

**Catcher Technology Co., Ltd. and  
Subsidiaries**

**Consolidated Financial Statements for the  
Years Ended December 31, 2021 and 2020 and  
Independent Auditors' Report**

## **DECLARATION OF CONSOLIDATION OF FINANCIAL STATEMENTS OF AFFILIATES**

The companies required to be included in the consolidated financial statements of affiliates in accordance with the “Criteria Governing Preparation of Affiliation Reports, Consolidated Business Reports and Consolidated Financial Statements of Affiliated Enterprises” for the year ended December 31, 2021 are all the same as the companies required to be included in the consolidated financial statements of parent and subsidiary companies as provided in International Financial Reporting Standard 10 “Consolidated Financial Statements”. Relevant information that should be disclosed in the consolidated financial statements of affiliates has all been disclosed in the consolidated financial statements of parent and subsidiary companies. Hence, we do not prepare a separate set of consolidated financial statements of affiliates.

Very truly yours,

CATCHER TECHNOLOGY CO., LTD.

By

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SHUI-SHU HONG

Chairman

February 24, 2022

### INDEPENDENT AUDITORS' REPORT

The Board of Directors and Shareholders  
Catcher Technology Co., Ltd.

#### Opinion

We have audited the accompanying consolidated financial statements of Catcher Technology Co., Ltd. (the "Company") and its subsidiaries (collectively referred to as the "Group"), which comprise the consolidated balance sheets as of December 31, 2021 and 2020, 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 a summary of significant accounting policies (collectively referred to as the "consolidated financial statements").

In our opinion, based on our audits and the report of other auditors (please refer to the Other Matter paragraph), the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as of December 31, 2021 and 2020, 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, the Republic of China.

#### Basis for Opinion

We conducted our audits in accordance with the Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants and auditing standards generally accepted in 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. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion based on our audits and the report of other auditors.

#### 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 for the year ended December 31, 2021. 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 key audit matter identified in the Group's consolidated financial statements for the year ended December 31, 2021 is as follows:

Due to the need of some sales customers, the Group places inventory in the shipping warehouses designated by the sales customers. The recognition of sales revenue is based on the reports provided by the customers' designated warehouse custodians, which were checked by the dedicated personnel of the Group. Since shipping warehouses are not directly managed by the Group and the recognition of sales revenue involves manual processing, we considered the authenticity of the sales related to the shipping warehouses a key audit matter for this year.

The main audit procedures that we performed in regard of this key audit matter include:

1. We obtained an understanding and tested the effectiveness of the design of the main internal control and implementation related to the sales revenue of the overseas shipping warehouses.
2. We obtained the record of inventory movements in the shipping warehouses. We selected samples and checked the documents and payment status related to the sales revenue of shipping warehouses. We verified the occurrence of the sales and checked for any anomalies existing in the sales counterparties and the payment recipients.

#### **Other Matter**

We have also audited the parent company only financial statements of Catcher Technology Co., Ltd. as of and for the years ended December 31, 2021 and 2020 on which we have issued an unqualified opinion with other matters paragraph.

We did not audit the financial statements of certain subsidiaries included in the consolidated financial statements of the Group as of and for the year ended December 31, 2021, but such statements were audited by other auditors. Our opinion, insofar as it relates to the amounts included for certain subsidiaries, are based solely on the reports of other auditors. The total asset of certain subsidiaries was NT\$6,669,132 thousand, accounting for 3%, of consolidated total assets as of December 31, 2021; the total comprehensive income was NT\$115,737 thousand, accounting for 2%, of consolidated total comprehensive income for the year ended December 31, 2021.

#### **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 IFRS, IAS, IFRIC, and 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 auditing standards generally accepted in 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 auditing standards generally accepted in 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, 2021 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 Hung-Ju Liao and Chi-Chen Lee.

Deloitte & Touche  
Taipei, Taiwan  
Republic of China  
February 24, 2022

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 accepted and 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.*

# CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

## CONSOLIDATED BALANCE SHEETS DECEMBER 31, 2021 AND 2020 (In Thousands of New Taiwan Dollars)

	December 31, 2021		December 31, 2020	
	Amount	%	Amount	%
<b>ASSETS</b>				
<b>CURRENT ASSETS</b>				
Cash and cash equivalents (Notes 4 and 6)	\$ 53,115,285	22	\$ 111,882,981	44
Financial assets at fair value through profit or loss - current (Notes 4 and 7)	3,967,937	2	349,801	-
Financial at fair value through other comprehensive income - current (Notes 4 and 8)	1,870,987	1	-	-
Financial assets at amortized cost - current (Notes 4 and 9)	122,046,739	49	65,333,889	26
Note Receivable (Notes 4 and 11)	-	-	21	-
Trade receivables (Notes 4, 11 and 25)	9,665,413	4	17,317,501	7
Other receivables (Notes 4 and 11)	503,406	-	306,029	-
Current tax assets (Notes 4 and 27)	425,494	-	90,318	-
Inventories (Notes 4, 5, 12 and 33)	3,316,762	1	6,003,807	2
Other current assets (Note 19)	406,109	-	593,003	-
Total current assets	195,318,132	79	201,877,350	79
<b>NON-CURRENT ASSETS</b>				
Financial at fair value through profit or loss - non-current (Notes 4 and 7)	958,795	-	-	-
Financial assets at fair value through other comprehensive income - non-current (Notes 4 and 8)	5,430,345	2	652,880	-
Financial assets at amortized cost - non-current (Notes 4 and 9)	21,891,382	9	24,585,406	10
Investments accounted for using the equity method (Notes 4 and 14)	8,050	-	11,583	-
Property, plant and equipment (Notes 4, 15 and 33)	17,868,347	7	22,567,706	9
Right-of-use assets (Notes 4 and 16)	1,016,568	1	1,245,224	-
Investment properties (Notes 4 and 17)	221,565	-	500,299	-
Intangible assets (Notes 4 and 18)	57,707	-	38,004	-
Deferred tax assets (Notes 4 and 27)	4,058,919	2	4,346,647	2
Other non-current assets (Note 19)	72,993	-	78,096	-
Total non-current assets	51,584,671	21	54,025,845	21
<b>TOTAL</b>	<u>\$ 246,902,803</u>	<u>100</u>	<u>\$ 255,903,195</u>	<u>100</u>
<b>LIABILITIES AND EQUITY</b>				
<b>CURRENT LIABILITIES</b>				
Short-term borrowings (Note 20)	\$ 78,031,726	32	\$ 70,465,726	27
Contract liabilities - current (Notes 4 and 25)	32,742	-	12,545	-
Trade payables (Note 21)	3,465,780	1	7,691,968	3
Other payables (Note 22)	5,983,148	2	6,924,658	3
Current tax liabilities (Notes 4 and 27)	309,608	-	3,997,201	2
Lease liabilities - current (Notes 4 and 16)	13,168	-	17,584	-
Other current liabilities (Note 22)	1,396,923	1	2,352,993	1
Total current liabilities	89,233,095	36	91,462,675	36
<b>NON-CURRENT LIABILITIES</b>				
Deferred tax liabilities (Notes 4, 5 and 27)	6,100,759	3	6,197,748	2
Lease liabilities - non-current (Notes 4 and 16)	126,873	-	142,925	-
Net defined benefit liabilities - non-current (Notes 4 and 23)	6,578	-	6,558	-
Other non-current liabilities (Note 22)	8,776	-	21,687	-
Total non-current liabilities	6,242,986	3	6,368,918	2
Total liabilities	95,476,081	39	97,831,593	38
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Note 24)</b>				
Share capital - ordinary shares	7,616,181	3	7,616,181	3
Capital surplus	20,008,824	8	20,008,231	8
Retained earnings				
Legal reserve	21,497,294	8	19,532,131	8
Special reserve	14,394,310	6	12,188,506	5
Unappropriated earnings	108,287,799	44	113,024,326	44
Total retained earnings	144,179,403	58	144,744,963	57
Other equity	(16,961,466)	(7)	(14,394,310)	(6)
Treasure shares	(3,465,809)	(1)	-	-
Total equity attributable to owners of the Company	151,377,133	61	157,975,065	62
<b>NON-CONTROLLING INTERESTS</b>	49,589	-	96,537	-
Total equity	151,426,722	61	158,071,602	62
<b>TOTAL</b>	<u>\$ 246,902,803</u>	<u>100</u>	<u>\$ 255,903,195</u>	<u>100</u>

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

(With Deloitte & Touche auditors' report dated February 24, 2022)

# CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE YEARS ENDED DECEMBER 31, 2021 AND 2020 (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	2021		2020	
	Amount	%	Amount	%
OPERATING REVENUE (Notes 4, 16 25 and 26)	\$ 41,094,979	100	\$ 82,506,032	100
OPERATING COSTS (Notes 12, 23 and 26)	<u>27,525,852</u>	<u>67</u>	<u>60,586,781</u>	<u>73</u>
GROSS PROFIT	<u>13,569,127</u>	<u>33</u>	<u>21,919,251</u>	<u>27</u>
OPERATING EXPENSES (Notes 23 and 26)				
Selling and marketing expenses	412,142	1	652,469	1
General and administrative expenses	2,714,528	7	4,746,964	6
Research and development expenses	<u>1,682,336</u>	<u>4</u>	<u>1,584,650</u>	<u>2</u>
Total operating expenses	<u>4,809,006</u>	<u>12</u>	<u>6,984,083</u>	<u>9</u>
PROFIT FROM OPERATIONS	<u>8,760,121</u>	<u>21</u>	<u>14,935,168</u>	<u>18</u>
NON-OPERATING INCOME AND EXPENSES (Notes 14, 26 and 29)				
Interest income	822,797	2	2,001,921	3
Other income	2,207,343	5	3,865,654	5
Foreign exchange gains (losses), net	(2,428,032)	(6)	(5,625,516)	(7)
Other gains	3,194,966	8	26,246,911	32
Interest expense	(483,010)	(1)	(576,237)	(1)
Share of profit (loss) of associates	<u>(3,533)</u>	<u>-</u>	<u>(712)</u>	<u>-</u>
Total non-operating income and expenses	<u>3,310,531</u>	<u>8</u>	<u>25,912,021</u>	<u>32</u>
PROFIT BEFORE INCOME TAX	12,070,652	29	40,847,189	50
INCOME TAX EXPENSE (Notes 4, 27 and 29)	<u>3,474,369</u>	<u>8</u>	<u>19,681,121</u>	<u>24</u>
NET PROFIT	<u>8,596,283</u>	<u>21</u>	<u>21,166,068</u>	<u>26</u>
OTHER COMPREHENSIVE INCOME (LOSS) (Note 24)				
Items that will not be reclassified subsequently to profit or loss:				
Unrealized gain (loss) on investments in equity instruments at fair value through other comprehensive income	5,617	-	(27,978)	-

