,200 thousand. Please refer to Note 32. The Group adjusted the initial accounting treatment and provisionally determined amounts from the acquisition date based on the finalized purchase price allocation report in 2024. The comparative period amount was restated accordingly.

The Group acquired DMV GmbH on November 1, 2024 and recognized the gain from bargain purchase of NT\$940,668 thousand. Please refer to Note 32. As of the date of issuance of the consolidated financial statements, the purchase price allocation report has not been finalized. The amount may change afterward. Please refer to Note 32.

	<b>December 31, 2023</b>		
	<b>Amount Before Restatement</b>	<b>Adjustment</b>	<b>Restated</b>
Goodwill	\$ 4,157,877	\$ (2,002,280)	\$ 2,155,597
Property, plant and equipment	\$ 78,154,936	\$ 550,495	\$ 78,705,431
Other intangible assets	\$ 7,997,819	\$ 2,013,513	\$ 10,011,332
Deferred tax liabilities	\$ (6,587,732)	\$ (641,002)	\$ (7,228,734)
Unappropriated earnings	\$ (48,340,145)	\$ 54,911	\$ (48,285,234)
Exchange differences on translation of the financial statement of foreign operations	\$ 4,947,475	\$ 581	\$ 4,948,056
Non-controlling interests	\$ (13,638,998)	\$ 23,782	\$ (13,615,216)

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

	<b>For the Year Ended December 31, 2023</b>		
<b>The Effects on Comprehensive Income</b>	<b>Amount Before Restatement</b>	<b>Adjustment</b>	<b>Restated</b>
Operating costs	\$ (175,396,014)	\$ (53,844)	\$ (175,449,858)
Operating expenses	\$ (8,202,846)	\$ (50,748)	\$ (8,253,594)
Income tax expense	\$ (1,497,148)	\$ 26,148	\$ (1,471,000)
Exchange differences on translation of the financial statement of foreign operations	\$ (833,485)	\$ (830)	\$ (834,315)

## 21. OTHER INTANGIBLE ASSETS

	Supply Contract	Core Technology	Others	Total
<u>Cost</u>				
Balance at January 1, 2024	\$ 5,161,050	\$ 3,664,703	\$ 3,026,619	\$ 11,852,372
Additions	-	-	49,646	49,646
Acquisitions through business combination	-	-	99,658	99,658
Effect of foreign currency exchange differences	<u>349,617</u>	<u>248,252</u>	<u>30,172</u>	<u>628,041</u>
Balance at December 31, 2024	<u>\$ 5,510,667</u>	<u>\$ 3,912,955</u>	<u>\$ 3,206,095</u>	<u>\$ 12,629,717</u>
<u>Accumulated amortization and impairment</u>				
Balance at January 1, 2024	\$ 618,246	\$ 425,789	\$ 797,005	\$ 1,841,040
Amortization expenses	674,731	435,449	286,434	1,396,614
Acquisitions through business combinations	-	-	55,191	55,191
Effect of foreign currency exchange differences	<u>55,979</u>	<u>37,942</u>	<u>(27,897)</u>	<u>66,024</u>
Balance at December 31, 2024	<u>\$ 1,348,956</u>	<u>\$ 899,180</u>	<u>\$ 1,110,733</u>	<u>\$ 3,358,869</u>
Carrying amount at December 31, 2024	<u>\$ 4,161,711</u>	<u>\$ 3,013,775</u>	<u>\$ 2,095,362</u>	<u>\$ 9,270,848</u>
<u>Cost</u>				
Balance at January 1, 2023	\$ 5,161,890	\$ 3,665,300	\$ 873,664	\$ 9,700,854
Additions	-	-	37,599	37,599
Acquisitions through business combination	-	-	2,090,972	2,090,972
Effect of foreign currency exchange differences	<u>(840)</u>	<u>(597)</u>	<u>24,384</u>	<u>22,947</u>
Balance at December 31, 2023	<u>\$ 5,161,050</u>	<u>\$ 3,664,703</u>	<u>\$ 3,026,619</u>	<u>\$ 11,852,372</u>
<u>Accumulated amortization and impairment</u>				
Balance at January 1, 2023	\$ -	\$ -	\$ 647,571	\$ 647,571
Amortization expenses	627,287	432,015	126,365	1,185,667
Effect of foreign currency exchange differences	<u>(9,041)</u>	<u>(6,226)</u>	<u>23,069</u>	<u>7,802</u>
Balance at December 31, 2023	<u>\$ 618,246</u>	<u>\$ 425,789</u>	<u>\$ 797,005</u>	<u>\$ 1,841,040</u>
Carrying amount at December 31, 2023	<u>\$ 4,542,804</u>	<u>\$ 3,238,914</u>	<u>\$ 2,229,614</u>	<u>\$ 10,011,332</u>

- a. 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.
- b. Apart from stated above, the other intangible assets of the Group are amortized on a straight-line basis over 5-18 years.
- c. Except for acquisitions through business combinations and the recognition of amortization expenses, there were no significant additions, disposals or impairments of other intangible assets of the Group for the years ended December 31, 2024 and 2023.

## 22. OTHER ASSETS

	December 31	
	2024	2023
Prepayment for purchases	\$ 3,222,202	\$ 3,012,629
Prepaid expense	619,954	669,186
Prepaid sales tax	2,273,117	1,615,043
Prepayment for investments	5,227	1,334,026
Other financial assets - non-current	4,594,488	-
Tax refund receivable	413,135	278,058
Others	<u>966,154</u>	<u>643,233</u>
	<u>\$ 12,094,277</u>	<u>\$ 7,552,175</u>
Current	\$ 6,251,778	\$ 5,377,850
Non-current	<u>5,842,499</u>	<u>2,174,325</u>
	<u>\$ 12,094,277</u>	<u>\$ 7,552,175</u>

In 2024, the Group deposited NT\$4,594,488 thousand as an endorsement guarantee for Cogne Acciai Speciali S.p.A. financing purposes, which was recognized under “other non-current assets - other financial assets.” Please refer to Notes 23 and 37.

## 23. BORROWINGS

	December 31	
	2024	2023
Short-term borrowings	<u>\$ 17,909,079</u>	<u>\$ 11,508,074</u>
Short-term notes and bills payable	<u>\$ 3,145,773</u>	<u>\$ -</u>
Current portion of long-term borrowings	<u>\$ 5,914,123</u>	<u>\$ 1,538,480</u>
Long-term borrowings	<u>\$ 37,358,178</u>	<u>\$ 31,924,532</u>
Long-term notes and bills payable	<u>\$ -</u>	<u>\$ 2,998,822</u>

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

	December 31			
	2024		2023	
	Interest Rate %	Amount	Interest Rate %	Amount
Bank lines of credit	1.810-7.000	\$ 17,823,075	0.86-7.60	\$ 11,490,666
Discounted notes receivable	2.00	<u>86,004</u>	1.98	<u>17,408</u>
		<u>\$ 17,909,079</u>		<u>\$ 11,508,074</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 December 31, 2024 and 2023.

- b. Short-term notes and bills payables as of December 31, 2024 were as follows:

December 31, 2024

Acceptance Agency	Type	Interest Rate	Amount
China Bills, Mega Bills and International Bills	Unsecured	1.800-1.850	\$ 3,148,000
Less: Discount on short-term bills payable			<u>(2,227)</u>
			<u>\$ 3,145,773</u>

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

	December 31		
	2024		2023
	Significant Covenant	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	\$ 124,915	\$ 179,177
Taipei Fubon Commercial Bank	From December 25, 2013 to October 11, 2028; after the grace period, repayments are due in stages	31,167	38,033
Citibank, N.A.	Principal repayment at maturity, from October 25, 2024 to October 23, 2027	4,438,200	-
Other long-term secured loan	From January 12, 2019 to December 18, 2030; repayments are due according to contracts	<u>47,625</u>	<u>56,237</u>
		<u>4,641,907</u>	<u>273,447</u>
<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	975,231	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	7,400,000	9,000,000

(Continued)



December 31			
2024		2023	
	Significant Covenant	Amount	Amount
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
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
China CITIC Bank	Principal repayment at maturity, from February 7, 2024 to February 7, 2029.	2,002,773	-
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
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
Hua Nan Commercial Bank	Principal repayment at maturity, from March 8, 2022 to March 28, 2027	2,500,000	2,500,000
Chang Hwa Commercial Bank	Principal repayment at maturity, from March 8, 2022 to March 8, 2027	2,000,000	2,000,000
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.	2,501,124	1,799,194
Hua Nan Commercial Bank	From June 15, 2023 to July 6, 2027; after the grace period, repayments are due monthly	2,000,000	400,691
E.SUN Commercial Bank	From June 15, 2023 to May 15, 2028; after the grace period, repayments are due monthly	1,000,000	209,024
Chinatrust Commercial Bank	Principal repayment at maturity, from August 15, 2023 to September 22, 2026	199,638	134,484
Intesa Sanpaolo S.p.A	Principal repayment at maturity, from December 30, 2019 to June 30, 2028	1,994,458	2,486,656
Mega International Commercial Bank	Loan from June 5, 2024 to June 5, 2031, first repayment is the fifteenth day of the first calendar month from the expiration of 36 months after the drawdown date, and the repayments are due monthly.	2,149,980	-
Other long-term credit loans	Principal repayments are due according to contracts, from November 1, 2018 to November 15, 2033	<u>4,907,190</u>	<u>4,521,746</u>
		<u>38,630,394</u>	<u>33,189,565</u>
		43,272,301	33,463,012
Less: Current portion of long-term borrowings		<u>(5,914,123)</u>	<u>(1,538,480)</u>
		<u>\$ 37,358,178</u>	<u>\$ 31,924,532</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 December 31, 2024 and 2023, the effective interest rate ranges of the credit borrowings were 0.47%-15.36% and 0.10%-16.26% per annum, respectively. As of December 31, 2024 and 2023, the effective interest rate range of the secured borrowings were 2.61%-4.03% and 2.15%-6.20% per annum, respectively.
- 4) As of December 31, 2024 and 2023, the Group's current portions of the long-term borrowings under the loan agreements were NT\$5,914,123 thousand and NT\$1,538,480 thousand, respectively. The Group's consolidated financial statements for the years ended December 31, 2024 and 2023 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 December 31, 2024 and 2023.
- d. Long-term notes and bills payables as of December 31, 2023 were as follows:

December 31, 2023

Acceptance Agency	Type	Interest Rate	Amount
China Bills, Mega Bills and International Bills	Unsecured	1.521-1.58	\$ 3,000,000
Less: Discount on long-term bills payable			<u>(1,178)</u>
			<u>\$ 2,998,822</u>

## 24. BONDS PAYABLE

	December 31	
	2024	2023
Domestic unsecured bonds	\$ 12,800,000	\$ 12,800,000
Overseas unsecured bonds	153,139	253,345
Less: Current portion of long-term borrowings	<u>(102,523)</u>	<u>(101,940)</u>
	<u>\$ 12,850,616</u>	<u>\$ 12,951,405</u>

On October 8, 2021, WLC issued the first unsecured bond of 2021 at 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. Since the issuance date, the interest will be paid once a year, and the principal will be repaid once due.

On April 11, 2023, the Company issued the first unsecured bond of 2023 at amount of NT\$5.3 billion and were 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 at 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. Since the insurance date, the interest will be paid in half a year, and the principal will be repaid in 10 installments from the second year.

## 25. OTHER PAYABLES

	December 31	
	2024	2023
Payables for purchases of equipment	\$ 1,558,069	\$ 3,436,394
Payables for salaries or bonuses	1,330,064	1,001,161
Payables for dividends	3,816	3,586
Other accrued expenses payables	5,539,577	4,942,356
Other financing payables	3,359,418	2,628,672
Other payables - other	<u>256,164</u>	<u>57,627</u>
	<u>\$ 12,047,108</u>	<u>\$ 12,069,796</u>

As of December 31, 2024 and 2023, the effective interest rate ranges of other financing payables were 4.43%-7.58% and 6.83%-7.62%, respectively.

## 26. RETIREMENT BENEFIT PLANS

### a. Defined contribution plan

WLC and its subsidiaries in the ROC adopted a pension plan under the Labor Pension Act (LPA), which is a state-managed defined contribution plan. Under the LPA, WLC and its subsidiaries in the ROC make monthly contributions to employees' individual pension accounts at 6% of monthly salaries and wages.

The Group recognized expenses of NT\$325,361 thousand and NT\$293,302 thousand for the years ended December 31, 2024 and 2023, respectively, which is based on the specified ratio in defined contributions plan.

b. Defined benefit plans

The defined benefit plans adopted by WLC in accordance with the Labor Standards Act are operated by the government of the ROC. Pension benefits are calculated on the basis of the length of service and average monthly salaries of the 6 months before retirement. WLC contributes amounts equal to 2% of total monthly salaries and wages to a pension fund administered by the pension fund monitoring committee. Pension contributions are deposited in the Bank of Taiwan in the committee's name. Before the end of each year, the Group assesses the balance in the pension fund. If the amount of the balance in the pension fund is inadequate to pay retirement benefits for employees who conform to retirement requirements in the next year, the Group is required to fund the difference in one appropriation that should be made before the end of March of the next year. The pension fund is managed by the Bureau of Labor Funds, Ministry of Labor (the "Bureau"); the Group has no right to influence the investment policy and strategy.

Cogne Acciai Speciali S.p.A. of the Group also adopts defined benefit plan.

The amounts included in the consolidated balance sheets in respect of the Group's defined benefit plans are as follows:

	<b>December 31</b>	
	<b>2024</b>	<b>2023</b>
Present value of defined benefit obligation	\$ 2,109,947	\$ 1,293,149
Fair value of plan assets	<u>(1,115,666)</u>	<u>(1,036,090)</u>
Net defined benefit liabilities	<u>\$ 994,281</u>	<u>\$ 257,059</u>

  

	<b>Present Value of Defined Benefit Obligation</b>	<b>Fair Value of Plan Assets</b>	<b>Net Defined Benefit Liability (Asset)</b>
Balance at January 1, 2023	<u>\$ 1,332,167</u>	<u>\$ (1,060,075)</u>	<u>\$ 272,092</u>
Service cost			
Current service cost	120,194	-	120,194
Net interest expense (income)	<u>15,119</u>	<u>(13,317)</u>	<u>1,802</u>
Recognized in profit or loss	<u>135,313</u>	<u>(13,317)</u>	<u>121,996</u>
Remeasurement			
Return on plan assets (excluding amounts included in net interest)	-	(9,604)	(9,604)
Actuarial loss - experience adjustments	<u>119,409</u>	<u>-</u>	<u>119,409</u>
Recognized in other comprehensive loss	<u>119,409</u>	<u>(9,604)</u>	<u>109,805</u>
Contributions from the employer	-	(53,180)	(53,180)
Benefits paid	(298,379)	100,086	(198,293)
Exchange difference	<u>4,639</u>	<u>-</u>	<u>4,639</u>
Balance at December 31, 2023	<u>1,293,149</u>	<u>(1,036,090)</u>	<u>257,059</u>

(Continued)

	<b>Present Value of Defined Benefit Obligation</b>	<b>Fair Value of Plan Assets</b>	<b>Net Defined Benefit Liability (Asset)</b>
Service cost			
Current service cost	\$ 166,869	\$ -	\$ 166,869
Net interest expense (income)	<u>25,482</u>	<u>(13,014)</u>	<u>12,468</u>
Recognized in profit or loss	<u>192,351</u>	<u>(13,014)</u>	<u>179,337</u>
Remeasurement			
Return on plan assets (excluding amounts included in net interest)	-	(95,643)	(95,643)
Actuarial gain - changes in financial assumptions	(19,854)	-	(19,854)
Actuarial loss - experience adjustments	<u>10,967</u>	<u>-</u>	<u>10,967</u>
Recognized in other comprehensive loss	<u>(8,887)</u>	<u>(95,643)</u>	<u>(104,530)</u>
Contributions from the employer	-	(64,204)	(64,204)
Benefits paid	(267,479)	93,285	(174,194)
Acquisitions through business combinations	921,320	-	921,320
Exchange difference	<u>(20,507)</u>	<u>-</u>	<u>(20,507)</u>
Balance at December 31, 2024	<u>\$ 2,109,947</u>	<u>\$ (1,115,666)</u>	<u>\$ 994,281</u> (Concluded)

An analysis by function of the amounts recognized in profit or loss in respect of the defined benefit plans are as follows:

	<b>For the Year Ended December 31</b>	
	<b>2024</b>	<b>2023</b>
Operating costs	\$ 129,825	\$ 87,335
Selling and marketing expenses	10,935	7,623
General and administrative expenses	38,488	26,923
Research and development expenses	<u>89</u>	<u>115</u>
	<u>\$ 179,337</u>	<u>\$ 121,996</u>

Through the defined benefit plans under the Labor Standards Act, the Group is exposed to the following risks:

- 1) Investment risk: The plan assets are invested in domestic and foreign equity and debt securities, bank deposits, etc. The investment is conducted at the discretion of the Bureau or under the mandated management. However, in accordance with relevant regulations, the return generated by plan assets shall not be below the interest rate for a 2-year time deposit with local banks.
- 2) Interest risk: A decrease in the government bond interest rate will increase the present value of the defined benefit obligation; however, this will be partially offset by an increase in the return on the plans' debt investments.
- 3) Salary risk: The present value of the defined benefit obligation is calculated using the future salaries of plan participants. As such, an increase in the salaries of the plan participants will increase the present value of the defined benefit obligation.

The actuarial valuations of the present value of the defined benefit obligation were carried out by qualified actuaries. The significant assumptions used for the purposes of the actuarial valuations were as follows:

	<b>December 31</b>	
	<b>2024</b>	<b>2023</b>
Discount rates	1.50%-3.00%	1.25%-3.10%
Expected rates of salary increase	2.25%-2.50%	1.85%-2.25%

If possible reasonable change in each of the significant actuarial assumptions occurs and all other assumptions remain constant, the present value of the defined benefit obligation would increase (decrease) as follows:

	<b>December 31</b>	
	<b>2024</b>	<b>2023</b>
Discount rates		
0.5% increase	<u>\$ (38,101)</u>	<u>\$ (43,458)</u>
0.5% decrease	<u>\$ 40,270</u>	<u>\$ 46,068</u>
Expected rates of salary increase		
0.5% increase	<u>\$ 39,163</u>	<u>\$ 44,682</u>
0.5% decrease	<u>\$ (37,431)</u>	<u>\$ (42,588)</u>

The above sensitivity analysis may not be representative of the actual changes in the present value of the defined benefit obligation as it is unlikely that the changes in assumptions will occur in isolation of one another as some of the assumptions may be correlated.