(Continued)



# CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE YEARS ENDED DECEMBER 31, 2021 AND 2020 (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	2021		2020	
	Amount	%	Amount	%
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translating the financial statements of foreign operations	\$ (2,534,112)	(6)	\$ (2,176,688)	(3)
Unrealized gain (loss) on investment in debt instrument at fair value through other comprehensive income	<u>(41,301)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other comprehensive loss for the year, net of income tax	<u>(2,569,796)</u>	<u>(6)</u>	<u>(2,204,666)</u>	<u>(3)</u>
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	<u>\$ 6,026,487</u>	<u>15</u>	<u>\$ 18,961,402</u>	<u>23</u>
NET PROFIT ATTRIBUTABLE TO:				
Owners of the Company	\$ 8,575,044	21	\$ 21,129,820	26
Non-controlling interests	<u>21,239</u>	<u>-</u>	<u>36,248</u>	<u>-</u>
	<u>\$ 8,596,283</u>	<u>21</u>	<u>\$ 21,166,068</u>	<u>26</u>
TOTAL COMPREHENSIVE INCOME (LOSS) ATTRIBUTABLE TO:				
Owners of the Company	\$ 6,006,701	15	\$ 18,924,016	23
Non-controlling interests	<u>19,786</u>	<u>-</u>	<u>37,386</u>	<u>-</u>
	<u>\$ 6,026,487</u>	<u>15</u>	<u>\$ 18,961,402</u>	<u>23</u>
EARNINGS PER SHARE (Note 28)				
Basic	\$ <u>11.31</u>		\$ <u>27.65</u>	
Diluted	\$ <u>11.24</u>		\$ <u>27.42</u>	

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

(With Deloitte & Touche auditors' report dated February 24, 2022)

(Concluded)

# CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY YEARS ENDED DECEMBER 31, 2021 AND 2020 (In Thousands of New Taiwan Dollars)

	Equity Attributable to Owners of the Company											
	Retained Earnings					Other Equity		Total	Treasury Shares	Total	Non-controlling Interests	Total Equity
	Share Capital	Capital Surplus	Legal Reserve	Special Reserve	Unappropriated Earnings	Exchange Differences on Translating the Financial Statements of Foreign Operations	Unrealized Gain (Loss) on Financial Assets at Fair Value Through Other Comprehensive Income					
BALANCE AT JANUARY 1, 2020	\$ 7,703,911	\$ 20,237,791	\$ 18,404,919	\$ 7,410,317	\$ 106,894,281	\$ (12,148,648)	\$ (39,858)	\$ (12,188,506)	\$ -	\$ 148,462,713	\$ 125,794	\$ 148,588,507
Appropriation of the 2019 earnings (Note 24)												
Legal reserve	-	-	1,127,212	-	(1,127,212)	-	-	-	-	-	-	-
Special reserve	-	-	-	4,778,189	(4,778,189)	-	-	-	-	-	-	-
Cash dividends distributed by the Company - 100%	-	-	-	-	(7,616,181)	-	-	-	-	(7,616,181)	-	(7,616,181)
Changes in capital surplus from donations from shareholders	-	907	-	-	-	-	-	-	-	907	-	907
Net profit for the year ended December 31, 2020	-	-	-	-	21,129,820	-	-	-	-	21,129,820	36,248	21,166,068
Other comprehensive loss for the year ended December 31, 2020, net of income tax	-	-	-	-	-	(2,177,826)	(27,978)	(2,205,804)	-	(2,205,804)	1,138	(2,204,666)
Total comprehensive income (loss) for the year ended December 31, 2020	-	-	-	-	21,129,820	(2,177,826)	(27,978)	(2,205,804)	-	18,924,016	37,386	18,961,402
Buy back of ordinary shares (Note 24)	-	-	-	-	-	-	-	-	(1,796,390)	(1,796,390)	-	(1,796,390)
Cancelation of treasury shares (Note 24)	(87,730)	(230,467)	-	-	(1,478,193)	-	-	-	1,796,390	-	-	-
Decrease in non-controlling interest	-	-	-	-	-	-	-	-	-	-	(66,643)	(66,643)
BALANCE AT DECEMBER 31, 2020	7,616,181	20,008,231	19,532,131	12,188,506	113,024,326	(14,326,474)	(67,836)	(14,394,310)	-	157,975,065	96,537	158,071,602
Appropriation of the 2020 earnings (Note 24)												
Legal reserve	-	-	1,965,163	-	(1,965,163)	-	-	-	-	-	-	-
Special reserve	-	-	-	2,205,804	(2,205,804)	-	-	-	-	-	-	-
Cash dividends distributed by the Company - 120%	-	-	-	-	(9,139,417)	-	-	-	-	(9,139,417)	-	(9,139,417)
Changes in capital surplus from donations from shareholders	-	593	-	-	-	-	-	-	-	593	-	593
Net profit for the year ended December 31, 2021	-	-	-	-	8,575,044	-	-	-	-	8,575,044	21,239	8,596,283
Other comprehensive loss for the year ended December 31, 2021, net of income tax	-	-	-	-	-	(2,532,659)	(35,684)	(2,568,343)	-	(2,568,343)	(1,453)	(2,569,796)
Total comprehensive income (loss) for the year ended December 31, 2021	-	-	-	-	8,575,044	(2,532,659)	(35,684)	(2,568,343)	-	6,006,701	19,786	6,026,487
Disposal of investments in equity instruments designated as at fair value through other comprehensive income (Note 8)	-	-	-	-	(1,187)	-	1,187	1,187	-	-	-	-
Buy-back of ordinary shares (Note 24)	-	-	-	-	-	-	-	-	(3,465,809)	(3,465,809)	-	(3,465,809)
Decrease in non-controlling interests	-	-	-	-	-	-	-	-	-	-	(66,734)	(66,734)
BALANCE AT DECEMBER 31, 2021	<u>\$ 7,616,181</u>	<u>\$ 20,008,824</u>	<u>\$ 21,497,294</u>	<u>\$ 14,394,310</u>	<u>\$ 108,287,799</u>	<u>\$ (16,859,133)</u>	<u>\$ (102,333)</u>	<u>\$ (16,961,466)</u>	<u>\$ (3,465,809)</u>	<u>\$ 151,377,133</u>	<u>\$ 49,589</u>	<u>\$ 151,426,722</u>

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

(With Deloitte & Touche auditors' report dated February 24, 2022)

# CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED DECEMBER 31, 2021 AND 2020 (In Thousands of New Taiwan Dollars)

	2021	2020
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Income before income tax	\$ 12,070,652	\$ 40,847,189
Adjustments for:		
Depreciation expense	4,861,668	8,722,617
Amortization expense	56,971	67,050
Net loss (gain) on financial instruments at fair value through profit or loss	(385,336)	(25,008)
Interest expense	483,010	576,237
Interest income	(822,797)	(2,001,921)
Dividend income	(79,490)	(19,443)
Share of (profit) loss of associates	3,533	712
Gain on disposal of property, plant and equipment	(394,635)	(147,930)
Loss on disposal of investment properties	-	768
Loss on disposal of subsidiaries	(2,782,368)	(25,951,192)
Write-down of inventories	-	4,471,489
Net (gain) loss on disposal of financial assets	324	-
Unrealized (gain) loss on foreign currency exchange	(511,224)	483,076
Changes in operating assets and liabilities		
Notes receivable	21	(21)
Trade receivables	7,537,771	4,463,252
Other receivables	63,608	(3,814,660)
Inventories	2,701,094	(4,223,626)
Other current assets	(52,196)	257,456
Contract liabilities	43,815	(8,585)
Notes payable	-	(23,824)
Trade payables	(4,195,540)	1,258,600
Other payables	(874,837)	3,498,643
Other current liabilities	(917,308)	1,006,141
Net defined benefit liabilities	20	-
Other non-current liabilities	(10)	(10)
Cash generated from operations	16,806,746	29,437,010
Dividends received	79,490	19,443
Income tax paid	(7,360,949)	(9,153,241)
Net cash generated from operating activities	<u>9,525,287</u>	<u>20,303,212</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of financial assets at fair value through other comprehensive income	(7,098,239)	(160,881)
Proceeds from sale of financial at fair value through other comprehensive income	368,687	-
Purchase of financial assets at amortized cost	(381,385,262)	(377,084,044)
Proceeds from sale of financial assets at amortized cost	325,065,955	366,881,978
Purchase of financial assets at fair value through profit or loss	(10,130,371)	(413)
Proceeds from disposals of financial assets at fair value through profit or loss	5,742,348	-
Net cash inflow on disposal of subsidiaries (Note 29)	5,014,762	40,293,028

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# CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED DECEMBER 31, 2021 AND 2020 (In Thousands of New Taiwan Dollars)

	2021	2020
Payments for property, plant and equipment	\$ (981,815)	\$ (1,451,599)
Proceeds from disposal of property, plant and equipment	422,523	152,722
Increase in refundable deposits	(44,113)	(17,953)
Decrease in refundable deposits	61,102	7,363
Payments for intangible assets	(34,996)	(19,834)
Payments for investment properties	(410)	(4,907)
Proceeds from disposal of investment properties	-	178
Interest received	<u>737,013</u>	<u>2,362,960</u>
Net cash generated from (used in) investing activities	<u>(62,262,816)</u>	<u>30,958,598</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from short-term borrowings	321,126,452	311,787,729
Repayments of short-term borrowings	(313,560,452)	(307,769,676)
Proceeds from guarantee deposits received	16,153	10,448
Refunds of guarantee deposits received	(13,949)	(10,338)
Repayment of the principal portion of lease liabilities	(15,325)	(56,250)
Cash dividends paid	(9,139,417)	(7,616,181)
Payments for buy-back of ordinary shares	(3,421,174)	(1,796,390)
Interest paid	(478,630)	(602,769)
Decrease in non-controlling interests	(66,734)	(66,643)
Proceeds from unclaimed dividends	<u>593</u>	<u>907</u>
Net cash used in financing activities	<u>(5,552,483)</u>	<u>(6,119,163)</u>
<b>EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS HELD IN FOREIGN CURRENCIES</b>	<u>(477,684)</u>	<u>(2,276,912)</u>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(58,767,696)</b>	<b>42,865,735</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR</b>	<u><b>111,882,981</b></u>	<u><b>69,017,246</b></u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR</b>	<u><b>\$ 53,115,285</b></u>	<u><b>\$ 111,882,981</b></u>

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

(With Deloitte & Touche auditors' report dated February 24, 2022)

(Concluded)

# CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEARS ENDED DECEMBER 31, 2021 AND 2020 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

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### 1. GENERAL INFORMATION

Catcher Technology Co., Ltd. (the “Company”) was incorporated in November 1984 under the laws of the Republic of China (ROC). The Company mainly manufactures and sells aluminum and magnesium extrusion and stamping products and molds. It also provides leasing services.