## 27. EQUITY

	<b>December 31</b>	
	<b>2024</b>	<b>2023</b>
Share capital		
Ordinary shares	\$ 40,313,329	\$ 40,313,329
Capital surplus	33,592,347	33,624,917
Retained earnings	58,959,692	60,535,706
Others	4,389,826	6,280,871
Non-controlling interests	<u>10,153,354</u>	<u>13,615,216</u>
	<u>\$ 147,408,548</u>	<u>\$ 154,370,039</u>

### a. Share capital

#### Ordinary shares

	<b>December 31</b>	
	<b>2024</b>	<b>2023</b>
Number of authorized shares (in thousands)	<u>6,500,000</u>	<u>6,500,000</u>
Amount of authorized shares	<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>
Amount of issued shares	<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 December 31, 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 December 31, 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

	<b>December 31</b>	
	<b>2024</b>	<b>2023</b>
<u>May be used to offset a deficit, distributed as cash dividend or transferred to share capital (Note)</u>		
Issuance of ordinary shares	\$ 27,787,949	\$ 27,787,949
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
Share of changes in capital surplus of associates	428,949	434,243
Treasury share transactions	2,254,074	2,254,074
Gain on disposal of property, plant and equipment	2,074,231	2,074,231
Others	1,045,014	1,045,560
<u>May only be used to offset a deficit</u>		
Changes in percentage of ownership interests in subsidiaries	-	26,730
	<u>\$ 33,592,347</u>	<u>\$ 33,624,917</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 appropriations 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.

The appropriation of earnings for 2024, which was approved in the shareholders' meeting on February 21, 2025, was as follows:

	<b>For the Year Ended December 31, 2024</b>
Legal reserve	\$ <u>280,354</u>
Cash dividends	<u>\$ 2,015,666</u>
Cash dividends per share (NT\$)	\$ 0.5

The above appropriations for cash dividends was approved by WLC's board of directors, the other are pending resolution at the shareholders meeting on May 16, 2025.

d. Special reserve

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

Information regarding the above special reserve did not change for the years ended December 31, 2024 and 2023.



e. Other equity items

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

	<b>For the Year Ended December 31</b>	
	<b>2024</b>	<b>2023</b>
Balance at January 1	\$ (4,948,056)	\$ (4,256,774)
Share from exchange difference of associates accounted for using the equity method	<u>4,598,330</u>	<u>(691,282)</u>
Balance at December 31	<u>\$ (349,726)</u>	<u>\$ (4,948,056)</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 Year Ended December 31</b>	
	<b>2024</b>	<b>2023</b>
Balance at January 1	\$ 14,068,677	\$ 6,693,877
Unrealized (loss) gain - equity instruments	(190,882)	6,307,904
Share from associates accounted for using the equity method	(5,744,846)	1,271,548
Cumulative unrealized loss of equity instruments transferred to retained earnings due to disposal	<u>(74,880)</u>	<u>(204,652)</u>
Balance at December 31	<u>\$ 8,058,069</u>	<u>\$ 14,068,677</u>

3) Loss on hedging instruments

	<b>For the Year Ended December 31</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>(18,338)</u>	<u>(40,701)</u>
Balance at December 31	<u>\$ (83,438)</u>	<u>\$ (65,100)</u>

4) Other equity - others

	<b>For the Year Ended December 31</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	(460,429)	-
Other comprehensive loss from associates accounted for using the equity method	<u>-</u>	<u>(43)</u>
Balance at December 31	<u>\$ (3,235,079)</u>	<u>\$ (2,774,650)</u>

**28. OPERATING REVENUE**

	<b>For the Year Ended December 31</b>	
	<b>2024</b>	<b>2023</b>
Sales revenue	\$ 173,942,539	\$ 184,438,249
Sales of real estate	3,868	58,663
Other revenue	<u>5,371,933</u>	<u>5,342,714</u>
	<u>\$ 179,318,340</u>	<u>\$ 189,839,626</u>

**29. NET PROFIT FROM CONTINUING OPERATIONS**

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

	<b>For the Year Ended December 31</b>	
	<b>2024</b>	<b>2023</b>
Gain on disposal of associates	\$ 676,863	\$ -
Gain on disposal of investments - non-iron commodity futures	462,352	799,172
Loss on disposal of investments - foreign exchange forward contracts	(2,280)	(89,402)
Gain on disposal of investment - exchange rate swap contracts	35,401	300,349
Loss on disposal of investment - future options	<u>(5,251)</u>	<u>(44,205)</u>
	<u>\$ 1,167,085</u>	<u>\$ 965,914</u>

b. Non-operating income and expense - impairment loss reversed

	<b>For the Year Ended December 31</b>	
	<b>2024</b>	<b>2023</b>
Impairment loss (recognized) reversed on property, plant and equipments	\$ 23,919	\$ (136)
Others	<u>(42)</u>	<u>12,563</u>
	<u>\$ 23,877</u>	<u>\$ 12,427</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 in 2023, and the gain of disposal was NT\$528,226 thousand. 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 Year Ended December 31, 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>\$ 6,019,445</u>	<u>\$ 3,171,744</u>	<u>\$ -</u>	<u>\$ 9,191,189</u>
Post-employment benefits	<u>\$ 354,150</u>	<u>\$ 150,548</u>	<u>\$ -</u>	<u>\$ 504,698</u>
Other employee benefits	<u>\$ 1,043,373</u>	<u>\$ 497,106</u>	<u>\$ -</u>	<u>\$ 1,540,479</u>
Depreciation				
Property, plant and equipments	\$ 6,428,619	\$ 821,687	\$ -	\$ 7,250,306
Right-of-use assets	338,213	151,149	-	489,362
Investment properties	<u>462,071</u>	<u>2,179</u>	<u>-</u>	<u>464,250</u>
	<u>\$ 7,228,903</u>	<u>\$ 975,015</u>	<u>\$ -</u>	<u>\$ 8,203,918</u>
Amortization	<u>\$ 1,317,996</u>	<u>\$ 128,956</u>	<u>\$ -</u>	<u>\$ 1,446,952</u>
<b>For the Year Ended December 31, 2023</b>				
	<b>Operating Costs</b>	<b>Operating Expenses</b>	<b>Non-operating Expenses and Losses</b>	<b>Total</b>
Short-term employment benefits	<u>\$ 5,273,501</u>	<u>\$ 3,332,057</u>	<u>\$ -</u>	<u>\$ 8,605,558</u>
Post-employment benefits	<u>\$ 294,417</u>	<u>\$ 120,881</u>	<u>\$ -</u>	<u>\$ 415,298</u>
Other employee benefits	<u>\$ 975,917</u>	<u>\$ 416,686</u>	<u>\$ -</u>	<u>\$ 1,392,603</u>
Depreciation				
Property, plant and equipments	\$ 5,535,465	\$ 715,173	\$ 2,676	\$ 6,253,314
Right-of-use assets	195,826	153,595	-	349,421
Investment properties	<u>461,939</u>	<u>2,180</u>	<u>-</u>	<u>464,119</u>
	<u>\$ 6,193,230</u>	<u>\$ 870,948</u>	<u>\$ 2,676</u>	<u>\$ 7,066,854</u>
Amortization	<u>\$ 1,171,325</u>	<u>\$ 74,685</u>	<u>\$ -</u>	<u>\$ 1,246,010</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 years ended December 31, 2024 and 2023, the employees' compensation amounted to NT\$47,470 thousand and NT\$70,700 thousand, respectively, and the remuneration of directors amounted to NT\$14,450 thousand and NT\$30,000 thousand, respectively. The compensation of employees and the remuneration of directors for the years ended December 31, 2024 and 2023 were approved by the Group's board of directors on February 21, 2025 and February 23, 2024, 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 the years ended December 31, 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.

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 (benefit) expense are as follows:

	<b>For the Year Ended December 31</b>	
	<b>2024</b>	<b>2023</b>
Current tax		
In respect of the current year	\$ 689,226	\$ 1,186,372
Unappropriated earnings	3	306,498
Adjustments for prior year	(83,013)	(37,860)
Land value-added tax	-	2,978
	<u>606,216</u>	<u>1,457,988</u>
Deferred tax		
In respect of the current year	(750,138)	19,757
Adjustments for prior year	56,423	(6,745)
	<u>(693,715)</u>	<u>13,012</u>
Income tax (benefit) expense recognized in profit or loss	<u>\$ (87,499)</u>	<u>\$ 1,471,000</u>

A reconciliation of accounting profit and income tax expense is as follows:

	<b>For the Year Ended December 31</b>	
	<b>2024</b>	<b>2023</b>
Profit before tax from continuing operations	<u>\$ 2,510,991</u>	<u>\$ 7,333,806</u>
(Benefit) expense tax expense calculated at the statutory rate	\$ (589,549)	\$ 652,039
Investment income accounted for using equity method	361,001	670,843
Tax-exempt dividend income	(125,181)	(102,248)
Others	237,348	(41,708)
Unrecognized loss carryforwards/deductible temporary differences	55,469	27,203
Adjustments for prior years' tax	(26,590)	(44,605)
Income tax on unappropriated earnings	3	306,498
Land value-added tax	<u>-</u>	<u>2,978</u>
Income tax (benefit) expense recognized in profit or loss	<u>\$ (87,499)</u>	<u>\$ 1,471,000</u>

The governments of the United Kingdom, Luxembourg, Germany, France, Sweden, Switzerland, Italy, Turkey, Japan, and South Korea, where some of WLC's subsidiaries are registered, enacted the Pillar Two income tax legislation with immediate effect. Under the legislation, some of WLC's subsidiaries will be required to pay, in the above countries, a top-up tax on the profits of its subsidiaries that are taxed at an effective tax rate of less than 15 %. The Pillar Two income tax legislation for the year 2024 has no significant impact on the current income tax of the Group.

The governments of Malaysia, Hong Kong, Singapore, Thailand, and Brazil, where some of WLC's subsidiaries are registered, have enacted the Pillar Two income tax legislation to be effective on January 1, 2025. Since this legislation was not yet in effect at the end of the reporting period, there are no relevant current tax impacts on the Group.

As of December 31, 2024, the Pillar Two income tax risk of the aforementioned countries 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.

b. Current tax assets and liabilities

	<b>December 31</b>	
	<b>2024</b>	<b>2023</b>
Current tax assets		
Tax refund receivable (recorded under other current and other non-current assets - others)	<u>\$ 413,135</u>	<u>\$ 304,113</u>
Current tax liabilities		
Income tax payable	<u>\$ 2,545,752</u>	<u>\$ 5,861,143</u>

c. Deferred tax assets and liabilities

	<b>December 31</b>	
	<b>2024</b>	<b>2023</b>
<u>Deferred tax assets</u>		
Loss carryforwards	\$ 3,561,405	\$ 1,863,709
Pension expense overlimit	3,038	14,337
Unrealized loss on inventories write-down	143,703	124,673
Loss on idle capacity	-	21,234
Unrealized deferred gross profit	251	3,290
Unrealized impairment loss on long-term investments	7,000	7,000
Difference between financial and tax accounting of the depreciation of property, plant and equipment	3,985	3,539
Prepaid expense	569,062	1,170,448
Loss on liquidation of investments	439,000	439,000
Other	<u>1,642,137</u>	<u>587,622</u>
	<u>\$ 6,369,581</u>	<u>\$ 4,234,852</u>
<u>Deferred tax liabilities</u>		
Difference between financial and tax accounting of the depreciation of property, plant and equipment	\$ (100,578)	\$ (66,337)
Provision for land value-added tax	(136,509)	(141,238)
Unrealized gain on investments	(5,443,667)	(6,049,964)
Others	<u>(1,122,750)</u>	<u>(971,195)</u>
	<u>\$ (6,803,504)</u>	<u>\$ (7,228,734)</u>

d. Deductible temporary differences and unused loss carryforwards for which no deferred tax assets have been recognized in the consolidated balance sheets were as follows:

	<b>December 31</b>	
<b>Loss Carryforwards</b>	<b>2024</b>	<b>2023</b>
Expiry in 2024	\$ -	3,832
Expiry in 2025	2,849	3,187
Expiry in 2026	5,535	5,931
Expiry in 2027	25,786	24,479
Expiry in 2028	29,617	6,560
Expiry in 2029	<u>3,076</u>	<u>-</u>
	<u>\$ 66,863</u>	<u>\$ 43,989</u>

e. As of December 31, 2024, the Group's tax loss carryforwards were as follows:

<b>Expiry Year</b>	<b>Tax Loss Carryforwards</b>
2025	\$ 16,607
2026	165,958
2027	546,637
2028	757,292
2029	1,687,820
2030	-
2031	58
2032	5,779
2033	12,234
2034	96,044
Indefinite	<u>339,839</u>
	<u>\$ 3,628,268</u>

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

### 31. EARNINGS PER SHARE

	For the Year Ended December 31					
	2024			2023 (Restated)		
	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	\$ 2,790,054	4,031,333	<u>\$ 0.69</u>	\$ 5,079,405	3,883,388	<u>\$ 1.31</u>
Effect of potentially dilutive ordinary shares						
Employees compensation	-	2,292		-	2,500	
	<u>\$ 2,790,054</u>	<u>4,033,625</u>	<u>\$ 0.69</u>	<u>\$ 5,079,405</u>	<u>3,885,888</u>	<u>\$ 1.31</u>

### 32. BUSINESS COMBINATIONS

a. Subsidiaries acquired

<b>Subsidiary</b>	<b>Principal Activity</b>	<b>Date of Acquisition</b>	<b>Proportion of Voting Equity Interests Acquired (%)</b>	<b>Consideration Transferred</b>
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>

(Continued)

Subsidiary	Principal Activity	Date of Acquisition	Proportion of Voting Equity Interests Acquired (%)	Consideration Transferred
DMV GmbH and subsidiaries (original name of the announcement: Mannesmann Stainless Tubes GmbH)	Manufacturing stainless steel and nickel-based alloy tube	November 1, 2024	100.00	<u>\$ 4,020,514</u>
Degerfors Long Products AB	Sale of special steel	August 1, 2023	100.00	<u>\$ 182,129</u>
Special Melted Products Ltd.	Manufacture and sale of high-quality special steels and nickel-based alloys	September 19, 2023	100.00	<u>\$ 5,668,618</u>

(Concluded)

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 NT\$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 NT\$841,200 thousand on May 3, 2024.

In order to integrate the downstream industrial chain and improve steelmaking capacity utilization, Cogne Acciai Speciali S.p.A. acquired 100% of the shares of DMV GmbH for a cash consideration of NT\$4,020,514 thousand on November 1, 2024.

To create synergy from the acquired company's products, technologies, market advantages and also for the purpose of expanding the stainless steel and nickel alloy business. Cogne Acciai Speciali S.p.A. acquired 100% of the shares of Degerfors Long Products AB and Special Melted Products Ltd. at a consideration of NT\$182,129 thousand and NT\$5,668,618 thousand on August 1, 2023 and September 19, 2023, respectively.

b. Consideration transferred

	Hangzhou Walsin Power Cable & Wire Co., Ltd.	Com.Steel Inox S.p.A.	DMV GmbH	Degerfors Long Products AB	Special Melted Products Ltd.
Cash	\$ 1,341,944	\$ 841,200	\$ 4,020,514	\$ 182,129	\$ 5,668,618
Fair value of the original holding shares (40% ownership interest in the Group's)	766,681	-	-	-	-
Contingent consideration arrangement (Note)	-	100,313	-	-	-
	<u>\$ 2,108,625</u>	<u>\$ 941,513</u>	<u>\$ 4,020,514</u>	<u>\$ 182,129</u>	<u>\$ 5,668,618</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 NT\$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>	<b>DMV GmbH</b>	<b>Degerfors Long Products AB</b>	<b>Special Melted Products Ltd.</b>
Current assets					
Cash and cash equivalents	\$ 136,811	\$ 55,137	\$ 32,924	\$ -	\$ 34,513
Net notes receivables	44,099	-	-	-	-
Net trade receivables	1,159,996	1,089,876	1,751,357	810,467	1,020,964
Other receivables	9,325	555	452,663	56,466	104,651
Inventories	699,470	556,687	5,704,824	837,726	644,700
Other current assets	66,064	14,953	-	106,641	72,961
Non-current assets					
Property, plant and equipment	767,328	91,663	2,053,287	545,318	1,961,105
Right-of-use assets	443,738	133,462	357,027	4,254	49,568
Other intangible assets	40,004	255	4,208	-	2,090,972
Deferred tax assets	89,184	-	298,066	-	-
Other non-current assets	255,729	4,389	22,893	58	380,560
Current liabilities					
Short-term borrowings	(222,276)	(612,965)	-	-	(1,003,296)
Notes payables	(242,424)	-	-	-	-
Trade payables	(407,203)	(308,849)	(2,308,748)	(442,193)	(565,658)
Other payables	(178,630)	(703,394)	-	(39,918)	-
Current tax liabilities	-	(32,346)	-	-	-
Lease liabilities - current	-	(17,219)	-	(2,586)	(49,493)
Other current liabilities	(377,670)	(3,836)	(872,715)	(458,751)	(298,338)
Non-current liabilities					
Long-term payable	-	-	(948,262)	-	-
Deferred tax liabilities	(173,017)	-	(57,886)	(57,607)	(668,790)
Lease liabilities - non-current	-	(116,243)	(293,983)	(1,681)	-
Defined benefit liabilities - non-current	-	(3,668)	(917,652)	-	-
Other non-current liabilities	(1,903)	-	(316,820)	-	-
	<u>\$ 2,108,625</u>	<u>\$ 148,457</u>	<u>\$ 4,961,183</u>	<u>\$ 1,358,194</u>	<u>\$ 3,774,419</u>

The contingent liabilities assumed by DMV GmbH were due to a detailed plan for restructuring, which was initially measured at a fair value of NT\$348,212 thousand at the acquisition date (classified as other current liabilities), when the fair value of the present obligation resulting from past events could be reliably measured. As of December 31, 2024, the contingent liabilities assumed by the Group due to the aforementioned business combination amounted to NT\$341,608 thousand.

The accounting treatment of Hangzhou Walsin Power Cable & Wire Co., Ltd., Steel Inox S.p.A. and DMV GmbH is provisional as of the balance sheet date. At 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.

The purchase price allocation reports of Degerfors Long Products AB and Special Melted Products Ltd. have been finalized before the date of issuance of these consolidated financial statements and therefore adjusted to the fair value as the tax value of the Companies.

- d. (Gain on bargain purchase) goodwill recognized on acquisitions.

	<b>Hangzhou Walsin Power Cable &amp; Wire Co., Ltd.</b>	<b>Com.Steel Inox S.p.A.</b>	<b>DMV GmbH</b>	<b>Degerfors Long Products AB</b>	<b>Special Melted Products Ltd.</b>
Consideration transferred	\$ 2,108,625	\$ 941,513	\$ 4,020,514	\$ 182,129	\$ 5,668,618
Plus: Non-controlling interests	-	51,960	-	-	-
Less: Fair value of identifiable net assets acquired	(2,108,625)	(148,457)	(4,961,183)	(1,358,194)	(3,774,419)
Effects foreign currency exchange difference	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,379</u>	<u>1</u>
Goodwill recognized on acquisitions (gain from bargain purchase)	<u>\$ -</u>	<u>\$ 845,016</u>	<u>\$ (940,669)</u>	<u>\$ (1,168,686)</u>	<u>\$ 1,894,200</u>

The goodwill from the acquisition was expected not to be recognized as tax-deductible, and the acquired gain from the bargain purchase was recognized as other income.

The non-controlling interest of Com.Steel Inox S.p.A. is measured at NT\$51,960 thousand based on the proportion of identifiable net assets attributable to the acquiree 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>	<b>DMV GmbH</b>	<b>Degerfors Long Products AB</b>	<b>Special Melted Products Ltd.</b>
Consideration paid in cash	\$ 1,341,944	\$ 841,200	\$ 4,020,514	\$ 182,129	\$ 5,668,618
Less: Cash and cash equivalent balance acquired	<u>(136,811)</u>	<u>(55,137)</u>	<u>(32,924)</u>	<u>-</u>	<u>(34,513)</u>
Acquired net cash outflow from subsidiaries	<u>\$ 1,205,133</u>	<u>\$ 786,063</u>	<u>\$ 3,987,590</u>	<u>\$ 182,129</u>	<u>\$ 5,634,105</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.</b>	<b>Com.Steel Inox S.p.A.</b>	<b>DMV GmbH</b>	<b>Degerfors Long Products AB</b>	<b>Special Melted Products Ltd.</b>
	<b>2024.02.29- 2024.12.31</b>	<b>2024.05.03- 2024.12.31</b>	<b>2024.11.01- 2024.12.31</b>	<b>2023.08.01- 2023.12.31</b>	<b>2023.09.19- 2023.12.31</b>
Operating revenue	<u>\$ 3,334,776</u>	<u>\$ 377,266</u>	<u>\$ 1,537,239</u>	<u>\$ 1,647,068</u>	<u>\$ 1,147,085</u>
Net profit (loss)	<u>\$ 26,276</u>	<u>\$ 170,553</u>	<u>\$ (99,265)</u>	<u>\$ 194,352</u>	<u>\$ 327,113</u>

Had Hangzhou Walsin Power Cable & Wire Co., Ltd., Com.Steel Inox S.p.A. and DMV GmbH concluded the acquisitions at the beginning of 2024, the Group's revenue and profit for the years ended December 31, 2024 would have been NT\$189,284,932 thousand and NT\$2,633,642 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.

Had Degerfors Long Products AB and Special Melted Products Ltd. concluded the acquisitions at the beginning of 2023, the Group's revenue and profit for the years ended December 31, 2023 would have been NT\$196,466,052 thousand and NT\$5,981,129 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, 2023, 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 lease 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 December 31, 2024 and 2023, deposits received under operating leases amounted to NT\$383,494 thousand and NT\$361,813 thousand, respectively (recorded under other non-current liabilities).

As of December 31, 2024, the Group's future minimum lease receivables on non-cancelable operating lease commitments are as follows:

	<b>Amount</b>
2025	\$ 1,422,899
2026-2029	3,333,689
After 2030	<u>104,485</u>
	<u>\$ 4,861,073</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 approximate to their fair values.

December 31, 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	715	-	-	715	715
Government bonds	<u>139,190</u>	<u>8,650</u>	<u>129,989</u>	<u>-</u>	<u>138,639</u>
	<u>\$ 139,920</u>	<u>\$ 8,650</u>	<u>\$ 129,989</u>	<u>\$ 730</u>	<u>\$ 139,369</u>
<u>Financial liabilities</u>					
Financial liabilities at amortized cost					
Bonds payable	\$ 12,953,139	\$ -	\$ 12,556,633	\$ -	\$ 12,556,633

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>
<u>Financial liabilities</u>					
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>

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

December 31, 2024

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Derivatives not designated as hedging instruments	\$ -	\$ 5,677	\$ -	\$ 5,677
Foreign unlisted shares	-	-	66,607	66,607
Derivatives financial assets for hedging	-	32,237	-	32,237
	<u>\$ -</u>	<u>\$ 37,914</u>	<u>\$ 66,607</u>	<u>\$ 104,521</u>

Financial assets at FVTOCI

Investments in equity instruments				
Listed securities in ROC	\$ 17,718,239	\$ -	\$ -	\$ 17,718,239
Unlisted securities	-	-	921,870	921,870
	<u>\$ 17,718,239</u>	<u>\$ -</u>	<u>\$ 921,870</u>	<u>\$ 18,640,109</u>

Financial liabilities at  
FVTPL

Derivatives not designated as hedging instruments	\$ 322,273	\$ 34,323	\$ -	\$ 356,956
Contingent consideration	-	-	563,583	563,583
Derivatives financial liabilities for hedging	-	16,302	-	16,302
	<u>\$ 322,273</u>	<u>\$ 50,625</u>	<u>\$ 563,853</u>	<u>\$ 936,481</u>

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>

(Continued)

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTOCI</u>				
Investments in equity instruments				
Listed securities in ROC	\$ 17,902,362	\$ -	\$ -	\$ 17,902,362
Unlisted securities	<u>-</u>	<u>-</u>	<u>920,810</u>	<u>920,810</u>
	<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	<u>-</u>	<u>8,583</u>	<u>-</u>	<u>8,583</u>
	<u>\$ -</u>	<u>\$ 31,329</u>	<u>\$ 484,429</u>	<u>\$ 515,758</u>
				(Concluded)

- 2) There were no transfers between Levels 1, 2 and 3 for the years ended December 31, 2024 and 2023.
- 3) Reconciliation of Level 3 fair value measurements of financial instruments.

For the year ended December 31, 2024

	<b>Financial Assets at FVTOCI Equity Instruments</b>
Balance at January 1, 2024	\$ 920,810
Additions	54,121
Recognized in other comprehensive loss	(57,155)
Effects of exchange rate changes	<u>4,094</u>
Balance at December 31, 2024	<u>\$ 921,870</u>

	<b>Financial Assets at FVTPL</b>	
	<b>Financial Assets</b>	<b>Financial Liabilities</b>
Balance at January 1, 2024	\$ 2,693,826	\$ 484,429
Additions	(1,463,430)	100,313
Recognized in profit or loss	(1,198,363)	(21,205)
Effects of exchange difference	<u>34,574</u>	<u>46</u>
Balance at December 31, 2024	<u>\$ 66,607</u>	<u>\$ 563,853</u>

For the year ended December 31, 2023

	<b>Financial Assets at FVTOCI Equity Instruments</b>
Balance at January 1, 2023	\$ 624,755
Additions	150,000
Recognized in other comprehensive income	147,006
Effects of exchange rate changes	<u>(951)</u>
Balance at December 31, 2023	<u>\$ 920,810</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	51,680	106,359
Effects of exchange difference	<u>2,391</u>	<u>14,878</u>
Balance at December 31, 2023	<u>\$ 2,693,826</u>	<u>\$ 484,429</u>

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

<b>Financial Instruments</b>	<b>Valuation Technique 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 technique 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 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>December 31</b>	
	<b>2024</b>	<b>2023</b>
<b><u>Financial assets</u></b>		
Financial assets at amortized cost		
Cash and cash equivalents	\$ 10,757,417	\$ 16,347,012
Contract assets - current	571,669	996,025
Notes receivable and trade receivables (including related parties)	15,494,085	15,912,283
Finance lease receivables (current and non-current)	540,457	602,523
Other receivables	5,286,906	3,707,450
Other financial assets (current and non-current)	4,854,119	788,894
Refundable deposits	785,147	158,940
Financial assets at amortized cost - (current and non-current)	139,920	185,340
Derivative financial assets for hedging (current and non-current)	263,261	399,880
Financial assets at FVTPL (current and non-current)	72,284	2,772,592
Financial assets at FVTOCI (current and non-current)	18,640,109	18,823,172
<b><u>Financial liabilities</u></b>		
Financial liabilities at FVTPL (current and non-current)	920,179	\$ 507,175
Derivative financial liabilities for hedging (current and non-current)	16,302	8,583
Financial liabilities at amortized cost		
Short-term borrowings	17,909,079	11,508,074
Short-term bills payable	3,145,773	-
Contract liabilities	165,913	13,828
Notes payable and trade payables	14,784,152	16,708,534
Other payables	12,047,108	12,069,796
Bonds payable	12,953,139	13,053,345
Long-term borrowings (including current portion)	43,272,301	33,463,012
Long-term notes and bills payable	-	2,998,822
Deposits received (recorded under other current and non-current liabilities)	456,837	421,207



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>December 31</b>	
	<b>2024</b>	<b>2023</b>
<u>Assets</u>		
U.S. dollar	\$ 3,374,661	\$ 4,421,152
Euro	4,355,906	359,254
<u>Liabilities</u>		
U.S. dollar	4,710,655	7,384,553
Euro	1,828,617	1,384,234

### 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 year for a 1% change in foreign currency rates.

	<b>U.S. Dollar Impact</b>	
	<b>For the Year Ended December 31</b>	
	<b>2024</b>	<b>2023</b>
Profit or loss	\$ (21,936)	\$ (7,987)

  

	<b>Euro Dollar Impact</b>	
	<b>For the Year Ended December 31</b>	
	<b>2024</b>	<b>2023</b>
Profit or loss	\$ 35,096	\$ (4,896)

### 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.

### December 31, 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\$2,504,847/ EUR73,488	Financial liability for hedging	\$ -	\$ 10,546
Hedging foreign-currency deposits/Forecast purchases	NT\$228,583/ EUR6,701	Financial assets for hedging	231,024	-
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	\$ (10,546)	\$ 10,546	\$ (10,546)	\$ -
Hedging foreign-currency deposits/Anticipated equipment purchase payment	536	(536)	536	-

For the year ended December 31, 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	\$ (10,010)	\$ -	\$ -	\$ -	\$ -

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, 2024</u>			
Foreign exchange forward contracts	EUR/NTD	2025.01.20-2026.03.31	EUR73,488/ NTD2,504,847

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

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 year were as follows:

	December 31	
	2024	2023
Fair value interest rate risk		
Financial assets	\$ 139,190	\$ 184,613
Financial liabilities	12,953,139	13,053,345
Cash flow interest rate risk		
Financial assets	730	727
Financial liabilities	67,686,571	50,598,580

Sensitivity analysis

The sensitivity analysis below was determined based on the Group's exposure to interest rates for financial instruments at the end of the year. For floating rate liabilities, the analysis was prepared assuming the amount of each liability outstanding at the end of the year 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 years ended December 31, 2024 and 2023 would have decreased by NT\$676,858 thousand and NT\$506,015 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.

### For the year ended December 31, 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	\$ 89,122	2026.06.30-2030.12.18	-0.255%-3.505%	Note	Financial assets for hedging	\$ 491	\$ -	\$ -

### For the year ended 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	\$ -	\$ -

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:

- The carrying amount of the respective recognized financial assets as stated in the condensed balance sheets; and
- 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 expected maturities for its non-derivative financial liabilities with agreed upon repayment periods.

#### December 31, 2024

	1 Year	1-2 Years	2-5 Years	5+ Years	Total
<u>Non-derivative financial liabilities</u>					
Variable interest rate liabilities	\$ 30,328,393	\$ 3,475,246	\$ 30,842,350	\$ 3,040,582	\$ 67,686,571
Lease liabilities	672,658	427,282	1,001,237	2,460,063	4,561,240
Fixed interest rate liabilities	102,523	7,550,646	3,000,000	2,300,000	12,953,169
Non-interest bearing liabilities	<u>23,705,612</u>	<u>797,967</u>	<u>2,839,489</u>	<u>83,187</u>	<u>27,426,255</u>
	<u>\$ 54,809,186</u>	<u>\$ 12,251,141</u>	<u>\$ 37,683,076</u>	<u>\$ 7,883,832</u>	<u>\$ 112,627,235</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>

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

#### December 31, 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	\$ (101,455)	\$ (182,470)	\$ (38,348)	\$ -	\$ -	\$ (322,273)
Foreign exchange forward contracts	8,067	(25,551)	(26,559)	(826)	-	(44,869)
Exchange rate swap contracts	7,700	(2,023)	-	-	-	5,677
Interest rate swap contracts	-	-	-	14,210	2,453	16,663
Gas swap contracts	-	-	2,937	-	-	2,937
Electricity swap contracts	2,902	5,690	(1,311)	5,356	-	12,637
Nickel swap contract	<u>(3,154)</u>	<u>(2,147)</u>	<u>(455)</u>	<u>-</u>	<u>-</u>	<u>(5,756)</u>
	<u>\$ (85,940)</u>	<u>\$ (206,501)</u>	<u>\$ (63,736)</u>	<u>\$ 18,740</u>	<u>\$ 2,453</u>	<u>\$ (334,984)</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	-	10,142	-	-	-	10,142
	<u>\$ 17,055</u>	<u>\$ 29,699</u>	<u>\$ 3,388</u>	<u>\$ 45,710</u>	<u>\$ 5,024</u>	<u>\$ 100,876</u>

e. Transfers of financial assets

1) Transfers of financial assets with recourse

The Group discounted trade receivables with an aggregate carrying amount of \$387,387 thousand and \$364,741 thousand, to banks for the December 31, 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 December 31, 2024 and 2023, the carrying amount of these trade receivables that have been transferred but not derecognized were \$137,516 thousand and \$67,382 thousand, and the carrying amount of the related liabilities were \$85,999 thousand and \$17,408 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>December 31, 2024</u>					
CTBC bank	<u>\$ 99,405</u>	<u>\$ 6,494</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>	-

### 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
PT. Walsin Everising Specialty Steel Indonesia	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 Notes 15 and 32.

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



b. Sales

	<b>For the Year Ended December 31</b>	
	<b>2024</b>	<b>2023</b>
Associates	\$ 101,100	\$ 635,432
Other related parties	<u>5,367,537</u>	<u>4,997,847</u>
	<u>\$ 5,468,637</u>	<u>\$ 5,633,279</u>

c. Rental income

	<b>For the Year Ended December 31</b>	
	<b>2024</b>	<b>2023</b>
Associates	\$ 60,363	\$ 48,748
Other related parties	<u>1,259</u>	<u>1,135</u>
	<u>\$ 61,622</u>	<u>\$ 49,883</u>

d. Purchases of goods

	<b>For the Year Ended December 31</b>	
	<b>2024</b>	<b>2023</b>
Associates	\$ 31,977	\$ 8,479
Other related parties	<u>28,781</u>	<u>338,496</u>
	<u>\$ 60,758</u>	<u>\$ 346,975</u>

e. Administrative expenses

	<b>For the Year Ended December 31</b>	
	<b>2024</b>	<b>2023</b>
Associates	\$ 16,060	\$ 15,511
Other related parties	<u>15,662</u>	<u>15,756</u>
	<u>\$ 31,722</u>	<u>\$ 31,267</u>

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

f. Dividend income

	<b>For the Year Ended December 31</b>	
	<b>2024</b>	<b>2023</b>
HannStar Board Corp.	\$ 102,589	\$ 153,009
Other related parties	<u>5,779</u>	<u>5,779</u>
	<u>\$ 108,368</u>	<u>\$ 158,788</u>

g. Notes receivable

	<b>December 31</b>	
	<b>2024</b>	<b>2023</b>
Associates	\$ <u>6,735</u>	\$ <u>2,892</u>

h. Trade receivables

	<b>December 31</b>	
	<b>2024</b>	<b>2023</b>
Associates	\$ 1,155	\$ 111,941
Other related parties	<u>581,185</u>	<u>497,188</u>
	<u>\$ 582,340</u>	<u>\$ 609,129</u>

i. Trade payables

	<b>December 31</b>	
	<b>2024</b>	<b>2023</b>
Other related parties	<u>\$ 4,517</u>	<u>\$ 1,161</u>

j. Other receivables (excluding financing provided)

	<b>December 31</b>	
	<b>2024</b>	<b>2023</b>
Associates	\$ 16,958	\$ 16,089
Other related parties	<u>2,882</u>	<u>3,698</u>
	<u>\$ 19,840</u>	<u>\$ 19,787</u>

k. Financing provided

Financing provided for the years ended December 31, 2024 and 2023 were as follows:

	<b>For the Year Ended December 31, 2024</b>			
<b>Related Parties</b>	<b>Highest Balance for the Period</b>	<b>Ending Balance</b>	<b>Interest Income</b>	<b>Interest Rate</b>
Hangzhou Walsin Power Cable & Wire Co., Ltd. (Note)	<u>\$ 684,108</u>	<u>\$ 133,948</u>	<u>\$ 2,443</u>	3.18%
Innovation West Mantewe Pte. Ltd.	<u>\$ 667,173</u>	<u>\$ 457,679</u>	<u>\$ 9,844</u>	4.52%
PT. Transcoal Minergy	<u>\$ 591,030</u>	<u>\$ -</u>	<u>\$ -</u>	-
PT. Westrong Metal Industry	<u>\$ 585,212</u>	<u>\$ -</u>	<u>\$ -</u>	-

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 Notes 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%

1. Guarantee deposits

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

m. Remuneration of key management personnel

The remunerations of directors and key executives were as follows:

	December 31	
	2024	2023
Short-term employee benefits	\$ 125,691	\$ 137,274
Post-employment benefits	<u>1,267</u>	<u>1,301</u>
	<u>\$ 126,958</u>	<u>\$ 138,575</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 and futures:

	December 31	
	2024	2023
Refundable deposits (recorded under other financial assets - current)	\$ 12,837	\$ 2,348
Restricted deposits (recorded under other financial assets - current)	246,794	106,946
Pledged time deposits (recorded under other financial assets - other)	1,562	1,427
Restricted deposits (recorded under other financial assets - other)	-	10,838
Recorded under other financial assets - non-current	4,594,488	-
Finance lease receivables	64,183	62,067
Long-term finance lease receivables	476,274	540,456

(Continued)

	<b>December 31</b>	
	<b>2024</b>	<b>2023</b>
Refundable deposits	\$ 52,537	\$ 62,080
Trade receivables	137,516	67,382
Buildings and improvements	6,238,661	77,290
Right-of-use assets - land	254,314	-
Investment properties	<u>5,783,946</u>	<u>-</u>
	<u>\$ 17,863,112</u>	<u>\$ 930,834</u>

(Concluded)

### 38. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

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

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

	<b>December 31</b>	
	<b>2024</b>	<b>2023</b>
U.S. dollar	US\$ 23,567	US\$ 9,130
Japanese yen	JPY 10,050	JPY 107,111
Euro	EUR 5,569	EUR 12,626
Renminbi	RMB 2,939	RMB 2,189
New Taiwan dollar	NT\$ 19,919	NT\$ 43,944

- 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>December 31</b>	
	<b>2024</b>	<b>2023</b>
New Taiwan dollar	NT\$ 860,611	NT\$ 846,165
U.S. dollar	US\$ 60	US\$ 30
Renminbi	RMB 26,310	RMB 47,586

- 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>December 31</b>	
	<b>2024</b>	<b>2023</b>
New Taiwan dollar	NT\$ 433,000	NT\$ 458,000

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

	December 31	
	2024	2023
U.S. dollar	US\$ 21,621	US\$ 27,839
Renminbi	RMB 126,016	RMB 133,299

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:

	December 31	
	2024	2023
New Taiwan dollar	NT\$ 771,714	NT\$ 5,844,284
U.S. dollar	US\$ 35,697	US\$ 33,842
Renminbi	RMB 149,205	RMB 780,991
Euro	EUR 152,990	EUR 171,579
Indonesian rupiah	IDR 86,458,884	IDR 87,029,254

### 39. OTHERS

On February 15, 2023, the president of the ROC announced the amendments to the "Climate Change Response Act", which added the provision of carbon fee collection. Subsequently, the Ministry of Environment announced the "Regulations Governing the Collection of Carbon Fees", "Regulations for Administration of Voluntary Reduction Plans" and "Designated Greenhouse Gas Reduction Goal for Entities Subject to Carbon Fees" on August 29, 2024 and the carbon fee rate on October 2024. The fees will be levied starting from January 1, 2025. Based on the emissions of the Group in 2024, the Group expects that it will be the entity subject to carbon fees. The Group will recognize the provision of the carbon fees based on its actual emissions in 2025 and will pay them in May 2026.