The Company’s shares were listed and traded on the Taipei Exchange (formerly called the GreTai Securities Market) from November 1999 until September 2001, when the Company listed its shares on the Taiwan Stock Exchange (TWSE) under stock number “2474” and ceased listing and trading on the Taipei Exchange.

The Company increased its capital by listing its shares in the form of Global Depositary Receipts (GDRs) on the Luxembourg Stock Exchange (Euro MTF) in June 2011.

The consolidated financial statements of the Company and its subsidiaries, collectively referred to as the Group, are presented in the Company’s functional currency, the New Taiwan dollar.

### 2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were published after being approved by the Company’s board of directors on February 24, 2022.

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

- a. Initial application of the amendments to the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC) and SIC Interpretations (SIC) (collectively, “IFRSs”) endorsed and issued into effect by the Financial Supervisory Commission (FSC).

The initial application of the IFRSs endorsed and issued into effect by the FSC did not have any material impact on the accounting policies of the Company and its subsidiaries (collectively referred to as the “Group”).

- b. The IFRSs endorsed by the FSC for application starting from 2022

New IFRSs	Effective Date Announced by IASB
“Annual Improvements to IFRS Standards 2018-2020”	January 1, 2022 (Note 1)
Amendments to IFRS 3 “Reference to the Conceptual Framework”	January 1, 2022 (Note 2)
Amendments to IAS 16 “Property, Plant and Equipment - Proceeds before Intended Use”	January 1, 2022 (Note 3)
Amendments to IAS 37 “Onerous Contracts - Cost of Fulfilling a Contract”	January 1, 2022 (Note 4)

Note 1: The amendments to IFRS 9 will be applied prospectively to modifications and exchanges of financial liabilities that occur on or after the annual reporting periods beginning on or after January 1, 2022. The amendments to IAS 41 “Agriculture” will be applied prospectively to the fair value measurements on or after the annual reporting periods beginning on or after January 1, 2022. The amendments to IFRS 1 “First-time Adoptions of IFRSs” will be applied retrospectively for annual reporting periods beginning on or after January 1, 2022.

Note 2: The amendments are applicable to business combinations for which the acquisition date is on or after the beginning of the annual reporting period beginning on or after January 1, 2022.

Note 3: The amendments are applicable to property, plant and equipment that are brought to the location and condition necessary for them to be capable of operating in the manner intended by management on or after January 1, 2021.

Note 4: The amendments are applicable to contracts for which the entity has not yet fulfilled all its obligations on January 1, 2022.

As of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the possible impact that the application of above standards and interpretations will have on the Group’s financial position and financial performance and will disclose the relevant impact when the assessment is completed.

c. New IFRSs in issue but not yet endorsed and issued into effect by the FSC

<b>New IFRSs</b>	<b>Effective Date Announced by IASB (Note 1)</b>
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 9 and IFRS 17 - Comparative Information”	January 1, 2023
Amendments to IAS 1 “Classification of Liabilities as Current or Non-current”	January 1, 2023
Amendments to IAS 1 “Disclosure of Accounting Policies”	January 1, 2023 (Note 2)
Amendments to IAS 8 “Definition of Accounting Estimates”	January 1, 2023 (Note 3)
Amendments to IAS 12 “Deferred Tax related to Assets and Liabilities arising from a Single Transaction”	January 1, 2023 (Note 4)

Note 1: Unless stated otherwise, the above New IFRSs are effective for annual reporting periods beginning on or after their respective effective dates.

Note 2: The amendments will be applied prospectively for annual reporting periods beginning on or after January 1, 2023.

Note 3: The amendments are applicable to changes in accounting estimates and changes in accounting policies that occur on or after the beginning of the annual reporting period beginning on or after January 1, 2023.

Note 4: Except for deferred taxes that will be recognized on January 1, 2022 for temporary differences associated with leases and decommissioning obligations, the amendments will be applied prospectively to transactions that occur on or after January 1, 2022.

As of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the possible impact that the application of above standards and interpretations

will have on the Group's financial position and financial performance and will disclose the relevant impact when the assessment is completed.

#### **4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

##### **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 and IFRSs as endorsed and issued into effect by the FSC.

##### **b. Basis of preparation**

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

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

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

##### **c. Classification of current and non-current assets and liabilities**

Current assets include:

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

Current liabilities include:

- 1) Liabilities held primarily for the purpose of trading;
- 2) Liabilities due to be settled within twelve months after the reporting period; and
- 3) Liabilities for which the Group does not have an unconditional right to defer settlement for at least twelve 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 the Company and the entities controlled by the Company (i.e., its subsidiaries).

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

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

When the Group loses control of a subsidiary, a gain or loss is recognized in profit or loss and is calculated as the difference between (i) the aggregate of the fair value of the consideration received and any investment retained in the former subsidiary at its fair value at the date when control is lost and (ii) the assets (including any goodwill) and liabilities and any non-controlling interests of the former subsidiary at their carrying amounts at the date when control is lost. The Group accounts for all amounts recognized in other comprehensive income in relation to that subsidiary on the same basis as would be required had the Group directly disposed of the related assets or liabilities.

See Note 13, tables 8 and 9 for detailed information on subsidiaries (including percentages of ownership and main businesses).

e. Foreign currencies

In preparing the financial statements of each individual entity in the Group, transactions in currencies other than the entity's functional currency (i.e., foreign currencies) 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.

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 items denominated in foreign currencies and measured at historical cost are stated at the reporting currency as originally translated from the foreign currency.

For the purpose of presenting consolidated financial statements, assets and liabilities of a foreign operation (including subsidiaries in other countries that use currencies which are different from the currency of the Group) are translated into the New Taiwan dollar 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 the Company and non-controlling interests as appropriate.



On the disposal of a foreign operation (i.e., a disposal of the Company'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 a joint arrangement or 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 Company are reclassified to profit or loss.

f. Inventories

Inventories consist of raw materials, supplies, merchandise, finished goods, semi-finished goods and work-in-process. Inventories 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.

g. Investments 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, an investment in an associate is 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.

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 the 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 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 (which includes any carrying amount of the investment accounted for using the equity method and long-term interests that, in substance, form part of the Group's net investment in the associate), the Group discontinues recognizing its share of further loss, if any. 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 an 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 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 if that associate had directly disposed of the related assets or liabilities.

When an entity in 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.

h. 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.

Except for freehold land which is not depreciated, 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.

i. Investment properties

Investment properties are properties held to earn rentals and/or for capital appreciation. Investment properties 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.

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.

j. 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.

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.

k. Impairment of property, plant and equipment, right-of-use-asset, investment properties, intangible assets 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 to determine whether there is any indication that those assets have suffered any 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.

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 for 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.

## 1. 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 fair value through profit or loss (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.

### 1) Financial assets

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

#### a) Measurement categories

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

##### i. Financial assets at FVTPL

Financial assets are classified as at FVTPL when such a financial asset is 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 dividends or interest earned on such financial assets are recognized in other income and interest income, respectively; any remeasurement gains or losses on such financial assets are recognized in other gains or losses. Fair value is determined in the manner described in Note 31.

ii. 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, investments in debt instruments, accounts receivable at amortized cost, other receivables and refundable deposits, 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 assets that are not credit-impaired on purchase or origination but have 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.

A financial asset is credit impaired when one or more of the following events have occurred:

- i) Significant financial difficulty of the issuer or the borrower;
- ii) Breach of contract, such as a default;
- iii) It is becoming probable that the borrower will enter bankruptcy or undergo a financial reorganization; or
- iv) The disappearance of an active market for that financial asset because of financial difficulties.

Cash equivalents include time deposits and repurchase agreements with original maturities within 3 months from the date of acquisition, 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.

iii. Investments in debt instruments at FVTOCI

Debt instruments that meet the following conditions are subsequently measured at FVTOCI:

- i) The debt instrument is held within a business model whose objective is achieved by both the collecting of contractual cash flows and the selling of such financial assets; and
- ii) The contractual terms of the debt instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Investments in debt instruments at FVTOCI are subsequently measured at fair value. Changes in the carrying amounts of these debt instruments relating to changes in foreign currency exchange rates, interest income calculated using the effective interest method and impairment losses or reversals are recognized in profit or loss. Other changes in the carrying amount of these debt instruments are recognized in other comprehensive income and will be reclassified to profit or loss when the investment is disposed of.

iv. 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, it 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.

b) Impairment of financial assets and contract assets

The Group recognizes a loss allowance for expected credit losses on financial assets at amortized cost (including accounts receivables), investments in debt instruments that are measured at FVTOCI at the end of each reporting period.

The Group always recognizes lifetime expected credit losses (ECLs) for accounts receivable. 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 a 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 represent 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 represent 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 determines that the following situations indicate that a financial asset is in default (without taking into account any collateral held by the Group):

- i. Internal or external information show that the debtor is unlikely to pay its creditors.
- ii. When a financial asset is more than 180 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.

c) 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 a debt instrument at FVTOCI, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss which had been recognized in other comprehensive income is recognized in profit or loss. However, 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.

2) Equity instruments

Debt and equity instruments issued by the Group are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

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

The repurchase of the Group'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 the Group's own equity instruments.

3) Financial liabilities

a) Subsequent measurement

All the financial liabilities are measured at amortized cost using the effective interest method.

b) 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.

m. Revenue recognition

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

Revenue from the sale of goods comes from sales of metal casing. Sales of metal casing product are recognized as revenue when the Group has transferred to the buyer the significant risks and rewards of ownership of the goods and the Group retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold, which is determined for export sales on the bases of the terms of the trade and for domestic sales on the bases of the acceptance date of the counterparty. Accounts receivable are recognized concurrently. Advance receipts are recognized as contract liabilities before the conditions of trade of the products are reached.

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

n. 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.

When the Group subleases a right-of-use asset, the sublease is classified by reference to the right-of-use asset arising from the head lease, not with reference to the underlying asset. However, if the head lease is a short-term lease that the Group, as a lessee, has accounted for applying recognition exemption, the sublease is classified as an operating lease.

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.

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

When a lease includes both land and building elements, the Group assesses the classification of each element separately as a finance or an operating lease based on the assessment as to whether substantially all the risks and rewards incidental to ownership of each element have been transferred to the lessee. The lease payments are allocated to the land and the building elements in proportion to the relative fair values of the leasehold interests in the land element and building element of the lease at the inception of a contract. If the allocation of the lease payments can be made reliably, each element is accounted for separately in accordance with its lease classification. When the lease payments cannot be allocated reliably to the land and building elements, the entire lease is generally classified as a finance lease unless it is clear that both elements are operating leases; in which case, the entire lease is classified as an operating lease.

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 presented on a separate line in the consolidated balance sheets.

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. However, if leases transfer ownership of the underlying assets to the Group by the end of the lease terms or if the costs of right-of-use assets reflect that the Group will exercise a purchase option, the Group depreciates the right-of-use assets from the commencement dates to the end of the useful lives of the underlying assets.

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 Group will use the lessee's incremental borrowing rate.

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.

o. Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization.

Other than those stated above, all other borrowing costs are recognized in profit or loss in the period in which they are incurred.

p. 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 related to income are recognized in other income on a systematic basis over the periods in which the Group recognizes as expenses the related costs that the grants intend to compensate. Specifically, government grants whose primary condition is that the Group should purchase, construct or otherwise acquire non-current assets are recognized as deferred revenue and transferred to profit or loss on a systematic and rational basis over the useful lives of the related assets.

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 become receivable.

q. 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 services.



## 2) Retirement benefits

Payments to defined contribution retirement benefit plans are recognized as expenses when employees have rendered service 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.

## r. 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 Law 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. Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets are generally recognized for all deductible temporary differences 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 only recognized 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 assets 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.

3) Current and deferred taxes for the year

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.

## **5. CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY**

In the application of the Group's accounting policies, management is required to make judgments, estimations 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.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised if the revisions affect only that period or in the period of the revisions and future periods if the revisions affect both current and future periods.

### Key sources of estimation uncertainty

a. Write-down of inventories

The net realizable value of inventories is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale. The estimation of net realizable value is based on current market conditions and historical experience of product sales of a similar nature. Changes in market conditions may have a material impact on the estimation of the net realizable value.

b. Income taxes

As of December 31, 2021 and 2020, for the purpose of expanding the Group's operation scale continuously and supporting the capital needs of overseas reinvestment companies, the Company's management resolved that the unappropriated retained earnings of overseas subsidiaries as of December 31, 2021 will be used for permanent investment; the proposal was approved by the board of directors on February 24, 2022. Therefore, no deferred tax liabilities were recognized on the subsidiaries' unappropriated earnings. If the retained earnings of overseas subsidiaries will be appropriated in the future, recognition of material deferred tax liabilities may arise, which would be recognized in profit or loss for the period in which such appropriation takes place. Due to the government's implementation of The Management, Utilization, and Taxation of Repatriated Offshore Funds Act, the Group evaluated the optimization of its working capital and tax planning. The board of directors of Gigamag Co., Ltd. (the Company's subsidiary) approved the appropriation of earnings on July 28, 2020, which has been approved by the government. Remaining inappropriate retained earnings of other overseas subsidiaries will still be used for permanent investment.

## 6. CASH AND CASH EQUIVALENTS

	December 31	
	2021	2020
Cash on hand	\$ 1,794	\$ 3,330
Demand deposits in banks	11,352,246	34,838,700
Cash equivalents (investments with original maturities of less than 3 months)		
Time deposits	41,597,648	76,439,595
Repurchase agreements	66,050	601,356
Commercial paper	<u>97,547</u>	<u>-</u>
	<u>\$ 53,115,285</u>	<u>\$ 111,882,981</u>

The interest rate intervals of time deposits, repurchase agreements and commercial paper were as follows:

	December 31	
	2021	2020
Time deposits	0.17%-2.95%	0.11%-3%
Repurchase agreements	1%	1.05%-1.1%
Commercial paper	0.3%	-

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

	December 31	
	2021	2020
<u>Financial assets at FVTPL - current</u>		
Financial assets mandatorily classified as at FVTPL		
Non-derivative financial assets		
Mutual funds	\$ 2,223,491	\$ -
Domestic quoted shares	<u>1,744,446</u>	<u>349,801</u>
	<u>\$ 3,967,937</u>	<u>\$ 349,801</u>
<u>Financial assets at FVTPL - non-current</u>		
Financial assets mandatorily at FVTPL		
Non-derivative financial assets		
Private equity funds	\$ 661,216	\$ -
Private equity securities	90,286	-
Limited partnerships	132,557	-
Simple Agreement for Future Equity (SAFE)	<u>74,736</u>	<u>-</u>
	<u>\$ 958,795</u>	<u>\$ -</u>

## 8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME (FVTOCI)

	December 31	
	2021	2020
<u>Current</u>		
Investments in equity instruments at fair value through other comprehensive income (FVTOCI)	\$ 1,870,987	\$ -
<u>Non-current</u>		
Investments in equity instruments at FVTOCI	\$ 859,146	\$ 652,880
Investments in debt instruments at FVTOCI	4,571,199	-
	<u>\$ 5,430,345</u>	<u>\$ 652,880</u>

### a. Investments in equity instruments

	December 31	
	2021	2020
<u>Current</u>		
Domestic investments		
Listed shares	\$ 1,870,987	\$ -
<u>Non-current</u>		
Domestic investments		
Unlisted shares		
Ordinary shares	\$ 36,240	\$ 84,180
Foreign investments		
Limited partnerships	822,906	568,700
	<u>\$ 859,146</u>	<u>\$ 652,880</u>

These investments in equity instruments are not held for trading. Instead, they are held for medium- to long-term strategic purposes. Accordingly, the management elected 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.

The Group invested US\$10,387 thousand and US\$ 5,597 thousand in China Renewable Energy Fund, L.P. in February 2021 and October 2020, respectively. The Group accounted for 23.51% of the total investment. In addition, the Group only holds 1 out of 5 seats in the Operation Committee. Therefore, the Group's management considered that it has no significant influence over the investee and classified the investment as financial assets at FVTOCI - non-current.

b. Investments in debt instrument

	<b>December 31</b>	
	<b>2021</b>	<b>2020</b>
<u>Non-current</u>		
Foreign corporate bonds	\$ 4,571,199	\$ -

Refer to Note 10 for information relating to the credit risk management and impairment of investments in debt instruments at FVTOCI.

## 9. FINANCIAL ASSETS AT AMORTIZED COST

	<b>December 31</b>	
	<b>2021</b>	<b>2020</b>
<u>Current</u>		
Domestic investments		
Time deposits with original maturity of more than 3 months (a)	\$ 121,521,790	\$ 65,314,334
Repurchase agreements (a)	523,700	-
Refundable deposits	1,249	19,555
	<u>\$ 122,046,739</u>	<u>\$ 65,333,889</u>
<u>Non-current</u>		
Domestic investments		
Restricted bank deposits (a and b)	\$ 21,635,436	\$ 24,321,980
Time deposits with original maturity of more than 1 year (a)	254,196	261,556
Refundable deposits	1,750	1,870
	<u>\$ 21,891,382</u>	<u>\$ 24,585,406</u>

a. The interest rates intervals of time deposits and repurchase agreements:

	<b>December 31</b>	
	<b>2021</b>	<b>2020</b>
Time deposits	0.12%-2.72%	0.28%-2.22%
Repurchase agreements	1%-1.2%	-

b. Restricted bank deposits were funds that the Group deposited in the segregated foreign exchange deposit account in accordance with “The Management, Utilization, and Taxation of Repatriated offshore Funds Act”.

## 10. CREDIT RISK MANAGEMENT FOR INVESTMENTS IN DEBT INSTRUMENTS

The Group invests in debt instruments with credit rating information supplied by independent rating agencies. The Group’s exposure and the external credit ratings are continuously monitored. The Group reviews changes in bond yields and other publicly available information and makes an assessment whether there has been a significant increase in credit risk since the last period to the reporting date.

## 11. NOTES RECEIVABLES, TRADE RECEIVABLES AND OTHER RECEIVABLES

	December 31	
	2021	2020
<u>Notes receivable</u>		
At amortized cost		
Gross carrying amount	\$ -	\$ 21
Notes receivable - operating	\$ -	\$ 21
<u>Trade receivables</u>		
At amortized cost		
Gross carrying amount	\$ 9,722,596	\$ 17,374,684
Less: Allowance for impairment loss	(57,183)	(57,183)
	<u>\$ 9,665,413</u>	<u>\$ 17,317,501</u>
Other receivables	<u>\$ 503,406</u>	<u>\$ 306,029</u>

### a. Notes receivable

The Group analyzed the notes receivable that were not past due based on the past due status, and the Group did not recognize an allowance for loss on notes receivable as of December 31, 2021 and 2020.

### b. Trade receivables

The average credit period of sales of goods was 30 to 180 days. No interest was charged on accounts receivable. In order to minimize credit risk, the management of the Group has delegated a team responsible for determining credit limits, credit approvals and other monitoring procedures to ensure that follow-up action is taken to recover overdue debts. In addition, the Group reviews the recoverable amount of each individual trade debt at the end of the reporting period to ensure that adequate allowance is made for possible irrecoverable amounts. In this regard, the management believes the Group's credit risk was significantly reduced.

The Group measures the loss allowance for trade receivables at an amount equal to lifetime ECLs. The expected credit losses on trade receivables are estimated using a provision matrix by reference to the past default experience of the debtor and an analysis of the debtor's current financial position, adjusted for general economic conditions of the industry in which the debtors operate and an assessment of both the current as well as the forecasted direction of economic conditions at the reporting date. As the Group's historical credit loss experience does not show significantly different loss patterns for different customer segments, the provision for loss allowance based on past due status is not further distinguished according to the Group's different customer base.