### 40. SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD

In January 2025, the board of directors of WLC resolved to issue ordinary shares, tentatively issuing no more than 400,000 thousand shares of common stock. As of the date of the issuance of these consolidated financial statements, the aforementioned cash capital increase is still awaiting approval from the competent authorities.

In January 2025, the board of directors of WLC resolved to implement changes in accounting estimates. The depreciation and amortization methods for machinery, equipment, and intangible assets within the Resources Business were changed from the accelerated depreciation method to the straight-line method, starting from January 1, 2025. The shareholders' meeting is scheduled to be held on May 16, 2025.

#### 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:

December 31, 2024

	Foreign Currency	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
U.S. dollar	\$ 118,219	32.7850	\$ 3,875,810
Japanese yen	702,716	0.2099	147,500
Euro	28,936	34.1400	987,875
Singapore dollar	4,939	24.1300	119,178
Hong Kong dollar	4,618	4.2220	19,497
Australian dollar	632	20.3900	12,886
Malaysian ringgit	32,803	7.06550	231,770
Renminbi	48,095	4.56072	219,348
Indonesian rupiah	1,284,059,241	0.00203	2,606,640
Korean won	929,895	0.02246	20,885
Turkish Lira	6,297	1.64317	10,347
Non-monetary items			
U.S. dollar	48,410	32.7850	1,587,122

Financial liabilities

Monetary items			
U.S. dollar	144,378	32.7850	4,733,433
Renminbi	167,973	4.56072	766,078
Indonesian rupiah	537,962,245	0.00203	1,092,063
Non-monetary items			
U.S. dollar	9,253	32.7850	303,360
Renminbi	7,741	4.56072	35,305

December 31, 2023

	Foreign Currency	Exchange Rate	Carrying Amount
<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

(Continued)

	<b>Foreign Currency</b>	<b>Exchange Rate</b>	<b>Carrying Amount</b>
Non-monetary items			
U.S. dollar	\$ 39,447	30.705	\$ 1,211,220
Renminbi	6,461	4.33524	28,010
<u>Financial liabilities</u>			
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
			(Concluded)

For the years ended December 31, 2024 and 2023, realized and unrealized net foreign exchange (losses) were NT\$(39,658) thousand and NT\$(240,593) 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 8)
- 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 year, 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 year;
  - b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the year;
  - 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 year and the purposes;
  - e) The highest balance, the ending period 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 operation are the 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 segment

The reported 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 year ended December 31, 2024</u>						
Revenue from external customers	\$ 46,323,325	\$ 94,615,312	\$ 33,554,592	\$ 2,223,368	\$ 2,601,743	\$ 179,318,340
Segment profit (loss)	3,402,269	(775,852)	507,479	76,330	(1,042,457)	2,167,769
Net non-operating income (expenses)						(1,980,498)
Net interest (expenses) income						
Share of profit of associates accounted for using the equity method						813,749
Dividend income						627,462
Loss on disposal of property, plant and equipment						(19,529)
Gain on disposal of investments						1,167,085
Foreign exchange loss						(39,658)
Loss on financial assets and liabilities at fair value through profit or loss						(1,553,838)
Reversal of impairment loss						23,877
Net other income						<u>1,304,572</u>
Consolidated income before income tax						<u>\$ 2,510,991</u>

(Continued)

	Wires and Cables	Stainless Steel	Resource Business	Real Estate	Administration and Investing	Total
<u>For the year ended December 31, 2023</u>						
Revenue from external customers	\$ 45,292,955	\$ 94,542,646	\$ 41,555,782	\$ 2,129,913	\$ 6,318,330	\$ 189,839,626
Segment profit (loss)	3,207,499	518,325	4,413,465	(54,498)	(1,948,617)	6,136,174
Net non-operating income (expenses)						(1,594,224)
Net interest (expenses) income						528,869
Share of profit of associates accounted for using the equity method						513,679
Dividend income						(11,472)
Loss on disposal of property, plant and equipment						965,914
Gain on disposal of investments						(240,593)
Foreign exchange loss						169,525
Gain on financial assets and liabilities at fair value through profit or loss						12,427
Reversal of impairment loss						853,507
Net other income						
Consolidated income before income tax						<u>\$ 7,333,806</u>

(Concluded)

## 2) Segment assets and liabilities

	Wires and Cables	Stainless Steel	Resource	Real Estate	Administration and Investing	Total
<u>Segment assets</u>						
December 31, 2024	\$ 17,877,261	\$ 97,814,590	\$ 44,339,706	\$ 27,746,133	\$ 85,713,335	<u>\$ 273,491,025</u>
December 31, 2023	9,198,949	82,379,743	49,013,066	29,197,011	97,142,990	<u>\$ 266,931,759</u>
<u>Segment liabilities</u>						
December 31, 2024	7,907,383	60,826,631	7,441,119	14,534,450	35,372,894	<u>\$ 126,082,477</u>
December 31, 2023	4,722,379	48,570,983	11,434,154	14,924,345	32,909,859	<u>\$ 112,561,720</u>

## 3) Geographical information

The Group's non-current assets (exclude financial instruments, deferred tax assets and post-employment benefit assets) and revenue from single geographical location are detailed below.

	<u>Revenue from External Customers (Note)</u>		<u>Non-current Assets</u>	
	<u>2024</u>	<u>2023</u>	<u>December 31</u>	<u>December 31</u>
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Asia	\$ 138,824,658	\$ 154,395,268	\$ 100,450,522	\$ 97,553,322
United States of America	5,648,470	9,663,309	44,056	50,225
Europe	28,245,758	23,592,668	23,212,063	13,476,703
Others	<u>6,599,454</u>	<u>2,188,381</u>	<u>-</u>	<u>-</u>
	<u>\$ 179,318,340</u>	<u>\$ 189,839,626</u>	<u>\$ 123,706,641</u>	<u>\$ 111,080,250</u>

Note: Revenue from external customers is classified by geographical location.

## 4) Information about major customers

No single customer contributed 10% or more to the Group's revenue for both 2024 and 2023.

TABLE 1

WALSIN LIHWA CORPORATION

FINANCING PROVIDED TO OTHERS  
FOR THE YEAR ENDED DECEMBER 31, 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	\$ 1,641,750 (US\$ 50,000)	\$ - (US\$ -)	\$ - (US\$ -)	-	Operating capital	\$ -	Operating capital	\$ -	-	\$ -	\$ 54,902,078	\$ 54,902,078

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 = \$137,255,194 × 40% = \$54,902,078.

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

The limit on the amount of financing provided = \$137,255,194 × 40% = \$54,902,078.
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 December 31, 2024 was as follows: US\$ to NT\$ = 1:32.785.

TABLE 1-1

## WALSIN LIHWA HOLDINGS LIMITED AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS  
FOR THE YEAR ENDED DECEMBER 31, 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.	Hangzhou Walsin Power Cable & Wire Co., Ltd.	Other receivables	Yes	\$ 9,664,515 (RMB 2,100,000)	\$ 9,577,512 (RMB 2,100,000)	\$ 7,722,713 (RMB 1,693,310)	3.50	Operating capital	\$ -	Operating capital	\$ -	-	\$ -	\$ 54,902,078	\$ 54,902,078
		Yantai Walsin Stainless Steel Co., Ltd.	Other receivables	Yes	16,179,366 (US\$ 320,000) (RMB 1,400,000)	11,859,416 (US\$ 320,000) (RMB 300,000)	10,001,589 (US\$ 305,066) (RMB -)	3.18	Operating capital	-	Operating capital	-	-	-	54,902,078	54,902,078
		Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Other receivables	Yes	2,398,005 (US\$ 45,000) (RMB 200,000)	2,387,469 (US\$ 45,000) (RMB 200,000)	813,655 (US\$ 20,800) (RMB 28,883)	3.18	Operating capital	-	Operating capital	-	-	-	54,902,078	54,902,078
		Changshu Walsin Specialty Steel Co., Ltd.	Other receivables	Yes	2,455,438 (US\$ 50,000) (RMB 200,000)	1,366,911 (US\$ 25,000) (RMB 120,000)	- (US\$ -) (RMB -)	-	Operating capital	-	Operating capital	-	-	-	54,902,078	54,902,078
		Dongguan Walsin Wire & Cable Co., Ltd.	Other receivables	Yes	1,050,983 (US\$ 25,000) (RMB 50,000)	1,047,661 (US\$ 25,000) (RMB 50,000)	92,592 (US\$ -) (RMB 20,302)	3.18	Operating capital	-	Operating capital	-	-	-	54,902,078	54,902,078
		Jiangyin Walsin Steel Cable Co., Ltd.	Other receivables	Yes	1,414,073 (US\$ 10,000) (RMB 250,000)	684,108 (US\$ -) (RMB 150,000)	- (US\$ -) (RMB -)	-	Operating capital	-	Operating capital	-	-	-	54,902,078	54,902,078
		Hangzhou Walsin Power Cable & Wire Co., Ltd.	Other receivables	Yes	684,108 (RMB 150,000)	684,108 (RMB 150,000)	133,948 (RMB 29,370)	3.18	Operating capital	-	Operating capital	-	-	-	54,902,078	54,902,078
		Shanghai Walsin Lihwa Power Wire & Cable Co., Ltd.	Other receivables	Yes	368,172 (RMB 80,000)	364,858 (RMB 80,000)	- (RMB -)	-	Operating capital	-	Operating capital	-	-	-	413,398 (RMB 90,665)	413,398 (RMB 362,661)
		Nanjing Taiwan Trade Mart Management Co., Ltd.	Other receivables	Yes	598,280 (RMB 130,000)	592,894 (RMB 130,000)	466,457 (RMB 102,277)	1.35	Operating capital	-	Operating capital	-	-	-	54,902,078	54,902,078
		XiAn Walsin Metal Product Co., Ltd.	Other receivables	Yes	874,409 (RMB 190,000)	866,537 (RMB 190,000)	844,381 (RMB 185,142)	1.35	Operating capital	-	Operating capital	-	-	-	54,902,078	54,902,078
2	Walsin International Investments Limited	Walsin Lihwa Corporation	Other receivables	Yes	18,774,000 (US\$ 600,000)	6,557,000 (US\$ 200,000)	- (US\$ -)	-	Operating capital	-	Operating capital	-	-	-	54,902,078	54,902,078
		Walsin (China) Investment Co., Ltd.	Other receivables	Yes	19,034,941 (US\$ 400,000) (RMB 1,780,000)	18,609,282 (US\$ 320,000) (RMB 1,780,000)	16,697,018 (US\$ 308,831) (RMB 1,441,000)	2.68	Operating capital	-	Operating capital	-	-	-	54,902,078	54,902,078
		PT. Sunny Metal Industry	Other receivables	Yes	1,251,600	-	-	-	Operating capital	-	Operating capital	-	-	-	7,172,735	7,172,735
		Borrego Energy Holdings, LLC & Borrego Energy, LLC	Other receivables	Yes	1,639,250 (US\$ 50,000)	1,639,250 (US\$ 50,000)	930,373 (US\$ 28,378)	5.70	Operating capital	-	Operating capital	-	-	-	7,172,735	7,172,735
3	Dongguan Walsin Wire & Cable Co., Ltd.	Walsin (China) Investment Co., Ltd.	Other receivables	Yes	3,303,518 (RMB 750,000)	1,368,216 (RMB 300,000)	- (RMB -)	-	Operating capital	-	Operating capital	-	-	-	54,902,078	54,902,078
4	Shanghai Walsin Lihwa Power Wire & Cable Co., Ltd.	Walsin (China) Investment Co., Ltd.	Other receivables	Yes	46,022 (RMB 10,000)	45,607 (RMB 10,000)	18,033 (RMB 3,954)	1.65	Operating capital	-	Operating capital	-	-	-	62,824 (RMB 13,775)	251,296 (RMB 55,100)

(Continued)

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		
5	Hangzhou Walsin Power Cable & Wire Co., Ltd.	Walsin (China) Investment Co., Ltd.	Other receivables	Yes	\$ 368,172 (RMB 80,000)	\$ - (RMB -)	\$ - (RMB -)	-	Operating capital	\$ -	Operating capital	\$ -	-	\$ -	\$ 54,902,078	\$ 54,902,078
6	Jiangyin Walsin Steel Cable Co., Ltd.	Walsin (China) Investment Co., Ltd.	Other receivables	Yes	250,840 (RMB 55,000)	250,840 (RMB 55,000)	102,634 (RMB 22,504)	1.65	Operating capital	-	Operating capital	-	-	-	54,902,078	54,902,078

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 and Walsin (China) Investment Co., Ltd. = \$137,255,194 × 40% = \$54,902,078.  
Shanghai Walsin Lihwa Power Wire & Cable Co., Ltd. = RMB906,653 × 10% = RMB90,665 (\$413,498).  
PT. Sunny Metal Industry, Borrego Energy Holdings, LLC & Borrego Energy, LLC = US\$546,953 × 40% = US\$218,781 (\$7,172,735).  
Walsin (China) Investment Co., Ltd = RMB137,751 × 10% = RMB13,775 (\$62,824).
- 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. = \$137,255,194 × 40% = \$54,902,078.  
Walsin (China) Investment Co., Ltd. = RMB906,653 × 40% = RMB362,661 (\$1,653,995).  
Walsin International Investments Limited = US\$546,953 × 40% = US\$218,781 (\$7,172,735).  
Shanghai Walsin Lihwa Power Wire & Cable Co., Ltd. = RMB137,751 × 40% = RMB55,100 (\$251,296).
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 December 31, 2024 were as follows: US\$ to NT\$ = 1:32.785; RMB to NT\$ = 1:4.56072; US\$ to RMB = 1:7.1886.

(Concluded)

TABLE 1-2

CONCORD INDUSTRIES LIMITED AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS  
FOR THE YEAR ENDED DECEMBER 31, 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		
7	Yantai Walsin Stainless Steel Co., Ltd.	Walsin (China) Investment Co., Ltd.	Other receivables	Yes	\$ 2,070,968 (RMB 450,000)	\$ 2,052,324 (RMB 450,000)	\$ 1,328,641 (RMB 271,589)	1.65	Operating capital	\$ -	Operating capital	\$ -	-	\$ -	\$ 54,902,078	\$ 54,902,078
8	Changshu Walsin Specialty Steel Co., Ltd.	Walsin (China) Investment Co., Ltd.	Other receivables	Yes	1,610,753 (RMB 350,000)	1,596,252 (RMB 350,000)	49,379 (RMB 10,827)	1.65	Operating capital	-	Operating capital	-	-	-	54,902,078	54,902,078
9	Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Walsin (China) Investment Co., Ltd.	Other receivables	Yes	1,656,774 (RMB 360,000)	1,641,859 (RMB 360,000)	- (RMB -)	-	Operating capital	-	Operating capital	-	-	-	54,902,078	54,902,078

Notes:

1. According to the financing regulations of Yantai Walsin Stainless Steel Co., Ltd., Changshu Walsin Specialty Steel Co., Ltd. and Jiangyin Walsin Specialty Alloy Materials 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. = \$137,255,194 × 40% = \$54,902,078.

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

Changshu Walsin Specialty Steel Co., Ltd., Jiangyin Walsin Specialty Alloy Materials Co., Ltd. = \$137,255,194 × 40% = \$54,902,078.
2. Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of Renminbi.
3. The currency exchange rates as of December 31, 2023 were as follows: RMB to NT\$ = 1:4.56072.

TABLE 1-3

CHIN-CHERNG CONSTRUCTION CO. AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS  
FOR THE YEAR ENDED DECEMBER 31, 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		
10	Nanjing Walsin Property Management Co., Ltd.	Walsin (China) Investment Co., Ltd.	Other receivables	Yes	\$ 46,022 (US\$ 10,000)	\$ 45,607 (US\$ 10,000)	\$ 16,445 (US\$ 3,608)	1.65	Operating capital	\$ -	Operating capital	\$ -	-	\$ -	\$ 54,902,078	\$ 54,902,078

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. = \$137,255,194 × 40% = \$54,902,078.
- b. The limit on the amount of financing provided was as follows:

Nanjing Walsin Property Management Co., Ltd. = \$137,255,194 × 40% = \$54,902,078.
2. Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of Renminbi.
3. The currency exchange rates as of December 31, 2024 were as follows: RMB to NT\$ = 1:4.56072.

TABLE 1-4

WALSIN INFO-ELECTRIC CORP.

FINANCING PROVIDED TO OTHERS  
FOR THE YEAR ENDED DECEMBER 31, 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		
11	Walsin Info-Electric Corporation	Walsin Lihwa Corporation	Other receivables	Yes	\$ 100,000	\$ 100,000	\$ 100,000	1.75	Operating capital	\$ -	Operating capital	\$ -	-	\$ -	\$ 131,724	\$ 131,724

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 =  $\$329,309 \times 40\% = \$131,724$ .
- b. The limit on the amount of financing provided was as follows:

Walsin Info-Electric Corp. =  $\$329,309 \times 40\% = \$131,724$ .



TABLE 1-5

WALSIN SINGAPORE PTE. LTD.

FINANCING PROVIDED TO OTHERS  
FOR THE YEAR ENDED DECEMBER 31, 2024  
(In Thousands of New Taiwan Dollars, U.S. 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		
12	Walsin Singapore Pte. Ltd.	PT. Sunny Metal Industry	Other receivables	Yes	\$ 10,531,826 (US\$ 320,750)	\$ 10,515,789 (US\$ 320,750)	\$ 10,391,741 (US\$ 316,966)	6.52-6.72	Operating capital	\$ -	Equipment purchase	\$ -	-	\$ -	\$ 13,851,531 (US\$ 422,496)	\$ 13,851,531 (US\$ 422,496)
		Innovation West Mantewe Pte. Ltd.	Other receivables	Yes	667,173 (US\$ 20,500)	590,130 (US\$ 18,000)	457,679 (US\$ 13,960)	4.52	Operating capital	-	Construction of new plants and equipment purchase	-	-	-	13,851,531 (US\$ 422,496)	13,851,531 (US\$ 422,496)
		PT. Walsin Everising Specialty Steel Indonesia	Other receivables	Yes	585,212 (US\$ 17,850)	585,212 (US\$ 17,850)	- (US\$ -)	-	Operating capital		Construction of new plants and equipment purchase	-	-	-	13,851,531 (US\$ 422,496)	13,851,531 (US\$ 422,496)
		Walsin Lihwa Europe S.àr.l.	Other receivables	Yes	4,599,400 (EUR 141,199)	4,594,490 (EUR 140,140)	4,784,380 (EUR 140,140)	4.85	Operating capital		Acquisition of equity	-	-	-	54,902,078 (EUR 1,608,145)	54,902,078 (EUR 1,608,145)
		PT Transcoal Minergy	Other receivables	Yes	591,030 (US\$ 18,000)	- (US\$ -)	- (US\$ -)	-	Operating capital		Construction of new plants and equipment purchase	-	-	-	13,851,531 (US\$ 422,496)	13,851,531 (US\$ 422,496)

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., PT. Walsin Everising Specialty Steel Indonesia and PT Transcoal Minergy = US\$1,056,240 × 40% = US\$422,496 (\$13,851,531).  
Walsin Lihwa Europe S.àr.l. = EUR4,020,363 × 40% = EUR1,608,145 (\$54,902,078).

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

Walsin Singapore Pte. Ltd. = US\$1,056,240 × 40% = US\$422,496 (\$13,851,531).  
Walsin Singapore Pte. Ltd. = EUR4,020,363 × 40% = EUR1,608,145 (\$54,902,078).

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

3. The currency exchange rates as of December 31, 2024 were as follows: US\$ to NT\$ = 1:32.785, EUR to NT\$ = 1:34.14.
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TABLE 1-6

PT. WALSIN NICKEL INDUSTRIAL INDONESIA

FINANCING PROVIDED TO OTHERS  
FOR THE YEAR ENDED DECEMBER 31, 2024  
(In Thousands of New Taiwan Dollar 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. Walsin Nickel Industrial Indonesia	Walsin Lihwa Corporation	Other receivables	Yes	\$ 1,920,000 (US\$ 60,000)	\$ - (US\$ -)	\$ - (US\$ -)	-	Operating capital	\$ -	Operating capital	\$ -	-	\$ -	\$ 4,895,751 (US\$ 149,329)	\$ 4,895,751 (US\$ 149,329)
		Walsin Singapore Pte. Ltd.	Other receivables	Yes	1,280,000 (US\$ 40,000)	- (US\$ -)	- (US\$ -)	-	Operating capital	-	Operating capital	-	-	-	4,895,751 (US\$ 149,329)	4,895,751 (US\$ 149,329)
		PT. Sunny Metal Industry & PT. Walhsu Metal Industry	Other receivables	Yes	983,550 (US\$ 30,000)	983,550 (US\$ 30,000)	983,550 (US\$ 30,000)	5.29-5.93	Operating capital	-	Operating capital	-		-	1,223,930 (US\$ 37,332)	4,895,751 (US\$ 149,329)

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\$373,323 × 40% = US\$149,329 (\$4,895,751).

PT. Sunny Metal Industry & PT. Walhsu Metal Industry = US\$373,323 × 10% = US\$37,332 (\$1,223,930).
- b. The limit on the amount of financing provided was as follows:

PT. Walsin Nickel Industrial Indonesia = US\$373,332× 40% = US\$149,329 (\$4,895,751).
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 December 31, 2024 were as follows: US\$ to NT\$ = 1:32.785.

TABLE 1-7

COGNE ACCIAI SPECIALI S.P.A.

FINANCING PROVIDED TO OTHERS  
FOR THE YEAR ENDED DECEMBER 31, 2024  
(In Thousands of New Taiwan Dollar, Pound 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		
14	Cogne Acciai Speciali S.p.A.	Special Melted Products Limited	Other receivables	Yes	\$ 312,901	\$ -	\$ -	-	Operating capital	\$ -	Equipment purchase and operating capital	\$ -	-	\$ -	\$ 3,959,455 (GBP 96,127)	\$ 3,959,455 (GBP 96,127)
		DMV GmbH	Other receivables	Yes	5,603 (EUR 161)	5,497 (EUR 161)	- (EUR -)	4.06	Operating capital	-	Operating capital	-	-	-	3,959,455 (EUR 115,977)	3,959,455 (EUR 115,977)
		DMV Deutschland GmbH	Other receivables	Yes	16,948 (EUR 487)	16,626 (EUR 487)	- (EUR -)	4.06	Operating capital	-	Operating capital	-	-	-	3,959,455 (EUR 115,977)	3,959,455 (EUR 115,977)
		DMV Italia S.r.l.	Other receivables	Yes	289,153 (EUR 8,309)	283,669 (EUR 8,309)	282,952 (EUR 8,288)	4.06	Operating capital	-	Operating capital	-	-	-	3,959,455 (EUR 115,977)	3,959,455 (EUR 115,977)
		DMV France S.A.S.	Other receivables	Yes	236,083 (EUR 6,784)	231,606 (EUR 6,784)	231,469 (EUR 6,780)	4.06	Operating capital	-	Operating capital	-	-	-	3,959,455 (EUR 115,977)	3,959,455 (EUR 115,977)
		DMV SOTEP S.A.S.	Other receivables	Yes	70 (EUR 2)	68 (EUR 2)	- (EUR -)	4.06	Operating capital	-	Operating capital	-	-	-	3,959,455 (EUR 115,977)	3,959,455 (EUR 115,977)
		DMV USA, Inc.	Other receivables	Yes	473,767 (EUR 13,614)	464,782 (EUR 13,614)	464,304 (EUR 13,600)	4.06	Operating capital	-	Operating capital	-	-	-	3,959,455 (EUR 115,977)	3,959,455 (EUR 115,977)

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 = GBP480,633 × 20% = GBP96,127 (\$3,959,455).

DMV GmbH, DMV Deutschland GmbH, DMV Italia S.r.l., DMV France S.A.S., DMV SOTEP S.A.S. and DMV USA, Inc. = EUR579,885 × 20% = EUR115,977 (\$3,959,455).

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

Cogne Acciai Speciali S.p.A. = GBP480,633 × 20% = GBP96,127 (\$3,959,455).

Cogne Acciai Speciali S.p.A. = EUR579,885 × 20% = EUR115,977 (\$3,959,455).

2. Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of GBP and EUR.

3. The currency exchange rates as of December 31, 2024 were as follows: GBP to NT\$ = 1:41.19, EUR to NT\$ = 1:34.14.
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DMV GMBH AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS  
FOR THE YEAR ENDED DECEMBER 31, 2024  
(In Thousands of New Taiwan Dollar 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	DMV GmbH.	Cogne Acciai Speciali S.p.A.	Other receivables	Yes	\$ 277,205 (EUR 8,070)	\$ 275,510 (EUR 8,070)	\$ 275,510 (EUR 8,070)	4.36	Operating capital	\$ -	Operating capital	\$ -	-	\$ -	\$ 1,937,138 (EUR 56,741)	\$ 1,937,138 (EUR 56,741)
		DMV Deutschland GmbH (Note 4)	Other receivables	Yes	1,717,500 (EUR 50,000)	1,707,000 (EUR 50,000)	35,915 (EUR 1,052)	4.36	Operating capital	-	Operating capital	-	-	-	1,937,138 (EUR 56,741)	1,937,138 (EUR 56,741)
		DMV Italia S.r.l. (Note 4)	Other receivables	Yes	1,717,500 (EUR 50,000)	1,707,000 (EUR 50,000)	- (EUR -)	4.36	Operating capital	-	Operating capital	-	-	-	1,937,138 (EUR 56,741)	1,937,138 (EUR 56,741)
		DMV France S.A.S.(Note 4)	Other receivables	Yes	1,717,500 (EUR 50,000)	1,707,000 (EUR 50,000)	- (EUR -)	4.36	Operating capital	-	Operating capital	-	-	-	1,937,138 (EUR 56,741)	1,937,138 (EUR 56,741)
		DMV SOTEP S.A.S.(Note 4)	Other receivables	Yes	1,717,500 (EUR 50,000)	1,707,000 (EUR 50,000)	30,555 (EUR 895)	4.36	Operating capital	-	Operating capital	-	-	-	1,937,138 (EUR 56,741)	1,937,138 (EUR 56,741)
		DMV USA, Inc. (Note 4)	Other receivables	Yes	1,717,500 (EUR 50,000)	1,707,000 (EUR 50,000)	273 (EUR 8)	4.36	Operating capital	-	Operating capital	-	-	-	1,937,138 (EUR 56,741)	1,937,138 (EUR 56,741)
16	DMV Deutschland GmbH	Cogne Acciai Speciali S.p.A.	Other receivables	Yes	178,517 (EUR 5,197)	177,426 (EUR 5,197)	177,426 (EUR 5,197)	4.06	Operating capital	-	Operating capital	-	-	-	1,937,138 (EUR 56,741)	1,937,138 (EUR 56,741)
		DMV GmbH.	Other receivables	Yes	1,717,500 (EUR 50,000)	1,707,000 (EUR 50,000)	35,915 (EUR 1,052)	4.36	Operating capital	-	Operating capital	-	-	-	1,937,138 (EUR 56,741)	1,937,138 (EUR 56,741)
17	DMV Italia S.r.l.	DMV GmbH	Other receivables	Yes	1,717,500 (EUR 50,000)	1,707,000 (EUR 50,000)	85,282 (EUR 2,498)	4.36	Operating capital	-	Operating capital	-	-	-	1,937,138 (EUR 56,741)	1,937,138 (EUR 56,741)
18	DMV France S.A.S.	DMV GmbH	Other receivables	Yes	1,717,500 (EUR 50,000)	1,707,000 (EUR 50,000)	145,607 (EUR 4,265)	4.36	Operating capital	-	Operating capital	-	-	-	1,937,138 (EUR 56,741)	1,937,138 (EUR 56,741)
19	DMV SOTEP S.A.S.	Cogne Acciai Speciali S.p.A.	Other receivables	Yes	25,763 (EUR 750)	25,605 (EUR 750)	25,605 (EUR 750)	4.06	Operating capital	-	Operating capital	-	-	-	1,937,138 (EUR 56,741)	1,937,138 (EUR 56,741)
		DMV GmbH	Other receivables	Yes	1,717,500 (EUR 50,000)	1,707,000 (EUR 50,000)	- (EUR -)	4.36	Operating capital	-	Operating capital	-	-	-	1,937,138 (EUR 56,741)	1,937,138 (EUR 56,741)
20	DMV USA, Inc.	DMV GmbH	Other receivables	Yes	1,717,500 (EUR 50,000)	1,707,000 (EUR 50,000)	- (EUR -)	4.36	Operating capital	-	Operating capital	-	-	-	1,937,138 (EUR 56,741)	1,937,138 (EUR 56,741)

Notes:

1. According to the financing regulations provided by DMV GmbH, directly or indirectly by its parent company, cannot exceed 40% of DMV’s net value for consolidated financial statements. If it is a revolving fund, cannot exceed 10% of DMV’s net value for consolidated financial statements. The total limit on the amount of the financing provided to company is 100%-owned, directly or indirectly by its parent company, cannot exceed 40% of DMV’s net value for consolidated financial statements.

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

DMV GmbH, DMV Deutschland GmbH, DMV Italia S.r.l., DMV France S.A.S., Cogne Acciai Speciali S.p.A., DMV SOTEP S.A.S. and DMV USA, Inc. = EUR141,852 × 40% = EUR56,741 (\$1,937,138).

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

DMV GmbH = EUR141,852 × 40% = EUR56,741 (\$1,937,138).

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

3. The currency exchange rates as of December 31, 2024 were as follows: EUR to NT\$ = 1:34.14.

4. The borrowers of the shared credit line include DMV Deutschland GmbH, DMV Italia S.r.l., DMV France S.A.S., DMV SOTEP S.A.S., DMV USA, Inc.
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TABLE 1-9

PT. SUNNY METAL INDUSTRY

FINANCING PROVIDED TO OTHERS  
FOR THE YEAR ENDED DECEMBER 31, 2024  
(In Thousands of New Taiwan Dollar 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		
21	PT. Sunny Metal Industry	PT Walhsu Metal Industry	Other receivables	Yes	\$ 1,970,100 (US\$ 60,000)	\$ 229,495 (US\$ 7,000)	\$ - (US\$ -)	-	Operating capital	\$ -	Equipment purchase and operating capital	\$ -	-	\$ -	\$ 1,973,919 (US\$ 60,208)	\$ 1,973,919 (US\$ 60,208)

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\$150,520 × 40% = US\$60,208 (\$1,973,919).
- b. The limit on the amount of financing provided was as follows:

PT. Sunny Metal Industry = US\$150,520 × 40% = US\$60,208 (\$1,973,919).
2. Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of USD.
3. The currency exchange rates as of December 31, 2024 were as follows: US\$ to NT\$ = 1:32.785.

WALSIN LIHWA EUROPE S.À R.L.

FINANCING PROVIDED TO OTHERS  
FOR THE YEAR ENDED DECEMBER 31, 2024  
(In Thousands of New Taiwan Dollar 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		
22	Walsin Lihwa Europe S.àr.l.	Cogne Acciai Speciali S.p.A.	Other receivables	Yes	\$ 1,065,600 (EUR 30,000)	\$ - (EUR -)	\$ - (EUR -)	-	Operating capital	\$ -	Acquisition of equity	\$ -	-	\$ -	\$ 4,241,929 (EUR 124,251)	\$ 4,241,929 (EUR 124,251)
		MEG S.A.	Other receivables	Yes	1,079,090 (EUR 30,500)	- (EUR -)	- (EUR -)	-	Operating capital	-	Group's investment restructuring	-	-	-	4,241,929 (EUR 124,251)	4,241,929 (EUR 124,251)

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. and MEG S.A. = EUR310,627× 40% = EUR124,251 (\$4,241,929).

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

Walsin Lihwa Europe S.à r.l. = EUR310,627 × 40% = EUR124,251 (\$4,241,929).
2. Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of EUR.
3. The currency exchange rates as of December 31, 2024 were as follows: EUR to NT\$ = 1:34.14.

TABLE 1-11

MEG S.A.

FINANCING PROVIDED TO OTHERS  
FOR THE YEAR ENDED DECEMBER 31, 2024  
(In Thousands of New Taiwan Dollar 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		
23	MEG S.A.	Cogne Acciai Speciali S.p.A.	Other receivables	Yes	\$ 1,079,090 (EUR 30,500)	\$ - (EUR -)	\$ - (EUR -)	-	Operating capital	\$ -	Group's investment restructuring	\$ -	-	\$ -	\$ 5,510,230 (EUR 161,401)	\$ 5,510,230 (EUR 161,401)

Notes:

1. According to the financing regulations provided by MEG S.A. 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. = EUR403,503 × 40% = EUR161,401 (\$5,510,230).
- b. The limit on the amount of financing provided was as follows:

MEG S.A. = EUR403,503 × 40% = EUR161,401 (\$5,510,230).
2. Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of EUR.
3. The currency exchange rates as of December 31, 2024 were as follows: EUR to NT\$ = 1:34.14.

TABLE 2

WALSIN LIHWA CORPORATION

ENDORSEMENTS/GUARANTEES PROVIDED  
FOR THE YEAR ENDED DECEMBER 31, 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	\$ 4,242,610 (RMB 930,250)	\$ 4,141,935 (RMB 900,000)	\$ 4,104,648 (RMB 900,000)	\$ 2,002,793 (RMB 439,140)	\$ -	2.99	\$ 137,255,194	Yes	No	Yes
		Walsin Energy Cable System Co., Ltd.	b	6,253,236	4,500,000	4,500,000	2,148,980	-	3.28	137,255,194	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\$137,255,194 × 100% = \$137,255,194.  
  
b. The limit on the amount of endorsements/guarantees provided to a single entity was as follows:  
  
Yantai Walsin Stainless Steel Co., Ltd.: RMB372,100 × 250% × 100.00% = RMB930,250 (\$4,242,610).  
  
Walsin Energy Cable System Co., Ltd.: NT\$2,779,216 × 250% × 90% = NT\$6,253,236.
4. The currency exchange rates as of December 31, 2024 were as follows: RMB to NT\$ = 1:4.56072.



TABLE 2-1

COGNE ACCIAI SPECIALI S.P.A.