The Group writes off a trade receivable when there is information indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery, e.g. when the debtor has been placed under liquidation. For trade receivables that have been written off, the Group continues to engage in enforcement activity to attempt to recover the receivables due. Where recoveries are made, these 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, 2021

	Not Past Due	Less than 60 Days	61 to 120 Days	Total
Expected credit loss rate	0% ~ 0.494%	0% ~ 2.366%	0%	
Gross carrying amount	\$ 9,524,803	\$ 197,793	\$ -	\$ 9,722,596
Loss allowance (Lifetime ECLs)	<u>(57,109)</u>	<u>(74)</u>	<u>-</u>	<u>(57,183)</u>
Amortized cost	<u>\$ 9,467,694</u>	<u>\$ 197,719</u>	<u>\$ -</u>	<u>\$ 9,665,413</u>

December 31, 2020

	Not Past Due	Less than 60 Days	61 to 120 Days	Total
Expected credit loss rate	0% ~ 0.337%	0% ~ 2.346%	0% ~ 9.936%	
Gross carrying amount	\$ 16,988,396	\$ 385,907	\$ 381	\$ 17,374,684
Loss allowance (Lifetime ECLs)	<u>(57,165)</u>	<u>(17)</u>	<u>(1)</u>	<u>(57,183)</u>
Amortized cost	<u>\$ 16,931,231</u>	<u>\$ 385,890</u>	<u>\$ 380</u>	<u>\$ 17,317,501</u>

There is no movements of the loss allowance of trade receivables in 2021 and 2020.

## c. Other receivables

The Group analyzed other receivables that were not past due based on the past due status, and the Group did not recognize an allowance for loss on other receivables as of December 31, 2021 and 2020.

**12. INVENTORIES**

	<b>December 31</b>	
	<b>2021</b>	<b>2020</b>
Merchandise	\$ 11,033	\$ 44,250
Finished goods	2,045,964	4,333,700
Work-in-process and semi-finished goods	934,852	1,279,262
Raw materials and supplies	<u>324,913</u>	<u>346,595</u>
	<u>\$ 3,316,762</u>	<u>\$ 6,003,807</u>

The nature of the cost of goods sold is as follows:

	<b>For the Year Ended December 31</b>	
	<b>2021</b>	<b>2020</b>
Cost of inventories sold	\$ 27,878,618	\$ 56,216,023
Inventory write-downs	-	4,471,489
Others	<u>(352,766)</u>	<u>(100,731)</u>
	<u>\$ 27,525,852</u>	<u>\$ 60,586,781</u>

### 13. SUBSIDIARIES

Subsidiaries included in the consolidated financial statements were as follows:

Investor	Investee	Main Business	% of Ownership December 31		Remark
			2021	2020	
Catcher Technology Co., Ltd.	Nanomag International Co., Ltd.	Investing activities	100	100	Note 1
	Gigamag Co., Ltd.	Investing activities	100	100	
	Ke Yue Co., Ltd.	Investing activities	100	100	
	Yi Sheng Co., Ltd.	Investing activities	100	100	
	Yi De Co., Ltd.	Investing activities	100	100	
	Catcher Medtech Co., Ltd.	Manufacturing, and selling medical devices	100	-	
Nanomag International Co., Ltd.	Castmate International Co., Ltd.	Investing activities	100	100	
	Stella International Co., Ltd.	Investing activities	100	100	
	Uranus International Co., Ltd.	Investing activities	100	100	
	Aquila International Co., Ltd.	Investing activities	75	75	
	Norma International Co., Ltd.	Investing activities	100	100	
	Next Level Ltd.	Investing activities	100	100	
	Cor Ventures Pte. Ltd.	Investing activities	100	100	
	Cygnus International Co., Ltd.	Investing activities	100	100	
Castmate International Co., Ltd.					
Cygnus International Co., Ltd.	Meecca Technology (Suzhou Industrial Park) Co., Ltd.	Manufacturing, selling and developing varied metal products	-	100	Note 3
Stella International Co., Ltd.	Lyra International Co., Ltd.	Investing activities	100	100	Note 3
Lyra International Co., Ltd.	Topo Technology (Suzhou) Co., Ltd.	Manufacturing, selling and developing varied metal products	-	100	
	Topo Technology (Taizhou) Co., Ltd.	Manufacturing, selling and developing varied metal products	-	-	Note 2
	Meecca Technology (Taizhou) Co., Ltd.	Manufacturing, selling and developing varied metal products	-	-	Note 2
Uranus International Co., Ltd.	Catcher Technology (Suqian) Co., Ltd.	Manufacturing, selling and developing varied metal products	100	100	
	Vito Technology (Suqian) Co., Ltd.	Manufacturing, selling and developing varied metal products	100	100	
Aquila International Co., Ltd.	Cepheus International Co., Ltd.	Investing activities	100	100	
Cepheus International Co., Ltd.	Aquila Technology (Suqian) Co., Ltd.	Manufacturing and selling molds and electronic parts	100	100	
Norma International Co. Ltd.	Arcadia Technology (Suqian) Co., Ltd.	Manufacturing, selling and developing varied metal products	100	100	
	Envio Technology (Suqian) Co., Ltd.	Manufacturing, selling and developing varied metal products	100	100	
Gigamag Co., Ltd.	Neat Co., Ltd.	International trade	100	100	

Note 1: Catcher Technology Co., Ltd. incorporated its 100% owned subsidiary, Catcher Medtech Co., Ltd., in September 2021.

Note 2: The board of directors of the Company resolved to dispose of all shares of the subsidiaries, and the settlement was completed in December 2020. Refer to Note 29 for related disclosures of disposal of subsidiaries.

Note 3: The board of directors of the Company resolved to dispose of all shares of the subsidiaries, and the settlement was completed in December 2021. Refer to Note 29 for related disclosures of disposal of subsidiaries.



#### 14. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

	<b>December 31</b>	
	<b>2021</b>	<b>2020</b>
Investments in associates		
Associates that are not individually material	\$ <u>8,050</u>	\$ <u>11,583</u>

Aggregate information of associates that are not individually material was as follows:

	<b>For the Year Ended December 31</b>	
	<b>2021</b>	<b>2020</b>
The Group's share of:		
Net profit and total comprehensive income (loss) for the year	\$ <u>(3,533)</u>	\$ <u>(712)</u>

#### 15. PROPERTY, PLANT AND EQUIPMENT

All property, plant and equipment are used by the Group.

See Table 11 for the statements of changes in property, plant and equipment for the years ended December 31, 2021 and 2020.

No impairment assessment was performed for the years ended December 31, 2021 and 2020 as there was no indication of impairment.

The above items of property, plant and equipment are depreciated on a straight-line basis over their estimated useful lives as follows:

Buildings	
Main buildings	20 - 50 years
Mechanical and electrical power equipment	5 years
Engineering systems	2 - 5 years
Machinery and equipment	2 - 10 years
Transportation equipment	5 years
Furniture and fixtures	2 - 5 years
Miscellaneous equipment	2 - 15 years
Leasehold improvements	3 - 5 years

All of the Group's property, plant and equipment were not pledged as collateral.

#### 16. LEASE ARRANGEMENTS

##### a. Right-of-use assets

	<b>December 31</b>	
	<b>2021</b>	<b>2020</b>
<u>Carrying amount</u>		
Land	\$ 1,000,840	\$ 1,225,208
Buildings	<u>15,728</u>	<u>20,016</u>
	<u>\$ 1,016,568</u>	<u>\$ 1,245,224</u>

	<b>For the Year Ended December 31</b>	
	<b>2021</b>	<b>2020</b>
Additions to right-of-use assets	\$ <u>10,518</u>	\$ <u>68,528</u>
Depreciation charge for right-of-use assets		
Land	\$ 30,519	\$ 47,409
Buildings	<u>11,208</u>	<u>10,370</u>
	\$ <u>41,727</u>	\$ <u>57,779</u>
Income from the subleasing of right-of-use assets (recognized as operating revenue)	\$ <u>2,238</u>	\$ <u>2,225</u>

Except for the additions and recognition of depreciation, the Group's right-of-use assets are not subleased and no impairment assessment was performed.

b. Lease liabilities

	<b>December 31</b>	
	<b>2021</b>	<b>2020</b>
<u>Carrying amount</u>		
Current	\$ <u>13,168</u>	\$ <u>17,584</u>
Non-current	\$ <u>126,873</u>	\$ <u>142,925</u>

Range of discount rates for lease liabilities was as follows:

	<b>December 31</b>	
	<b>2021</b>	<b>2020</b>
Land	0.71%	0.71%
Buildings	0.71%	0.71% and 4.9%

c. Material lease-in activities and terms

The Group leases certain land and buildings for the use of plants and office spaces with lease terms of 3 to 50 years.

The lease contract for land located in Taiwan specifies that lease payments will be adjusted every year on the basis of changes in the announced land value prices. The lease contract for land located in China specifies that lease payments will be adjusted every year based on the lease contract. The Group does not have bargain purchase options to acquire the leasehold land and buildings at the end of the lease terms. In addition, the Group is prohibited from subleasing or transferring all or any portion of the underlying assets without the lessor's consent.

d. Subleases

The Group subleases its right-of-use assets for office spaces in Taipei under operating leases with a lease term of 1 year to associate Yue-Kang Health Control Technology Inc. The maturity analysis of lease payments receivable was as follows:

	<b>December 31</b>	
	<b>2021</b>	<b>2020</b>
Year 1	\$ <u>2,269</u>	\$ <u>1,669</u>

e. Other lease information

	<b>For the Year Ended December 31</b>	
	<b>2021</b>	<b>2020</b>
Expenses relating to short-term leases	\$ <u>4,366</u>	\$ <u>5,074</u>
Expenses relating to low-value asset leases	\$ <u>820</u>	\$ <u>1,793</u>
Expenses relating to variable lease payments not included in the measurement of lease liabilities	\$ <u>22,618</u>	\$ <u>36,842</u>
Total cash outflow for leases	\$ <u>46,110</u>	\$ <u>112,524</u>

The Group leases certain assets which qualify as short-term leases and certain assets which qualify as low-value asset leases. The Group has elected to apply the recognition exemption and thus, did not recognize right-of-use assets and lease liabilities for these leases.