ENDORSEMENTS/GUARANTEES PROVIDED  
FOR THE YEAR ENDED DECEMBER 31, 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	\$ 1,482,803 (EUR 43,433)	\$ 628,000 (SEK 200,000)	\$ 598,000 (SEK 200,000)	\$ 152,036 (SEK 50,848)	\$ -	0.44	\$ 3,959,455 (EUR 115,977)	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 at 1.
2. The relationship between Cogne Acciai Speciali S.p.A. and the endorsed/guaranteed entities can be classified into six 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:  
  
EUR579,885 × 20% = EUR115,977 (\$3,959,455).  
  
b. The limit on the amount of endorsements/guarantees provided to a single entity was as follows:  
  
Degerfors Long Products AB: EUR34,746 × 125% × 100% = EUR43,433 (\$1,482,803).
4. The currency exchange rates as of December 31, 2024 was as follows: EUR to NT\$ = 1:34.14; SEK to NT\$ = 1:2.99.

WALSIN LIHWA EUROPE S.À R.L.

ENDORSEMENTS/GUARANTEES PROVIDED  
FOR THE YEAR ENDED DECEMBER 31, 2024  
(In Thousands of New Taiwan Dollars and Euro)

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)										
2	Walsin Lihwa Europe S.à r.l.	Cogne Acciai Speciali S.p.A.	b	\$ 33,637,425 (EUR 985,279)	\$ 4,599,400 (EUR 130,000)	\$ 4,438,200 (EUR 130,000)	\$ 4,438,200 (EUR 130,000)	\$ 4,594,490	3.18	\$ 10,258,730 (EUR 300,490)	Yes	No	No

Notes:

1. The information on Walsin Lihwa Europe S.à r.l. and its subsidiaries is listed and labeled on the entitled “No.” column.

a. “0” represents Walsin Lihwa Europe S.à r.l.  
b. Subsidiaries are numbered consecutively starting at 1.
2. The relationship between Walsin Lihwa Europe S.à r.l. and the endorsed/guaranteed entities can be classified into the following categories.

a. A company with which Walsin Lihwa Europe S.à r.l. does business.  
b. A company in which Walsin Lihwa Europe S.à r.l. 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 Europe S.à r.l.  
d. A company in which Walsin Lihwa Europe S.à r.l. directly or indirectly holds 90% or more of the voting shares.  
e. A company that fulfills Walsin Lihwa Europe S.à r.l.’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 Europe S.à r.l.’s joint-investment company in proportion to their shareholding percentages.  
g. A company in the same industry as Walsin Lihwa Europe S.à r.l. 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 Europe S.à r.l., the total limit on the amount of endorsements/guarantees cannot exceed 100% of the equity of Walsin Lihwa Europe S.à r.l.’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:

EUR310,627 × 100% = EUR310,627 (\$10,604,806).

  
b. The limit on the amount of endorsements/guarantees provided to a single entity was as follows:

Cogne Acciai Speciali S.p.A.: EUR579,885 × 250% × 70% = EUR1,014,799 (\$34,645,238).
4. The currency exchange rates as of December 31, 2024 was as follows: EUR to NT\$ = 1:34.14.

TABLE 3

WALSIN LIHWA CORPORATION

MARKETABLE SECURITIES HELD  
DECEMBER 31, 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	December 31, 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	\$ 2,522,903	10.19	\$ 2,522,903	
	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	58,653,635	3,120,373	12.06	3,120,373	
	TECO Electric & Machinery Co., Ltd.	-	Financial assets at fair value through other comprehensive income - non-current	231,104,730	12,063,167	10.81	12,063,167	
	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	340,732	9.39	340,732	
	Universal Venture Capital Investment	The holding company is a director of the issuer company	Financial assets at fair value through other comprehensive income - non-current	5,221,228	58,245	2.97	58,245	
	Global Investment Holdings	-	Financial assets at fair value through other comprehensive income - non-current	1,400,000	15,269	1.16	15,269	
	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	261,945	15.00	261,945	
	Tung Mung Development Co., Ltd.	-	Financial assets at fair value through other comprehensive income - non-current	14,285,000	91,751	3.43	91,751	

TABLE 3-1

CONCORD INDUSTRIES LIMITED

MARKETABLE SECURITIES HELD  
DECEMBER 31, 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	December 31, 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	16,845	6.02	16,845	

CHIN-CHERNG CONSTRUCTION CO.

MARKETABLE SECURITIES HELD  
DECEMBER 31, 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	December 31, 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  
DECEMBER 31, 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	December 31, 2024				Note
				Number of Shares/Units	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Walsin Info-Electric Corp.	<u>Share</u> W T International Inc.	-	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	30,469	1.03	30,469	
	InSynerger Technology Co., Ltd.	-	Financial assets at fair value through other comprehensive income - non-current	772,500	22,327	6.60	22,327	
	K.S. Terminals Inc.	-	Financial assets at fair value through other comprehensive income - non-current	145,000	11,296	0.09	11,296	
	Landing AI	-	Financial assets at fair value through other comprehensive income - non-current	265,583	24,307	0.59	24,307	

TABLE 3-4

PT. WAL SIN LIPPO INDUSTRIES

MARKETABLE SECURITIES HELD  
DECEMBER 31, 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	December 31, 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	-	\$ 3,987	N/A	\$ 3,965	

TABLE 3-5

COGNE ACCIAI SPECIALI S.P.A.

MARKETABLE SECURITIES HELD  
DECEMBER 31, 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	December 31, 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	1,949	1.64	1,949	
	<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	-	249	N/A	253	



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 YEAR ENDED DECEMBER 31, 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	\$ (546,581) (Note 1)	-	\$ -	\$ -	\$ -	332,498,375	\$ 3,138,691
	Walsin Lihwa Europe S.a r.l.	Investments accounted for using the equity method	Capital investment	Subsidiaries	12,000	9,610,780	-	994,012 (Note 1)	-	-	-	-	12,000	10,604,792
	Walsin Singapore Pte. Ltd.	Investments accounted for using the equity method	Capital investment	Subsidiaries	733,000,000	30,809,949	140,000,000	6,182,729 (Note 1)	-	-	-	-	873,000,000	36,992,678
	Innovation West Mantewe Pte. Ltd.	Investments accounted for using the equity method	Capital investment, CNGR Hong Kong Material Science & Technology Co., Limited	Associates	40	2,444,727	2,600,000	96,057 (Note 1)	20	1,900,383	1,236,414 (Note 2)	663,969	2,600,020	1,306,723
	Winbond Electronics Corporation	Investments accounted for using the equity method	Capital investment	Associates	919,380,016	20,335,573	75,620,524	(31,926) (Note 1)	-	-	-	-	995,000,540	20,303,647

Note 1: The amount included a capital increase in cash, recognition of investment gains and losses, and changes in other equity.

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

TABLE 4-1

WALSIN LIHWA HOLDINGS 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 YEAR ENDED DECEMBER 31, 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.	<u>Share</u> Hangzhou Walsin Power Cable & Wire Co., Ltd.	Investments accounted for using the equity method	Hangzhou Futong Group Co., Ltd.	-	-	\$ -	-	\$ 311,055 (Note)	-	\$ -	\$ -	\$ -	-	\$ 311,055 (Note)

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

TABLE 4-2

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 YEAR ENDED DECEMBER 31, 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	<u>Share</u> Yantai Walsin Stainless Steel Co., Ltd.	Investments accounted for using the equity method	Capital reduction	Subsidiary	-	\$ 212,927	-	\$ 249,172 (Note)	-	\$ -	\$ -	\$ -	-	\$ 462,099 (Note)

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

WALSIN SINGAPORE PTE. LTD.

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 YEAR ENDED DECEMBER 31, 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
Walsin Singapore Pte. Ltd.	Share													
	Berg Holding Limited	Investments accounted for using the equity method	Indigo International Investment Limited	-	-	\$ -	29,512,500	\$ 108,078 (Note 3)	-	\$ -	\$ -	\$ -	29,512,500	\$ 108,078 (Note 3)
	PT. Westrong Metal Industry	Investments accounted for using the equity method	PT. Harum Nickel Industry	-	590,000	145,850	-	-	590,000	146,000	145,764 (Note 1)	236 (Note 2)	-	-

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

TABLE 4-4

WALSIN LIHWA EUROPE S.A R.L. 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 YEAR ENDED DECEMBER 31, 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	\$ 30,053 (Note 1)	-	\$ -	\$ -	\$ -	1,300,000	\$ 30,053
	DMV GmbH	Investments accounted for using the equity method	Salzgitter Mannesmann GmbH and Salzgitter Klockner-Werke GmbH	-	-	-	2	102,653 (Note 1)	-	-	-	-	2	102,653
Walsin Lihwa Europe S.a r.l.	Share MEG S.A	Investments accounted for using the equity method	Capital investment, MEG S.A.	Subsidiaries	8,277	338,754	898	36,881 (Note 1)	260	10,710	10,710	-	8,915	364,925
MEG S.A.	Share Cogne Acciai Speciali S.p.A.	Investments accounted for using the equity method	Capital investment, Eugenio Marzorati, Roberto Marzorati, Com.Steel S.p.A.	Subsidiaries, director of the issuer company	314,705,934	418,341	23,552,150	23,914 (Note 1)	30,801,495	41,197	39,654	-	307,456,589	402,601

Note 1: The amount included the purchase amount, recognition of investment gains and losses and changes in other equity.

Note 2: The adjustment in the investment structure for the current period resulted in the difference between the selling price and the carrying amount being recorded under “Capital Surplus”

**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 YEAR ENDED DECEMBER 31, 2024  
(In Thousands of New Taiwan Dollars)**

Company Name	Related Party	Nature of Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Payable or Receivable		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.	Sales	\$ (1,585,857)	(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	\$ 56,506	2	
		Walsin Singapore Pte. Ltd.	Purchase	20,436,165	26	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(955,199)	(31)	
		Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Sales	(223,596)	-	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	59,057	2	
		Changshu Walsin Specialty Steel Co., Ltd.	Sales	(140,800)	-	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	46,057	2	
		Metalinox Cogne Acos Inoxidaveis Eseciais Ltda	Sales	(169,649)	-	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	55,535	2	
		Cogne Korea	Sales	(133,719)	-	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	61,065	2	
		Novametal SA	Sales	(200,001)	-	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	54,994	2	
		Ferriere di Stabio SA	Sales	(131,860)	-	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	8,253	-	
		Novametal do Brasil LTDA	Sales	(124,592)	-	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	52,779	2	

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 YEAR ENDED DECEMBER 31, 2024  
 (In Thousands of New Taiwan Dollars, Renminbi and Euro)

Company Name	Related Party	Nature of Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Payable or Receivable		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 (247,681)	(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 41,585	15	
	Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Both are subsidiaries of Concord Industries Limited	Sales	RMB (386,297)	(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	RMB 59,347	21	
	Changshu Walsin Specialty Steel Co., Ltd.	Both are subsidiaries of Concord Industries Limited	Purchases	RMB 32,965	1	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 (5,855)	(5)	
	Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Both are subsidiaries of Concord Industries Limited	Purchases	RMB 39,961	1	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 (4,131)	(4)	
	Walsin Singapore Pte. Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Purchases	US\$ 35,559	24	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\$ (5,032)	(32)	
Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Yantai Walsin Stainless Steel Co., Ltd.	Both are subsidiaries of Concord Industries Limited	Sales	RMB (39,961)	(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	RMB 4,131	3	
	Walsin Lihwa Corporation	Parent company	Purchases	NT\$ 223,596	10	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	NT\$ (59,057)	(9)	
	Yantai Walsin Stainless Steel Co., Ltd.	Both are subsidiaries of Concord Industries Limited	Purchases	RMB 386,297	82	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 (59,347)	(41)	
Changshu Walsin Specialty Steel Co., Ltd.	Yantai Walsin Stainless Steel Co., Ltd.	Both are subsidiaries of Concord Industries Limited	Sales	RMB (32,965)	(4)	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 5,855	9	
	Walsin Lihwa Corporation	Parent company	Purchases	NT\$ 140,800	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	NT\$ (46,057)	(6)	
	Yantai Walsin Stainless Steel Co., Ltd.	Both are subsidiaries of Concord Industries Limited	Purchases	RMB 247,681	46	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 (41,585)	(26)	

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 YEAR ENDED DECEMBER 31, 2024  
(In Thousands of New Taiwan Dollars, Renminbi and Euro)

Company Name	Related Party	Nature of Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Payable or Receivable		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\$ (636,363)	(66)	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\$ 31,933	58	
	Yantai Walsin Stainless Steel Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Sales	US\$ (35,559)	(4)	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\$ 5,032	9	
	PT. Sunny Metal Industry	Both are subsidiaries of Concord Industries Limited	Purchases	US\$ 75,720	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\$ (12,253)	(48)	
	PT.Walhsu Metal Industry	Both are subsidiaries of Concord Industries Limited	Purchases	US\$ 189,579	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\$ (7,826)	(31)	
PT. Sunny Metal Industry	Walsin Singapore Pte Ltd	Both are subsidiaries of Concord Industries Limited	Sales	US\$ (75,720)	(13)	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\$ 12,253	6	
	PT.Walhsu Metal Industry	Both are subsidiaries of Concord Industries Limited	Sales	US\$ (256,702)	(45)	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\$ 176,638	91	
PT.Walhsu Metal Industry	Walsin Singapore Pte Ltd	Both are subsidiaries of Concord Industries Limited	Purchases	US\$ (189,579)	(81)	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\$ 7,826	80	
	PT. Sunny Metal Industry	Both are subsidiaries of Concord Industries Limited	Sales	US\$ 256,702	98	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\$ (176,638)	(96)	



**TABLE 5-3**

**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 YEAR ENDED DECEMBER 31, 2024  
(In Thousands of New Taiwan Dollars, Renminbi and Euro)**

Company Name	Related Party	Nature of Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Payable or Receivable		Note
			Purchase/ Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total	
Aosta Servizi Generali S.r.l.	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Sales	\$ (9,353)	(96)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	\$ 5,080	83	
Cogne Acciai Speciali S.p.A.	Cogne Edelstahl GmbH	Transactions between parent company and subsidiaries	Sales	(31,882)	(5)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	2,516	2	
	Cogne France Societe par Actions Simpliffee	Transactions between parent company and subsidiaries	Sales	(11,613)	(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	2,870	2	
	Cogne Celik Sanayi ve Ticaret Limited	Transactions between parent company and subsidiaries	Sales	(2,938)	-	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	640	-	
	Cogne Mexico Sociedad Anonima de Capital Variable	Transactions between parent company and subsidiaries	Sales	(9,925)	(1)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	3,197	2	
	Cogne Speciality Steel USA, Inc.	Transactions between parent company and subsidiaries	Sales	(33,442)	(5)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	6,022	5	
	Cogne Stainless Bars SA	Transactions between parent company and subsidiaries	Sales	(31,590)	(5)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	1,621	1	
	Cogne U.K. Limited	Transactions between parent company and subsidiaries	Sales	(18,026)	(3)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	3,243	2	
	Dong Guan Cogne Steel Products Co., Ltd.	Transactions between parent company and subsidiaries	Sales	(22,558)	(3)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	1,631	1	
	DMV France S.A.S	Transactions between parent company and subsidiaries	Sales	(3,037)	-	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	3,037	2	
	Ferriere di Stabio SA	Substantive related party	Sales	(22,099)	(3)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	1,701	1	
	Metalinox Cogne Acos Inoxidaveis Especiais Ltda	Transactions between parent company and subsidiaries	Sales	(8,356)	(1)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	3,623	3	
	Special Melted Products Limited	Transactions between parent company and subsidiaries	Sales	(15,920)	(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	9,067	7	
	Degerfors Long Products AB	Transactions between parent company and subsidiaries	Sales	(20,772)	(3)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	11,337	9	

(Continued)

Company Name	Related Party	Nature of Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Payable or Receivable		Note
			Purchase/ Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total	
Cogne Acciai Speciali S.p.A.	Novametal SA	Substantive related party	Sales	\$ (60,515)	(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	\$ 6,944	5	
	T.D.V. Trefileries des Vosges SA	Substantive related party	Sales	(4,824)	(1)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	1,020	1	
	Trefilados Inoxidables de Mexico, S.A de C.V	Substantive related party	Sales	(3,256)	-	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	802	1	
	Com.Steel Inox S.p.A.	Transactions between parent company and subsidiaries	Sales	(2,987)	-	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	1,433	1	
Cogne Mexico Sociedad Anonima de Capital Variable	Cogne Specialty Steel USA,Inc.	Both are subsidiaries of Walsin Lihwa Europe s.ar.l.	Sales	(4,126)	(33)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	545	11	
Cogne Stainless Bars SA	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Sales	(12,162)	(30)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	1,061	20	
Com.Steel Inox S.p.A.	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Sales	(47,234)	(47)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	22,208	69	
Degerfors long products	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Sales	(5,682)	(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	3,864	25	
	Com.Steel Inox S.p.A.	Both are subsidiaries of Walsin Lihwa Europe s.ar.l.	Sales	(4,785)	(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	1,625	10	
Cogne Stainless Bars SA	Cogne Edelstahl GmbH	Both are subsidiaries of Walsin Lihwa Europe s.ar.l.	Sales	(17,853)	(44)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	2,811	52	
Special Melted Products Limited	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Sales	(24,747)	(18)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	612	2	
Dong Guan Cogne Steel Products Co., Ltd.	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Sales	(3,808)	(13)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	1,438	5	
Cogne Acciai Speciali S.p.A.	Aosta Servizi Generali S.r.l.	Transactions between parent company and subsidiaries	Purchase	9,353	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	(5,080)	(1)	
Cogne Edelstahl GmbH	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Purchase	31,882	53	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(2,516)	(35)	

(Continued)

Company Name	Related Party	Nature of Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Payable or Receivable		Note
			Purchase/ Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total	
Cogne Celik Sanayi ve Ticaret Limited	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Purchase	\$ 2,938	54	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	\$ (640)	(64)	
Cogne France Societe par Actions Simplifiee	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Purchase	11,613	81	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(2,870)	(74)	
Cogne Mexico Sociedad Anonima de Capital Variable	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Purchase	9,925	83	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(3,197)	(58)	
Cogne Speciality Steel USA, Inc.	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Purchase	33,442	83	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(6,022)	(71)	
Cogne Stainless Bars SA	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Purchase	31,590	94	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(1,621)	(60)	
Cogne U.K. Limited	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Purchase	18,026	83	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(3,243)	(69)	
Dong Guan Cogne Steel Products Co., Ltd.	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Purchase	22,558	85	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(1,631)	(52)	
Metalinox Cogne Acos Inoxidaveis Especiais Ltda	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Purchase	8,356	46	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(3,623)	(74)	
Degerfors Long Products AB	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Purchase	20,772	29	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(11,337)	(54)	
Special Melted Products Limited	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Purchase	15,920	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	(9,067)	(19)	
Cogne Edelstahl GmbH	Cogne Stainless Bars SA	Both are subsidiaries of Walsin Lihwa Europe s.ar.l.	Purchase	17,853	30	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(2,811)	(39)	
Cogne Acciai Speciali S.p.A.	Degerfors long products	Transactions between parent company and subsidiaries	Purchase	5,682	1	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(3,864)	(1)	
	Cogne Stainless Bars SA	Transactions between parent company and subsidiaries	Purchase	12,162	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	(1,061)	-	
	Com.Steel Inox S.p.A.	Transactions between parent company and subsidiaries	Purchase	47,234	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	(22,208)	(4)	

(Continued)

Company Name	Related Party	Nature of Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Payable or Receivable		Note
			Purchase/ Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total	
Cogne Acciai Speciali S.p.A.	Dong Guan Cogne Steel Products Co., Ltd.	Transactions between parent company and subsidiaries	Purchase	\$ 3,808	1	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	\$ (1,438)	-	
Com.Steel Inox S.p.A.	Degerfors long products	Both are subsidiaries of Walsin Lihwa Europe s.ar.l.	Purchase	4,785	4	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(1,625)	(3)	
Cogne Acciai Speciali S.p.A.	Special Melted Products Limited	Transactions between parent company and subsidiaries	Purchase	24,747	4	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(612)	-	
Cogne Speciality Steel USA, Inc.	Cogne Mexico Sociedad Anonima de Capital Variable	Both are subsidiaries of Walsin Lihwa Europe s.ar.l.	Purchase	4,126	10	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(545)	(6)	
Com.Steel Inox S.p.A.	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Purchase	2,987	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	(1,433)	(3)	
DMV France S.A.S.	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Purchase	3,037	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	(3,037)	(2)	

(Concluded)

**TABLE 6**

**WALSIN LIHWA CORPORATION AND SUBSIDIARIES**

**RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL  
DECEMBER 31, 2024  
(In Thousands of New Taiwan Dollars)**

Company Name	Related Party	Nature of 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	Walsin Singapore Pte. Ltd.	100% directly owned subsidiary	Other receivables      \$    351,550	-	\$           -	-	\$           -	\$           -

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  
DECEMBER 31, 2024  
(In Thousands of Renminbi and U.S. Dollars)

Company Name	Related Party	Nature of 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% directly owned subsidiary	Other receivables \$ 230,726	-	\$ -	-	\$ -	\$ -
Walsin (China) Investment Co., Ltd.	Yantai Walsin Stainless Steel Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables 2,953,576	-	-	-	-	-
	Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables 178,935	-	-	-	-	-
	Hangzhou Walsin Power Cable & Wire Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables 29,405	-	-	-	-	-
	XiAn Walsin Metal Product Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables 185,357	-	-	-	-	-
	Nanjing Taiwan Trade Mart Management Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables US\$ 102,396	-	-	-	-	-
Walsin International Investments Limited	Borrego Energy, LLC	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables US\$ 57,270	-	-	-	-	-
	Borrego Energy Holdings, LLC	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables 149,019	-	-	-	-	-
	Walsin (China) Investment Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables 3,723,010	-	-	-	-	-
Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Walsin (China) Investment Co., Ltd.	Parent company	Other receivables 22,525	-	-	-	-	-

CONCORD INDUSTRIES LIMITED AND SUBSIDIARIES

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL  
DECEMBER 31, 2024  
(In Thousands of Renminbi)

Company Name	Related Party	Nature of 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 \$ 41,585	7.08	\$ -	-	\$ 37,375	\$ -
	Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Both are subsidiaries of Concord Industries Limited	Trade receivables 59,347	9.04	-	-	48,716	-
	Walsin (China) Investment Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables 1,025,627	-	-	-	-	-

TABLE 6-3

WALSIN SINGAPORE PTE. LTD. AND SUBSIDIARIES

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL  
DECEMBER 31, 2024  
(In Thousands of U.S. Dollars)

Company Name	Related Party	Nature of 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 Yantai Walsin Stainless Steel Co., Ltd.	Parent company	Trade receivables \$ 31,933	35.31	\$ -	-	\$ 31,933	\$ -
		Both are subsidiaries of Walsin Lihwa Corporation	Trade receivables 5,032	3.43		-		
	Walsin Lihwa Europe S.a r.l.	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables 141,451	-	-	-	-	-
	PT. Sunny Metal Industry Innovation West Mantewe Pte. Ltd.	Subsidiary	Other receivables 329,728	-	-	-	-	-
		Associate of Walsin Lihwa Corporation	Other receivables 14,037	-	-	-	-	-
PT. Sunny Metal Industry	PT. Walhsu Metal Industry Walsin Singapore Pte Ltd	Subsidiary	Trade receivables 176,638	2.91	-	-	45,273	-
		Parent company	Trade receivables 12,253	12.36	-	-	10,523	-
PT Walhsu Metal Industry	Walsin Singapore Pte Ltd	Parent company	Trade receivables 7,826	48.45	-	-	3,274	-



PT. WAL SIN NICKEL INDUSTRIAL INDONESIA

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL  
DECEMBER 31, 2024  
(In Thousands of U.S. Dollars)

Company Name	Related Party	Nature of Relationship	Financial Statement Account and Ending Balance	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Bad Debts
					Amount	Action Taken		
PT Walsin Nickel Industrial Indonesia	PT. Sunny Metal Industry	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables      \$      30,656	-	-	-	\$      -	\$      -

TABLE 6-5

WALSIN INFO-ELECTRIC CORP.

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL  
DECEMBER 31, 2024  
(In Thousands of New Taiwan Dollars)

Company Name	Related Party	Nature of 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      \$    100,129	-	\$           -	-	\$           -	\$           -

TABLE 6-6

WALSIN LIHWA EUROPE S.A R.L. AND SUBSIDIARIES

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL  
DECEMBER 31, 2024  
(In Thousands of Euro)

Company Name	Related Party	Nature of Relationship	Financial Statement Account and Ending Balance	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Bad Debts
					Amount	Action Taken		
Aosta Servizi Generali S.r.l.	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries company and parent	Trade receivables \$ 5,080	2.30	\$ -	-	\$ 944	\$ -
Cogne Acciai Speciali S.p.a.	Degerfors Long Products AB	Transactions between parent company and subsidiaries	Trade receivables 11,337	2.06	-	-	3,172	-
	Cogne Mexico Sociedad Anonima de Capital Variable	Transactions between parent company and subsidiaries	Trade receivables 3,197	3.02	-	-	642	-
	Cogne Speciality Steel USA, Inc.	Transactions between parent company and subsidiaries	Trade receivables 6,022	4.84	-	-	5,165	-
	Cogne U.K. Limited	Transactions between parent company and subsidiaries	Trade receivables 3,243	4.19	-	-	1,647	-
	DMV France S.A.S.	Transactions between parent company and subsidiaries	Trade receivables 3,037	-	-	-	3,037	-
	Metalinox Cogne Acos Inoxidaveis Especiais Ltda	Transactions between parent company and subsidiaries	Trade receivables 3,623	2.31	-	-	630	-
	Novametal SA	Substantive related party	Trade receivables 6,944	11.63	-	-	6,944	-
	Special Melted Products Limited	Transactions between parent company and subsidiaries	Trade receivables 9,067	2.23	-	-	-	-
Com.Steel Inox S.p.A.	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries company and parent	Trade receivables 22,208	-	-	-	5,990	-
Degerfors long products	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries company and parent	Trade receivables 3,864	2.28	-	-	2,325	-

TABLE 7

WALSIN LIHWA CORPORATION AND SUBSIDIARIES

NAMES, LOCATIONS, AND RELATED INFORMATION OF INVESTEEES OVER WHICH THE GROUP EXERCISES SIGNIFICANT INFLUENCE  
FOR THE YEAR ENDED DECEMBER 31, 2024  
(In Thousands of New Taiwan Dollars, U.S. Dollars, Hong Kong Dollars and Euro)

Information of investees that Walsin Lihwa Corporation and its subsidiaries have controlling power or significant influence over was as follows:

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		Balance as of December 31, 2024			Net Income (Loss) of the Investee	Investment Gain (Loss)	Note
				December 31, 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	\$ 22,298,258	\$ 584,069	\$ 583,817	
	Concord Industries Limited	British Virgin Islands	Investments holding	14,408,033	13,274,435	332,498,375	100.00	3,138,691	(1,740,641)	(1,740,641)	
	Ace Result Global Limited	British Virgin Islands	Investments holding	1,587,416	1,587,416	44,739,988	100.00	434,410	32,156	32,156	
	Min Maw Precision Industry Corp.	Taiwan	Solar power systems management, design, and installation	180,368	180,368	37,058,059	100.00	434,088	20,975	24,235	
	Waltuo Green Resources Corporation	Taiwan	Waste disposal, resource recovery and cement products	10,000	10,000	1,828,287	100.00	(3,981)	(13,232)	(13,232)	
	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	5,340,219	(281,402)	(279,221)	
	Walsin Info-Electric Corp.	Taiwan	Mechanical and electrical, communications, and power systems	270,034	270,034	29,854,246	99.51	327,695	4,383	4,362	
	PT. Walsin Lippo Industries	Indonesia	Steel wires	481,663	481,663	10,500	70.00	1,096,757	111,506	78,054	
	PT. Walsin Lippo Kabel	Indonesia	Production and sale of cables and wires	12,004	12,004	2,999,500	70.00	11,218	(1,223)	(856)	
	Joint Success Enterprises Limited	British Virgin Islands	Investments holding	689,979	689,979	21,344,562	49.05	4,168,385	(584,134)	(286,518)	
	Chin-Xin Investment Co., Ltd.	Taiwan	Investments	2,237,969	2,237,969	179,468,270	37.00	5,039,061	284,399	105,228	
	Tsai Yi Corporation	Taiwan	Management and investments holding	457,610	457,610	49,831,505	33.97	949,671	23,380	7,651	
	Concord II Venture Capital Co., Ltd.	Taiwan	Venture capital and consulting affairs	257,860	257,860	26,670,699	26.67	164,629	(19,209)	(5,948)	
	Winbond Electronics Corp.	Taiwan	Research, development, production and sale of semiconductors and related components	9,799,646	8,211,615	995,000,540	22.11	20,303,647	601,001	131,371	
	Walton Advanced Engineering, Inc.	Taiwan	Production, sale, and testing of semiconductors	1,185,854	1,185,854	109,628,376	21.17	2,164,134	135,882	33,569	
	Walsin Technology Corp.	Taiwan	Production and sale of ceramic capacitors	1,649,039	1,649,039	88,902,325	18.30	9,047,293	2,951,540	477,766	
	PT. Walsin Nickel Industrial Indonesia	Indonesia	Production and sale of nickel pig iron	1,509,171	1,509,171	500,000	50.00	5,943,250	849,588	453,078	
	Walsin Precision Technology Corp.	Malaysia	Production and sale of stainless steel plates	434,994	434,994	32,178,385	100.00	643,154	33,358	33,358	
	Walsin Singapore Pte. Ltd.	Singapore	Investments holding	30,911,410	26,357,910	873,000,000	100.00	36,992,678	229,246	(154,914)	
	Walsin Energy Cable System Co., Ltd.	Taiwan	Submarine communication cable	2,700,000	2,700,000	270,000,000	90.00	2,499,854	(164,485)	(149,050)	
	Walsin Lihwa Europe S.a r.l.	Luxembourg	Investments holding	12,848,247	11,560,560	12,000	100.00	10,604,792	121,409	121,409	
	PT. Walsin Research Innovation Indonesia	Indonesia	Consulting and management	65,909	43,669	20,930	99.67	51,163	(8,172)	(8,132)	
	Walsin America, LLC	USA	Investments	196,654	196,654	N/A	100.00	(604,877)	(201,306)	(201,306)	
	PT. CNGR Walsin New Energy and Technology Indonesia	Indonesia	Investments holding	- (Note 2)	300,000	-	-	-	(4,679)	(1,365)	
	Innovation West Mantewe Pte. Ltd.	Singapore	Investments holding	1,310,393	2,452,575	2,600,020	20.00	1,306,723	42,130	16,355	
	PT CNGR Walsin New Mining Industry Investment Indonesia	Indonesia	Investments holding	- (Note 3)	46,929	-	-	-	(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	17,931,465	567,765	567,765	
	Walcom Chemicals Industrial Limited	Hong Kong	Commerce	US\$ -	US\$ 0.030	-	-	-	-	-	
Walsin America, LLC	Borrego Energy Holdings, LLC	USA	Investments	US\$ 38,147	US\$ 38,147	N/A	72.55	(606,684)	(270,952)	(196,575)	

(Continued)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		Balance as of December 31, 2024			Net Income (Loss) of the Investee	Investment Gain (Loss)	Note
				December 31, 2024	December 31, 2023	Number of Shares	Percentage of Ownership (%)	Carrying Amount			
Borrego Energy Holdings, LLC	Borrego Energy, LLC Cleanleaf Energy Holdings, Inc	USA USA	Grid-connected solar electric systems Investments	US\$ 52,576	US\$ 52,576	N/A	100.00	\$ (836,229)	\$ (270,952)	\$ (270,952)	
				US\$ 7,500	US\$ -	1,266,000	100.00	(12,122)	(181,908)	(181,908)	
Concord Industries Limited	Walsin Specialty Steel Corp.	British Virgin Islands	Commerce and investments	US\$ 82,893	US\$ 82,893	82,893,195	100.00	1,799,131	380,178	380,178	
Chin-Cherng Construction Co.	Joint Success Enterprises Limited Dinghsin Development Co., Ltd.	British Virgin Islands Taiwan	Investments	725,493	725,493	22,175,438	50.95	4,266,787	(584,134)	(297,616)	
			Investment of real estate and related business	8,540	8,540	2,119,200	35.32	36,292	2,420	855	
	Concord II Venture Capital Co., Ltd. Chin-Xin Investment Co., Ltd.	Taiwan Taiwan	Venture capital and consulting affairs	1,603	1,603	172,342	0.17	1,064	(19,209)	(33)	
			Investments	54,154	54,154	3,264,092	0.67	93,158	284,399	1,912	
Walsin Singapore Pte. Ltd.	PT. Walsin Nickel Industrial Indonesia PT. Sunny Metal Industry PT. Westrong Metal Industry	Indonesia	Production and sale of nickel pig iron	US\$ 42,000	US\$ 42,000	420,000	42.00	5,140,545	849,588	356,827	
		Indonesia	Manufacture and sale of nickel matte	US\$ 200,000	US\$ 200,000	50,100	50.10	6,217,355	(198,022)	(608,930)	
		Indonesia	Manufacture and sale of nickel matte	US\$ -	US\$ 146,000	-	-	-	11,731	3,461	
	Berg Holding Limited PT. Walsin Everising Specialty Steel Indonesia	Hong Kong Indonesia	Investments holding	(Note 1) US\$ 118,644	US\$ -	29,512,500	75.00	3,543,343	(7,053)	(299,731)	
			Production and processing of special metal materials	US\$ 6,151	US\$ -	-	29.50	201,663	-	-	
Walsin Lihwa Europe S.a r.l.	MEG S.A.	Luxembourg	Investments holding	EUR 379,703	EUR 347,216	8,915	100.00	12,458,523	249,759	247,421	
MEG S.A.	Cogne Acciai Speciali S.p.A.	Italy	Production and sale of stainless steel	EUR 146,292	EUR 155,988	307,456,589	70.00	13,848,345	354,655	250,616	
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	(186,734)	(686,093)	(721,266)	
PT. Walsin Nickel Industrial Indonesia	PT. Walhsu Metal Industry	Indonesia	Manufacture and sale of nickel matte	US\$ 18	US\$ 9	18,600	0.10	90	(686,093)	(686)	
Min Maw Precision Industry Corp.	PT. Walsin Research Innovation Indonesia	Indonesia	Consulting and management	224	224	70	0.50	147	(8,172)	(41)	
Berg Holding Limited	PT. Sunny Metal Industry	Indonesia	Manufacture and sale of nickel matte	US\$ 59,443	US\$ -	39,350	39.35	1,941,856	(198,022)	(77,922)	

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

Note 2: Walsin Lihwa Corporation disposed of all of the shares of PT. CNGR Walsin New Mining Industry Investment Indonesia in July 2024.

Note 3: Walsin Lihwa Corporation disposed of all of the shares of PT. CNGR New Energy and Technology Indonesia in July 2024.

Note 4: Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of U.S. dollars, Euro and Hong Kong dollars.