## 17. INVESTMENT PROPERTIES

	<b>Land</b>	<b>Buildings</b>	<b>Total</b>
<u>Cost</u>			
Balance at January 1, 2020	\$ 203,363	\$ 893,370	\$ 1,096,733
Additions	-	4,907	4,907
Disposals	-	(9,446)	(9,446)
Effect of foreign currency exchange difference	-	11,498	11,498
	<u>203,363</u>	<u>900,329</u>	<u>1,103,692</u>
Balance at December 31, 2020	\$ <u>203,363</u>	\$ <u>900,329</u>	\$ <u>1,103,692</u>
<u>Accumulated depreciation</u>			
Balance at January 1, 2020	\$ -	\$ 560,885	\$ 560,885
Depreciation	-	43,607	43,607
Disposals	-	(8,500)	(8,500)
Effect of foreign currency exchange difference	-	7,401	7,401
	<u>-</u>	<u>603,393</u>	<u>603,393</u>
Balance at December 31, 2020	\$ <u>-</u>	\$ <u>603,393</u>	\$ <u>603,393</u>
Carrying amount at December 31, 2020	\$ <u>203,363</u>	\$ <u>296,936</u>	\$ <u>500,299</u>

(Continued)

	<b>Land</b>	<b>Buildings</b>	<b>Total</b>
<u>Cost</u>			
Balance at January 1, 2021	\$ 203,363	\$ 900,329	\$ 1,103,692
Additions	-	410	410
Disposals of subsidiaries	-	(745,161)	(745,161)
Effect of foreign currency exchange difference	-	(291)	(291)
	<hr/>	<hr/>	<hr/>
Balance at December 31, 2021	<u>\$ 203,363</u>	<u>\$ 155,287</u>	<u>\$ 358,650</u>
<u>Accumulated depreciation</u>			
Balance at January 1, 2021	\$ -	\$ 603,393	\$ 603,393
Depreciation	-	40,671	40,671
Disposals of subsidiaries	-	(506,975)	(506,975)
Effect of foreign currency exchange difference	-	(4)	(4)
	<hr/>	<hr/>	<hr/>
Balance at December 31, 2021	<u>\$ -</u>	<u>\$ 137,085</u>	<u>\$ 137,085</u>
Carrying amount at December 31, 2021	<u>\$ 203,363</u>	<u>\$ 18,202</u>	<u>\$ 221,565</u>
			(Concluded)

The investment properties are depreciated by the straight-line method over their estimated useful lives as follows:

Main buildings	20 - 35 years
Elevators	15 years
Heat dissipation system	5 years

Due to the impact of the COVID-19 pandemic on the market economy in 2021, the Group agreed to defer the rental collection for the period between June 5, 2021 and December 5, 2021 to the period between December 5, 2021 and June 5, 2022.

The determination of fair value was performed by independent qualified professional valuers. The fair value was measured using Level 3 inputs or was arrived at by reference to market evidence of transaction prices for similar properties. The fair value was as follows:

	<b>December 31</b>	
	<b>2021</b>	<b>2020</b>
Fair value	<u>\$ 768,833</u>	<u>\$ 2,334,976</u>

All of the Group's investment properties were not pledged as collateral.

The investment properties are leased out from February 2017 to March 2027. The lease contracts contain market review clauses in the event that the lessees exercise their options to extend. The lessees do not have bargain purchase options to acquire the investment properties at the expiry of the lease periods. The maturity analysis of lease payments receivable under operating leases of investment properties was as follows:

	<b>December 31</b>	
	<b>2021</b>	<b>2020</b>
Year 1	\$ 10,037	\$ 63,166
Year 2	7,560	58,889
Year 3	7,560	13,309
Year 4	7,560	7,560
Year 5	7,560	7,560
Year 6 onwards	<u>1,565</u>	<u>9,135</u>
	<u>\$ 41,842</u>	<u>\$ 159,619</u>

## 18. INTANGIBLE ASSETS

	<b>Computer Software</b>	<b>Technical Skill</b>	<b>Emission License</b>	<b>Total</b>
<u>Cost</u>				
Balance at January 1, 2020	\$ 344,626	\$ -	\$ 16,783	\$ 361,409
Additions	19,834	-	-	19,834
Disposal of subsidiaries	(31,423)	-	(17,205)	(48,628)
Effect of foreign currency exchange differences	<u>2,893</u>	<u>-</u>	<u>422</u>	<u>3,315</u>
Balance at December 31, 2020	<u>\$ 335,930</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 335,930</u>
<u>Accumulated amortization</u>				
Balance at January 1, 2020	\$ 254,080	\$ -	\$ 5,874	\$ 259,954
Amortization expense	57,650	-	3,346	60,996
Disposal of subsidiaries	(15,851)	-	(9,463)	(25,314)
Effect of foreign currency exchange differences	<u>2,047</u>	<u>-</u>	<u>243</u>	<u>2,290</u>
Balance at December 31, 2020	<u>\$ 297,926</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 297,926</u>
Carrying amount at December 31, 2020	<u>\$ 38,004</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 38,004</u>

(Continued)

	<b>Computer Software</b>	<b>Technical Skill</b>	<b>Emission License</b>	<b>Total</b>
<u>Cost</u>				
Balance at January 1, 2021	\$ 335,930	\$ -	\$ -	\$ 335,930
Additions	32,649	29,700	-	62,349
Disposal	(7,128)	-	-	(7,128)
Disposal of subsidiaries	(175)	-	-	(175)
Effect of foreign currency exchange differences	(870)	-	-	(870)
	<hr/>	<hr/>	<hr/>	<hr/>
Balance at December 31, 2021	<u>\$ 360,406</u>	<u>\$ 29,700</u>	<u>\$ -</u>	<u>\$ 390,106</u>
<u>Accumulated amortization</u>				
Balance at January 1, 2021	\$ 297,926	\$ -	\$ -	\$ 297,926
Amortization expense	34,141	6,500	-	40,641
Disposal	(5,487)	-	-	(5,487)
Disposal of subsidiaries	(165)	-	-	(165)
Effect of foreign currency exchange differences	(516)	-	-	(516)
	<hr/>	<hr/>	<hr/>	<hr/>
Balance at December 31, 2021	<u>\$ 325,899</u>	<u>\$ 6,500</u>	<u>\$ -</u>	<u>\$ 322,399</u>
Carrying amount at December 31, 2021	<u>\$ 34,507</u>	<u>\$ 23,200</u>	<u>\$ -</u>	<u>\$ 57,707</u>

(Concluded)

The above intangible assets are amortized on a straight-line basis over their estimated useful lives as follows:

Computer software	2-10 years
Technical skill	2.5 years
Emission license	5 years

## 19. OTHER ASSETS

	<b>December 31</b>	
	<b>2021</b>	<b>2020</b>
<u>Current</u>		
Net Input VAT	\$ 89,292	\$ 271,331
Office supplies	174,945	202,579
Prepaid expenses	140,863	114,465
Others	<u>1,009</u>	<u>4,628</u>
	<u>\$ 406,109</u>	<u>\$ 593,003</u>

(Continued)

	<b>December 31</b>	
	<b>2021</b>	<b>2020</b>
<u>Non-current</u>		
Prepaid equipment	\$ 60,922	\$ 77,196
Others	<u>12,071</u>	<u>900</u>
	<u>\$ 72,993</u>	<u>\$ 78,096</u>
		(Concluded)

## 20. SHORT-TERM BORROWINGS

	<b>December 31</b>	
	<b>2021</b>	<b>2020</b>
<u>Unsecured borrowings</u>		
Bank unsecured loans	<u>\$ 78,031,726</u>	<u>\$ 70,465,726</u>

The range of interest rates of short-term borrowings was as follows:

	<b>December 31</b>	
	<b>2021</b>	<b>2020</b>
Bank unsecured loans	0.60%-0.88%	0.59%-0.87%

## 21. TRADE PAYABLES

Trade payables resulted from operating activities.

The Group has financial risk management policies in place to ensure that all payables are paid within the pre-agreed credit terms.

## 22. OTHER LIABILITIES

	<b>December 31</b>	
	<b>2021</b>	<b>2020</b>
<u>Current</u>		
Other payables		
Payables for employees' compensation	\$ 2,705,255	\$ 3,149,338
Payables for salaries and bonuses	1,287,033	1,641,648
Payables for technical service fees	708,463	424,678
Payables for professional service fees	34,999	313,657
Payables for office supplies	224,733	179,285
Payables for purchases of equipment	111,709	138,474
Payables for annual leave	132,498	126,473
Payables for taxes	70,675	115,567
		(Continued)

	<b>December 31</b>	
	<b>2021</b>	<b>2020</b>
Payables for rework cost	\$ -	\$ 90,364
Payables for shipping expenses and warehousing	39,845	88,228
Payables for utilities	71,357	75,349
Payables for maintenance	50,573	46,116
Payables for meals	47,714	44,041
Payables for interest	13,836	12,451
Others	<u>484,458</u>	<u>478,989</u>
	<u>\$ 5,983,148</u>	<u>\$ 6,924,658</u>
Other liabilities		
Advance receipts	\$ 748,548	\$ 1,690,202
Deferred revenue	584,546	606,496
Payables for value-added tax	32,406	20,183
Guarantee deposits received	15,952	13,680
Others	<u>15,471</u>	<u>22,432</u>
	<u>\$ 1,396,923</u>	<u>\$ 2,352,993</u>
<u>Non-current</u>		
Other liabilities		
Guarantee deposits received	\$ 8,776	\$ 21,677
Others	<u>-</u>	<u>10</u>
	<u>\$ 8,776</u>	<u>\$ 21,687</u>
		(Concluded)

## 23. RETIREMENT BENEFIT PLANS

### a. Defined contribution plan

The Group adopted a pension plan under the Labor Pension Act (LPA), which is a state-managed defined contribution plan. Under the LPA, an entity makes monthly contributions to employees' individual pension accounts at 6% of monthly salaries and wages.

The employees of the Group's subsidiaries in China are members of a state-managed retirement benefit plan operated by the government of mainland China. The subsidiaries are required to contribute a specified percentage of payroll costs to the retirement benefit scheme to fund the benefits. The only obligation of the Group with respect to the retirement benefit plan is to make the specified contributions.

### b. Defined benefit plans

The defined benefit plan adopted by the Group in accordance with the Labor Standards Act is operated by the ROC government. Pension benefits are calculated on the basis of the length of service and average monthly salaries of the six months before retirement. The Group 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.

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

	<b>December 31</b>	
	<b>2021</b>	<b>2020</b>
Present value of defined benefit obligation	\$ 80,463	\$ 80,599
Fair value of plan assets	<u>(73,885)</u>	<u>(74,041)</u>
Net defined benefit liabilities	<u>\$ 6,578</u>	<u>\$ 6,558</u>

Movements in net defined benefit liabilities were as follows:

	<b>Present Value of the Defined Benefit Obligation</b>	<b>Fair Value of the Plan Assets</b>	<b>Net Defined Benefit Liabilities</b>
Balance at January 1, 2020	<u>\$ 78,352</u>	<u>\$ (71,794)</u>	<u>\$ 6,558</u>
Service cost			
Current service cost	1,953	-	1,953
Net interest expense (income)	<u>627</u>	<u>(582)</u>	<u>45</u>
Recognized in profit or loss	<u>2,580</u>	<u>(582)</u>	<u>1,998</u>
Remeasurement			
Return on plan assets (excluding amounts included in net interest)	-	(2,397)	(2,397)
Actuarial loss - changes in demographic assumptions	804	-	804
Actuarial loss - changes in financial assumptions	4,017	-	4,017
Actuarial gain - experience adjustments	<u>(2,424)</u>	<u>-</u>	<u>(2,424)</u>
Recognized in other comprehensive income	<u>2,397</u>	<u>(2,397)</u>	<u>-</u>
Contributions from the employer	-	(1,998)	(1,998)
Benefits paid	<u>(2,730)</u>	<u>2,730</u>	<u>-</u>
Balance at December 31, 2020	<u>80,599</u>	<u>(74,041)</u>	<u>6,558</u>
Service cost			
Current service cost	2,116	-	2,116
Net interest expense (income)	<u>282</u>	<u>(262)</u>	<u>20</u>
Recognized in profit or loss	<u>2,398</u>	<u>(262)</u>	<u>2,136</u>
Remeasurement			
Return on plan assets (excluding amounts included in net interest)	-	(1,092)	(1,092)
Actuarial loss - changes in demographic assumptions	4,312	-	4,312
Actuarial loss - changes in financial assumptions	<u>(3,425)</u>	<u>-</u>	<u>(3,425)</u>

(Continued)

	<b>Present Value of the Defined Benefit Obligation</b>	<b>Fair Value of the Plan Assets</b>	<b>Net Defined Benefit Liabilities</b>
Actuarial gain - experience adjustments	\$ 205	\$ -	\$ 205
Recognized in other comprehensive income	1,092	(1,092)	-
Contributions from the employer	-	(2,116)	(2,116)
Benefits paid	(3,626)	3,626	-
Balance at December 31, 2021	<u>\$ 80,463</u>	<u>\$ (73,885)</u>	<u>\$ 6,578</u> (Concluded)

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

	<b>For the Year Ended December 31</b>	
	<b>2021</b>	<b>2020</b>
Operating costs	\$ 1,365	\$ 1,341
Selling and marketing expenses	81	86
General and administrative expenses	384	371
Research and development expenses	306	200
	<u>\$ 2,136</u>	<u>\$ 1,998</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 should 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 plan's debt investments.
- 3) Salary risk: The present value of the defined benefit obligation is calculated by reference to 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>2021</b>	<b>2020</b>
Discount rate	0.75%	0.35%
Expected rate of salary increase	2%	2%

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

	<b>December 31</b>	
	<b>2021</b>	<b>2020</b>
Discount rate		
0.25% increase	\$ (2,182)	\$ (2,272)
0.25% decrease	\$ 2,253	\$ 2,349
Expected rate of salary increase		
0.25% increase	\$ 2,145	\$ 2,226
0.25% decrease	\$ (2,088)	\$ (2,165)

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

	<b>December 31</b>	
	<b>2021</b>	<b>2020</b>
Expected contributions to the plan for the next year	\$ 2,116	\$ 1,998
Average duration of the defined benefit obligation	10 years	10 years

## 24. EQUITY

### a. Share capital

#### 1) Ordinary shares

	<b>December 31</b>	
	<b>2021</b>	<b>2020</b>
Number of shares authorized (in thousands)	1,000,000	1,000,000
Shares authorized	\$ 10,000,000	\$ 10,000,000
Number of shares issued and fully paid (in thousands)	761,618	761,618
Shares issued	\$ 7,616,181	\$ 7,616,181

Fully paid ordinary shares, which have a par value of NT\$10, carry one vote per share and carry a right to dividends.

On May 18, 2020, the Company's board of directors approved a capital reduction to cancel the Company's 8,773 thousand treasury shares, and the record date was June 30, 2020. The Company's paid-in capital was \$7,616,181 thousand after the capital reduction.

A total of 23,000 thousand shares of the Company's authorized shares were reserved for the issuance of employee share options.

#### 2) Global depositary receipts

In June 2011, the Company increased its capital by listing its shares in the form of Global Depositary Receipts (GDRs). Each GDR was issued at US\$32.84 and represented 5 ordinary shares. The Company issued 6,700 thousand units of GDRs, representing 33,500 thousand ordinary shares.

As of December 31, 2021 and 2020, there were 417 thousand units and 805 thousand units of outstanding GDRs, equivalent to 2,084 thousand ordinary shares and 4,024 thousand ordinary shares, respectively.

b. Capital surplus

	<b>December 31</b>	
	<b>2021</b>	<b>2020</b>
<u>May be used to offset a deficit, distributed as cash dividends, or transferred to share capital (Note)</u>		
Arising from issuance of ordinary shares	\$ 7,375,327	\$ 7,375,327
Arising from conversion of bonds	12,629,553	12,629,553
<u>May only be used to offset a deficit</u>		
Donations from shareholders	3,944	3,351
	<u>\$ 20,008,824</u>	<u>\$ 20,008,231</u>

Note: Such capital surplus may be used to offset a deficit; in addition, when the Company has no deficit, such capital surplus may be distributed as cash dividends or transferred to share capital (limited to a certain percentage of the Company's capital surplus and once a year).

c. Retained earnings and dividends policy

Under the dividends policy as set forth in the amended Articles, the proposal for profit distribution or offsetting of losses can be made at the end of each six months of the fiscal year, when the Company makes a profit in the first half of the fiscal year, the profit should be appropriated as follows:

- 1) Pay taxes;
- 2) Offset against deficit, if any;
- 3) Estimate compensation of employees and remuneration of directors;
- 4) Appropriate 10% of the remaining profit as legal reserve, until the accumulated amount equals the Company's paid-in capital;
- 5) Reverse a special reserve in accordance with the laws or operating needs; and
- 6) Any remaining profit together with any undistributed retained earnings shall be used by the Company'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 and bonuses to shareholders.

When the Company makes a profit in a fiscal year, the profit should be appropriated as follows:

- 1) Pay taxes;
- 2) Offset against deficit, if any;
- 3) Appropriate 10% of the remaining profit as legal reserve, until the accumulated amount equals the Company's paid-in capital;

- 4) Reverse a special reserve in accordance with the laws or operating needs; and
- 5) Any remaining profit together with any undistributed retained earnings shall be used by the Company'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 and bonuses to shareholders.

The Company is still in the growing stage and is continuing to expand its operating scale with due consideration of the viability of the economic situation. The board of directors shall be focusing on growing dividends in a stable manner when proposing the appropriation of annual earnings. However, cash dividends shall not be less than 10% of the total dividends, and cash dividends shall not be distributed if the dividends per share is less than NT\$0.5.

For the policies on the distribution of the compensation of employees and remuneration of directors after the amendment, refer to "Compensation of employees and remuneration of directors" in Note 26(h).

The legal reserve may be used to offset deficit. If the Company has no deficit and the legal reserve has exceeded 25% of the Company's paid-in capital, the excess may be transferred to capital or distributed in cash.

The appropriations of earnings for 2020 and 2019 were as follows:

	<b>Appropriation of Earnings</b>	
	<b>For the Year Ended December 31</b>	
	<b>2020</b>	<b>2019</b>
Legal reserve	\$ 1,965,163	\$ 1,127,212
Special reserve	\$ 2,205,804	\$ 4,778,189
Cash dividends	\$ 9,139,417	\$ 7,616,181
Cash dividends per share (NT\$)	\$ 12	\$ 10

The Company's board of directors resolved to distribute cash dividends on April 20, 2021 and May 18, 2020, respectively; the retained earnings were resolved by the shareholders in their meetings on August 27, 2021 and June 30, 2020, respectively.

d. Other equity items

- 1) Exchange differences on translating the financial statements of foreign operations

	<b>For the Year Ended December 31</b>	
	<b>2021</b>	<b>2020</b>
Balance at January 1	\$ (14,326,474)	\$ (12,148,648)
Exchange differences on translating the financial statements of foreign operations	(2,532,659)	(2,177,826)
Balance at December 31	\$ (16,859,133)	\$ (14,326,474)

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

	<b>For the Year Ended December 31</b>	
	<b>2021</b>	<b>2020</b>
Balance at January 1	\$ (67,836)	\$ (39,858)
Recognized for the year		
Unrealized gain (loss) - equity instruments	5,617	(27,978)
Unrealized gain (loss) - debt instruments	(41,625)	-
Reclassification adjustments		
Disposal of investments in debt instruments	324	-
Cumulative unrealized gain (loss) of equity instruments transferred to retained earnings due to disposal	<u>1,187</u>	<u>-</u>
Balance at December 31	<u>\$ (102,333)</u>	<u>\$ (67,836)</u>

e. Non-controlling interests

	<b>For the Year Ended December 31</b>	
	<b>2021</b>	<b>2020</b>
Balance as of January 1	\$ 96,537	\$ 125,794
Share of profit for the year	21,239	36,248
Other comprehensive income (loss) during the year		
Exchange differences on translating the financial statements of foreign operations	(1,453)	1,138
Distribution of earnings of subsidiaries	<u>(66,734)</u>	<u>(66,643)</u>
Balance as of December 31	<u>\$ 49,589</u>	<u>\$ 96,537</u>

f. Treasury shares

<b>Purpose of Buy-back</b>	<b>Shares Cancelled (In Thousands of Shares)</b>
Number of shares at January 1, 2021	-
Increase during the year	<u>21,567</u>
Number of shares at December 31, 2021	<u>21,567</u>
Number of shares at January 1, 2020	-
Increase during the year	8,773
Decrease during the year	<u>8,773</u>
Number of shares at December 31, 2020	<u>-</u>

To maintain the Company's credit and shareholders' equity, on December 8, 2021, the Company's board of directors resolved to buy back 25,000 thousand shares from December 9, 2021 to February 8, 2022 at a price ranging from \$106.80 per share to \$238.50 per share. The Company will continue to buy back shares when the market price falls below the lower limit of the price range. On December 31, 2021 and February 8, 2022, the Company bought back 6,034 thousand shares and 16,332 thousand shares, respectively. At the end of the exercise period, the Company bought back 16,332 thousand shares with the total cost of \$2,560,844 thousand.

To maintain the Company's credit and shareholders' equity, on September 16, 2021, the Company's

board of directors resolved to buy back 25,000 thousand shares from September 16, 2021 to November 15, 2021 at a price ranging from \$109.2 per share to \$256.8 per share. The Company will continue to buy back shares when the market price falls below the lower limit of the price range. At the end of the exercise period, the Company bought back 15,533 thousand shares with the total cost of \$2,533,309 thousand.