WALSIN LIHWA CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA  
FOR THE YEAR ENDED DECEMBER 31, 2024  
(In Thousands of New Taiwan Dollars, 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:

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 December 31, 2024	Net Income (Loss) of the Investee	Ownership of Direct or Indirect Investment (%)	Investment Gain (Loss) (Note 17)	Carrying Amount as of December 31, 2024	Accumulated Repatriation of Investment Income as of December 31, 2024
					Outward	Inward						
Jiangyin Walsin Steel Cable Co., Ltd.	Manufacture and sale of steel cables and wires	\$ 655,700 (US\$ 20,000)	b	\$ 853,754 (US\$ 26,041) (Note 2)	\$ - -	\$ - -	\$ 853,754 (US\$ 26,041) (Note 2)	\$ (55,388)	100.00	\$ (55,388)	\$ 710,150	\$ -
Shanghai Walsin Lihwa Power Wire & Cable Co., Ltd.	Manufacture and sale of cables and wires	512,331 (US\$ 15,627)	b	490,332 (US\$ 14,956) (Note 3)	- -	- -	490,332 (US\$ 14,956) (Note 3)	(15,357)	95.71	(14,698)	601,823	-
Hangzhou Walsin Power Cable & Wire Co., Ltd.	Manufacture and sale of cables and wires	5,838,353 (US\$ 178,080)	b	2,766,398 (US\$ 84,380) (Note 4)	- -	- -	2,766,398 (US\$ 84,380) (Note 4)	155,619	100.00	94,991	2,234,470	-
Walsin (China) Investment Co., Ltd.	Investments	2,576,901 (US\$ 78,600)	b	2,576,901 (US\$ 78,600) (Note 5)	- -	- -	2,576,901 (US\$ 78,600) (Note 5)	(154,798)	100.00	(154,798)	4,134,990	-
Changshu Walsin Specialty Steel Co., Ltd.	Manufacture and sale of specialized steel tubes	3,180,145 (US\$ 97,000)	b	3,180,145 (US\$ 97,000) (Note 6)	- -	- -	3,180,145 (US\$ 97,000) (Note 6)	379,989	100.00	379,989	1,751,877	-
Dongguan Walsin Wire & Cable Co., Ltd.	Manufacture and sale of bare copper cables and wires	852,410 (US\$ 26,000)	b	852,410 (US\$ 26,000) (Note 7)	- -	- -	852,410 (US\$ 26,000) (Note 7)	(6,665)	100.00	(6,665)	1,494,074	-
Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Manufacture and sale of cold-rolled stainless steel and flat rolled products	1,606,465 (US\$ 49,000)	b	1,606,465 (US\$ 49,000) (Note 8)	- -	- -	1,606,465 (US\$ 49,000) (Note 8)	(793,975)	100.00	(793,975)	735,959	-
XiAn Walsin Metal Product Co., Ltd. (Note 11)	Manufacture and sale of specialized stainless steel plates	1,814,650 (US\$ 55,350)	b	988,468 (US\$ 30,150)	- -	- -	988,468 (US\$ 30,150)	(52,681)	100.00	(52,681)	(940,329)	-
Yantai Walsin Stainless Steel Co., Ltd.	Production and sale of electronic components and new alloy materials	12,132,581 (US\$ 370,065) (Note 9)	b	6,980,812 (US\$ 212,927)	1,147,475 (US\$ 35,000)	- -	8,128,287 (US\$ 247,927)	(2,156,799)	100.00	(2,156,799)	1,697,044	-
Changzhou China Steel Precision Materials Co., Ltd.	Melting and forging of nonferrous metallic materials and composites as well as new types of alloys	1,429,426 (US\$ 43,600) (Note 13)	b	428,828 (US\$ 13,080)	- -	- -	428,828 (US\$ 13,080)	79,630	30.00	23,890	530,909	1,037,809 (US\$ 31,655)
Nanjing Taiwan Trade Mart Management Co., Ltd.	Business and asset management, consulting and advertising services	32,785 (US\$ 1,000)	b	32,785 (US\$ 1,000)	- -	- -	32,785 (US\$ 1,000)	(10,727)	100.00	(10,727)	(556,162)	-
Dong Guan Cogne Steel Products Co., Ltd.	Stainless Steel Products	788,258 (EUR 23,089)	b	- (US\$ -)	- -	- -	- (US\$ -)	18,464	70.00	12,925	609,019	-

(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 December 31, 2024	Net Income (Loss) of the Investee	Ownership of Direct or Indirect Investment (%)	Investment Gain (Loss) (Note 17)	Carrying Amount as of December 31, 2024	Accumulated Repatriation of Investment Income as of December 31, 2024
					Outward	Inward						
Shaanxi Tianhong Silicon Industrial Corporation	Polysilicon production	\$ 5,472,864 (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.	45,607 (RMB 10,000)	b	9,967 (US\$ 304)	- -	- -	9,967 (US\$ 304)	722	20.00	144	10,430	-
Shaanxi Electronic Group Optoelectronics Technology Co., Ltd. (Note 12)	Communications equipment and electronic components	709,634 (RMB 155,597)	b	- (RMB -)	- -	- -	- (RMB -)	35,664	6.02	-	76,825	-
Walsin (Nanjing) Development Co., Ltd.	Construction, rental and sale of buildings and industrial factories	1,639,250 (US\$ 50,000)	b	1,632,693 (US\$ 49,800) (Note 14)	- -	- -	1,632,693 (US\$ 49,800) (Note 14)	(584,098)	99.60	(581,777)	8,399,186	-
Nanjing Walsin Property Management Co., Ltd.	Property management, business management and housing leasing	4,561 (RMB 1,000)	b	- (RMB -)	- -	- -	- (RMB -)	234	99.60	235	(22,562)	-
Hangzhou Futong Electric Industries Co., Ltd.	Power cable accessories and technology development, technical service, technical advisory	456,072 (RMB 100,000)	b	- (US\$ -)	- -	- -	- (US\$ -)	10,420	51.00	8,493	130,313	-

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

Accumulated Outward Remittance for Investment in Mainland China as of December 31, 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)
\$ 20,972,171 (US\$ 639,688)	\$ 21,459,717 (US\$ 654,559)	N/A (Note)

Notes:

- Investments can be classified into three categories as follows:
  - Direct investment in mainland China.
  - Reinvestment in mainland China through companies in a third country companies.
  - Others.
- Including US\$15,000 thousand investment through Walsin (China) Investment Co., Ltd.
- Including US\$14,950 thousand investment through Walsin (China) Investment Co., Ltd.
- 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.
- Capital investment of US\$28,600 thousand was contributed from the accounts payable of Walsin (China) Investment Co., Ltd. to Walsin Lihwa Holdings Limited.
- 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.
- Investment through Walsin (China) Investment Co., Ltd.
- 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.

(Continued)

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.
10. The amount was adjusted by the capital of XiAn Lv Jing Technology Co., Ltd. of RMB228,000 thousand and the fair value.
11. XiAn Walsin Metal Product Co., Ltd. merged XiAn Lv Jing Technology Co., Ltd. and XiAn Walsin Opto-electronic Limited.
12. Shaanxi Electronic Group Optoelectronics Technology Co., Ltd. was formerly known as Shaanxi Optoelectronics Technology Co., Ltd.
13. The amount included capitalization of retained earnings of US\$7,280 thousand.
14. The amount included investment through Joint Success Enterprise Limited approved in the previous years.
15. Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of U.S. dollars, Renminbi and Euro.
16. The currency exchange rates as of December 31, 2024 were as follows: US\$ to NT\$ = 1:32.785, RMB to NT\$ = 1:4.56072, Euro to NT\$ = 1:34.14. The average exchange rates of December 31, 2024 were as follows: US\$ to NT\$ = 1:32.114 RMB to NT\$ = 1:4.51266, Euro to NT\$ = 1:34.74534.
17. The basis for recognizing investment gains and losses in the current period is the financial report audited by an international accounting firm that has a cooperative relationship with the accounting firm of the Republic of China.
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)



TABLE 8-1

CHIN-CHERNG CONSTRUCTION CO.

INFORMATION ON INVESTMENTS IN MAINLAND CHINA  
FOR THE YEAR ENDED DECEMBER 31, 2024  
(In Thousands of New Taiwan Dollars, 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. 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 Investment from Taiwan as of December 31, 2024	Net Income (Loss) of the Investee	Ownership of Direct or Indirect Investment (%)	Investment Gain (Loss) (Note 2)	Carrying Amount as of December 31, 2024	Accumulated Repatriation of Investment Income as of December 31, 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	\$ (129,435)	50.95	\$ (65,947)	\$ 942,058	\$ -
Nanjing Walsin Property Management Co., Ltd.	Property management, business management and housing leasing	1,000	Note 1	-	-	-	-	52	50.95	26	(2,531)	-

2. The upper limit on investment in mainland China

Accumulated Outward Remittance for Investment in Mainland China as of December 31, 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\$3,229,482 (Note)

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 audited 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:

$$\text{NT\$}5,382,470 \times 60\% = \text{NT\$}3,229,482 \text{ thousand.}$$

Note 4: Amounts are stated in thousands 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 YEAR ENDED DECEMBER 31, 2024  
(In Thousands of New Taiwan Dollars, U.S. Dollars, Renminbi and Euro)

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	\$ 351,550	The terms are set by quotations on the local market and are similar to those of general customers	-
		Jianyin Walsin Specialty Alloy Materials Co., Ltd.	Transactions between parent company and subsidiaries	Sales	223,596	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 parent company and subsidiaries	Sales	140,800	The terms are set by quotations on the local market and are similar to those of general customers	-
		Metalinox Cogne Acos Inoxidaveis Especiais Ltda	Transactions between parent company and subsidiaries	Sales	169,649	The terms are set by quotations on the local market and are similar to those of general customers	-
		Cogne Korea	Transactions between parent company and subsidiaries	Sales	133,719	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 230,726	Based on capital demand	-
2	Walsin (China) Investment Co., Ltd.	Yantai Walsin Specialty Steel Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables	RMB 2,953,726	Based on capital demand	5
		Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables	RMB 178,935	Based on capital demand	-
		XiAn Walsin Metal Product Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables	RMB 185,357	Based on capital demand	-
		Nanjing Taiwan Trade Mart Management Co., Ltd.	Transactions between subsidiaries	Other receivables	RMB 102,396	Based on capital demand	-
3	Walsin International Investments Limited	Borrego Energy, LLC	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables	US\$ 57,270	Based on capital demand	1
		Borrego Energy Holdings, LLC	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables	US\$ 149,019	Based on capital demand	2
		Walsin (China) Investment Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables	RMB 3,723,010	Based on capital demand	6
4	Yantai Walsin Stainless Steel Co., Ltd.	Changshu Walsin Specialty Steel Co., Ltd.	Transactions between subsidiaries	Trade receivables	RMB 41,585	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 59,347	The terms are set by quotations on the local market and are similar to those of general customers	-

(Continued)

No.	Company Name	Counterparty	Relationship	Transaction Details			
				Financial Statement Accounts	Amount	Payment Terms	Percentage of Consolidated Total Gross Sales or Total Assets (%)
		Changshu Walsin Specialty Steel Co., Ltd.	Transactions between subsidiaries	Sales	RMB 247,681	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 386,297	The terms are set by quotations on the local market and are similar to those of general customers	1
		Walsin (China) Investment Co., Ltd	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables	RMB 1,025,627	Based on capital demand	2
5	Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Yantai Walsin Stainless Steel Co., Ltd.	Transactions between subsidiaries	Sales	RMB 39,961	The terms are set by quotations on the local market and are similar to those of general customers	-
6	Changshu Walsin Specialty Steel Co., Ltd.	Yantai Walsin Stainless Steel Co., Ltd.	Transactions between subsidiaries	Sales	RMB 32,965	The terms are set by quotations on the local market and are similar to those of general customers	-
7	Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Walsin (China) Investment Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables	RMB 22,525	The terms are set by quotations on the local market and are similar to those of general customers	-
8	Walsin Singapore Pte. Ltd.	PT. Sunny Metal Industry	Transactions between parent company and subsidiaries	Other receivables	US\$ 329,728	Based on capital demand	4
		Walsin Lihwa Europe S.a r.l.	Transactions between subsidiaries	Other receivables	US\$ 141,451	Based on capital demand	2
		Walsin Lihwa Corporation	Transactions between subsidiaries and parent company	Trade receivables	US\$ 31,933	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\$ 636,363	The terms are set by quotations on the local market and are similar to those of general customers	11
		Yantai Walsin Stainless Steel Co., Ltd.	Transactions between subsidiaries	Trade receivables	US\$ 5,032	The terms are set by quotations on the local market and are similar to those of general customers	-
		Yantai Walsin Stainless Steel Co., Ltd.	Transactions between subsidiaries	Sales	US\$ 35,559	The terms are set by quotations on the local market and are similar to those of general customers	1
9	PT. Sunny Metal Industry	PT. Walhsu Metal Industry	Transactions between parent company and subsidiaries	Trade receivables	US\$ 176,638	The terms are set by quotations on the local market and are similar to those of general customers	2
		PT. Walhsu Metal Industry	Transactions between parent company and subsidiaries	Sales	US\$ 256,702	The terms are set by quotations on the local market and are similar to those of general customers	5
		Walsin Singapore Pte. Ltd.	Transactions between subsidiaries and parent company	Trade receivables	US\$ 12,253	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\$ 75,720	The terms are set by quotations on the local market and are similar to those of general customers	1
10	PT. Walhsu Metal Industry	Walsin Singapore Pte. Ltd.	Transactions between subsidiaries and parent company	Trade receivables	US\$ 7,826	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\$ 189,579	The terms are set by quotations on the local market and are similar to those of general customers	3
11	Walsin Info-Electric Corp.	Walsin Lihwa Corporation	Transactions between subsidiaries and parent company	Other receivables	100,129	Based on capital demand	-

(Continued)

No.	Company Name	Counterparty	Relationship	Transaction Details				Percentage of Consolidated Total Gross Sales or Total Assets (%)
				Financial Statement Accounts	Amount	Payment Terms		
12	PT. Walsin Nickel Industrial Indonesia	PT. Sunny Metal Industry	Transactions between subsidiaries	Other receivables	US\$ 30,656	Based on capital demand	-	
13	Aosta Servizi Generali S.r.l.	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Sales	EUR 9,353	The terms are set by quotations on the local market and are similar to those of general customers	-	
		Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Trade receivables	EUR 5,080	The terms are set by quotations on the local market and are similar to those of general customers	-	
14	Cogne Acciai Speciali S.p.A.	Cogne Celik Sanayi ve Ticaret Limited	Transactions between parent company and subsidiaries	Sales	EUR 2,938	The terms are set by quotations on the local market and are similar to those of general customers	-	
		Cogne Edelstahl GmbH	Transactions between parent company and subsidiaries	Sales	EUR 31,882	The terms are set by quotations on the local market and are similar to those of general customers	1	
		Cogne France Societe par Actions Simplifiee	Transactions between parent company and subsidiaries	Sales	EUR 11,613	The terms are set by quotations on the local market and are similar to those of general customers	-	
		Cogne Mexico Sociedad Anonima de Capital Variable	Transactions between parent company and subsidiaries	Sales	EUR 9,925	The terms are set by quotations on the local market and are similar to those of general customers	-	
		Cogne Speciality Steel USA, Inc.	Transactions between parent company and subsidiaries	Sales	EUR 33,442	The terms are set by quotations on the local market and are similar to those of general customers	1	
		Cogne Stainless Bars SA	Transactions between parent company and subsidiaries	Sales	EUR 31,590	The terms are set by quotations on the local market and are similar to those of general customers	1	
		Cogne U.K. Limited	Transactions between parent company and subsidiaries	Sales	EUR 18,026	The terms are set by quotations on the local market and are similar to those of general customers	-	
		Dong Guan Cogne Steel Products Co., Ltd.	Transactions between parent company and subsidiaries	Sales	EUR 22,558	The terms are set by quotations on the local market and are similar to those of general customers	-	
		Metalinox Cogne Acos Inoxidaveis Especiais Ltda	Transactions between parent company and subsidiaries	Sales	EUR 8,356	The terms are set by quotations on the local market and are similar to those of general customers	-	
		Degerfors Long Products AB	Transactions between parent company and subsidiaries	Sales	EUR 20,772	The terms are set by quotations on the local market and are similar to those of general customers	-	
		Cogne Speciality Steel USA, Inc.	Transactions between parent company and subsidiaries	Trade receivables	EUR 6,022	The terms are set by quotations on the local market and are similar to those of general customers	-	
		Cogne U.K. Limited	Transactions between parent company and subsidiaries	Trade receivables	EUR 3,243	The terms are set by quotations on the local market and are similar to those of general customers	-	
		Degerfors Long Products AB	Transactions between parent company and subsidiaries	Trade receivables	EUR 11,337	The terms are set by quotations on the local market and are similar to those of general customers	-	
		Special Melted Products Limited	Transactions between parent company and subsidiaries	Trade receivables	EUR 9,067	The terms are set by quotations on the local market and are similar to those of general customers	-	
		Cogne Mexico Sociedad Anonima de Capital Variable	Transactions between parent company and subsidiaries	Trade receivables	EUR 3,197	The terms are set by quotations on the local market and are similar to those of general customers	-	
		DMV France S.A.S.	Transactions between parent company and subsidiaries	Trade receivables	EUR 3,037	The terms are set by quotations on the local market and are similar to those of general customers	-	
		Metalinox Cogne Acos Inoxidaveis Especiais Ltda	Transactions between parent company and subsidiaries	Trade receivables	EUR 3,623	The terms are set by quotations on the local market and are similar to those of general customers	-	
		Special Melted Products Limited	Transactions between parent company and subsidiaries	Sales	EUR 15,920	The terms are set by quotations on the local market and are similar to those of general customers	-	

(Continued)

No.	Company Name	Counterparty	Relationship	Transaction Details			
				Financial Statement Accounts	Amount	Payment Terms	Percentage of Consolidated Total Gross Sales or Total Assets (%)
		Com.Steel Inox S.p.A.	Transactions between parent company and subsidiaries	Sales	EUR 2,987	The terms are set by quotations on the local market and are similar to those of general customers	-
		DMV France S.A.S.	Transactions between parent company and subsidiaries	Sales	EUR 3,037	The terms are set by quotations on the local market and are similar to those of general customers	-
15	Cogne Mexico Sociedad Anonima de Capital Variable	Cogne Speciality Steel USA, Inc.	Transactions between subsidiaries	Sales	EUR 4,126	The terms are set by quotations on the local market and are similar to those of general customers	-
16	Cogne Stainless Bars SA	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Sales	EUR 12,162	The terms are set by quotations on the local market and are similar to those of general customers	-
17	Com.Steel Inox S.p.A.	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Sales	EUR 47,234	The terms are set by quotations on the local market and are similar to those of general customers	1
		Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Trade receivables	EUR 22,208	The terms are set by quotations on the local market and are similar to those of general customers	-
18	Dong Guan Cogne Steel Products Co., Ltd.	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Sales	EUR 3,808	The terms are set by quotations on the local market and are similar to those of general customers	-
19	Cogne Stainless Bars SA	Cogne Edelstahl GmbH	Transactions between subsidiaries	Sales	EUR 17,853	The terms are set by quotations on the local market and are similar to those of general customers	-
20	Degerfors long products	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Sales	EUR 5,682	The terms are set by quotations on the local market and are similar to those of general customers	-
		Com.Steel Inox S.p.A.	Transactions between subsidiaries	Sales	EUR 4,785	The terms are set by quotations on the local market and are similar to those of general customers	-
		Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Trade receivables	EUR 3,864	The terms are set by quotations on the local market and are similar to those of general customers	-
21	Special Melted Products Limited	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Sales	EUR 24,747	The terms are set by quotations on the local market and are similar to those of general customers	-

(Concluded)

**TABLE 10****WALSIN LIHWA CORPORATION AND SUBSIDIARIES****INFORMATION OF MAJOR SHAREHOLDERS****DECEMBER 31, 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 trustor 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.