To maintain the Company's credit and shareholders' equity, on March 17, 2020, the Company's board of directors resolved to buy back 25,000 thousand shares from March 18, 2020 to May 17, 2020 at a price ranging from \$132 per share to \$354.2 per share. The Company will continue to buy back shares when the market price falls below the lower limit of the price range. At the end of the exercise period, the Company bought back 8,773 thousand shares with the total cost of \$1,796,390 thousand. On May 18, 2020, the Company's board of directors approved a capital reduction to cancel the Company's 8,773 thousand treasury shares, and the record date was June 30, 2020.

According to the Securities and Exchange Act, treasury shares should not exceed 10% of the Company's issued and outstanding shares and the total amount of treasury shares should not exceed the total retained earnings and realized additional paid-in capital.

Under the Securities and Exchange Act, the Company shall neither pledge treasury shares nor exercise shareholders' rights on these shares, such as the rights to dividends and to vote.

## 25. REVENUE

	<b>For the Year Ended December 31</b>	
	<b>2021</b>	<b>2020</b>
Revenue from contracts with customers		
Revenue from the sale of metal casing	\$ 41,031,606	\$ 82,441,627
Rental income	<u>63,373</u>	<u>64,405</u>
	<u>\$ 41,094,979</u>	<u>\$ 82,506,032</u>

### a. Contract information

The Group sells metal casing to the customers. All goods are sold at respective fixed amounts as agreed in the contracts.

### b. Contract balances

	<b>December 31, 2021</b>	<b>December 31, 2020</b>	<b>January 1, 2020</b>
Trade receivables			
Gross carrying amount	\$ 9,722,596	\$ 17,374,684	\$ 23,661,147
Less: Allowance for impairment loss	<u>(57,183)</u>	<u>(57,183)</u>	<u>(57,183)</u>
	<u>\$ 9,665,413</u>	<u>\$ 17,317,501</u>	<u>\$ 23,603,964</u>
Contract liabilities - current			
Sale of goods	<u>\$ 32,742</u>	<u>\$ 12,545</u>	<u>\$ 25,614</u>

## 26. NET PROFIT

### a. Interest income

	<b>For the Year Ended December 31</b>	
	<b>2021</b>	<b>2020</b>
Bank deposits	\$ 750,681	\$ 1,988,997
Investments in debt instruments at FVTOCI	65,898	-
Repurchase agreements	<u>6,218</u>	<u>12,924</u>
	<u>\$ 822,797</u>	<u>\$ 2,001,921</u>

### b. Other income

	<b>For the Year Ended December 31</b>	
	<b>2021</b>	<b>2020</b>
Government grants	\$ 1,887,261	\$ 2,483,013
Tax refund income	-	1,230,578
Recycling income	211,924	121,676
Dividend income	79,490	19,443
Others	<u>28,668</u>	<u>10,944</u>
	<u>\$ 2,207,343</u>	<u>\$ 3,865,654</u>

### c. Other gains and losses

	<b>For the Year Ended December 31</b>	
	<b>2021</b>	<b>2020</b>
Gains on disposal of subsidiaries (Note 29)	\$ 2,782,368	\$ 25,951,192
Fair value changes of financial assets mandatorily classified as at FVTPL	385,336	25,008
Gain (loss) on disposal of investment in debt instruments at FVTOCI	(324)	-
Others	<u>27,586</u>	<u>270,711</u>
	<u>\$ 3,194,966</u>	<u>\$ 26,246,911</u>

### d. Interest expense

	<b>For the Year Ended December 31</b>	
	<b>2021</b>	<b>2020</b>
Interest on bank loans	\$ 481,913	\$ 574,903
Interest on lease liabilities	<u>1,097</u>	<u>1,334</u>
	<u>\$ 483,010</u>	<u>\$ 576,237</u>



e. Depreciation and amortization

	<b>For the Year Ended December 31</b>	
	<b>2021</b>	<b>2020</b>
An analysis of depreciation by function		
Operating costs	\$ 4,263,892	\$ 7,748,827
Operating expenses	<u>597,776</u>	<u>973,790</u>
	<u>\$ 4,861,668</u>	<u>\$ 8,722,617</u>
An analysis of amortization by function		
Operating costs	\$ 26,688	\$ 39,994
Operating expenses	<u>30,283</u>	<u>27,056</u>
	<u>\$ 56,971</u>	<u>\$ 67,050</u>

f. Operating expenses directly related to investment properties

	<b>For the Year Ended December 31</b>	
	<b>2021</b>	<b>2020</b>
Direct operating expenses from investment properties generating rental income	<u>\$ 42,709</u>	<u>\$ 46,431</u>

g. Employee benefits expense

	<b>For the Year Ended December 31</b>	
	<b>2021</b>	<b>2020</b>
Short-term employee benefits	\$ 10,175,285	\$ 18,750,911
Post-employment benefits		
Defined contribution plans	581,483	782,464
Defined benefit plans (Note 23)	<u>2,136</u>	<u>1,998</u>
	<u>583,619</u>	<u>784,462</u>
	<u>\$ 10,758,904</u>	<u>\$ 19,535,373</u>
An analysis of employee benefits expense by function		
Operating costs	\$ 8,348,554	\$ 16,144,809
Operating expenses	<u>2,410,350</u>	<u>3,390,564</u>
	<u>\$ 10,758,904</u>	<u>\$ 19,535,373</u>

h. Compensation of employees and remuneration of directors

The Company accrued the compensation of employees and remuneration of directors at the rates of no less than 1% and no higher than 1%, respectively, of net profit before income tax, compensation of employees, and remuneration of directors. The compensation of employees and remuneration of directors for the years ended December 31, 2021 and 2020, which were approved by the Company's board of directors on February 24, 2022 and March 10, 2021, respectively, were as follows:

Accrual rate

	<b>For the Year Ended December 31</b>	
	<b>2021</b>	<b>2020</b>
Compensation of employees	5.33%	3.99%
Remuneration of directors	0.17%	0.05%

Amount

	<b>For the Year Ended December 31</b>			
	<b>2021</b>		<b>2020</b>	
	<b>Cash</b>	<b>Shares</b>	<b>Cash</b>	<b>Shares</b>
Compensation of employees	\$ 521,976	\$	\$ 1,164,883	\$ -
Remuneration of directors	16,400		15,523	-

If there are changes in the amounts after the annual consolidated financial statements are authorized for issue, the differences are recorded as a change in the accounting estimate.

There was no difference between the actual amounts of compensation of employees and remuneration of directors paid and the amounts recognized in the consolidated financial statements for the years ended December 31, 2020 and 2019.

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

i. Gain or loss on foreign currency exchange

	<b>For the Year Ended December 31</b>	
	<b>2021</b>	<b>2020</b>
Foreign exchange gains	\$ 3,479,782	\$ 10,071,675
Foreign exchange losses	<u>(5,907,814)</u>	<u>(15,697,191)</u>
	<u>\$ (2,428,032)</u>	<u>\$ (5,625,516)</u>

## 27. INCOME TAXES

### a. Income tax recognized in profit or loss

Major components of income tax expense are as follows:

	<b>For the Year Ended December 31</b>	
	<b>2021</b>	<b>2020</b>
Current tax		
In respect of the current year	\$ 2,934,532	\$ 9,653,260
Income tax on unappropriated earnings	340,681	-
Adjustment for prior years	(23,174)	400,439
Tax on repatriated offshore funds	-	2,294,302
	<u>3,252,039</u>	<u>12,348,001</u>
Deferred tax		
In respect of the current year	103,194	4,634,433
Adjustment for prior year	119,136	2,698,687
	<u>222,330</u>	<u>7,333,120</u>
	<u>\$ 3,474,369</u>	<u>\$ 19,681,121</u>

The Group's tax adjustment for prior year increased during 2020 mainly due to the amended corporate tax and income tax on unappropriated earnings, which resulted from VAT tax refund income received.

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

	<b>For the Year Ended December 31</b>	
	<b>2021</b>	<b>2020</b>
Profit before income tax	<u>\$ 12,070,652</u>	<u>\$ 40,847,189</u>
Income tax expense calculated at the statutory rate	\$ 2,349,997	\$ 4,196,539
Unrecognized temporary differences	(9,712)	(23,596)
Research and development tax credits from China	(212,021)	(127,496)
Non-deductible expenses in determining taxable income	15,033	46,317
Non-additive income in determining taxable income	-	(401,355)
Deferred tax effect of earnings of subsidiaries	(40,354)	5,185,790
Withholding tax on remittance of earnings	1,375,672	1,683,887
Tax-exempt income	(91,216)	(8,890)
Additional income tax on unappropriated earnings	340,681	-
Unrecognized loss carryforwards	(848,134)	752,129
Adjustments for prior years' deferred tax	119,136	2,698,687
Adjustments for prior years' tax	(23,174)	400,439
Tax on repatriated offshore funds	-	2,294,302
Capital gains tax on disposal of subsidiaries	<u>498,481</u>	<u>2,984,368</u>
	<u>\$ 3,474,369</u>	<u>\$ 19,681,121</u>

The applicable corporate income tax rate used by the Group is 20%; the tax rate applicable to the subsidiaries in China is 25%; the tax amount incurred in other jurisdictions is calculated based on the applicable tax rate of each relevant jurisdiction.

In July 2019, the president of the ROC announced The Management, Utilization, and Taxation of Repatriated Offshore Funds Act, which stipulates that the applicable tax rate is adjusted from 20% to 8% for corporations applying for repatriation of funds within the approved period from August 15, 2019

to August 14, 2020. The repatriated funds should be deposited in the segregated foreign exchange deposit account for offshore funds, and the tax payable should be withheld by the account-handling bank. The Company repatriated funds of \$28,813,096 thousand (USD\$ 978,838 thousand), which was approved by the government in August and September 2020 and the tax of \$2,294,302 thousand was withheld.

b. Current tax assets and liabilities

	<b>December 31</b>	
	<b>2021</b>	<b>2020</b>
Current tax assets		
Tax refund receivable	\$ <u>425,494</u>	\$ <u>90,318</u>
Current tax liabilities		
Income tax payable	\$ <u>309,608</u>	\$ <u>3,997,201</u>

c. Deferred tax assets and liabilities

The movements of deferred tax assets and deferred tax liabilities were as follows:

For the year ended December 31, 2021

	<b>Opening Balance</b>	<b>Recognized in Profit or Loss</b>	<b>Exchange Differences</b>	<b>Closing Balance</b>
<u>Deferred tax assets</u>				
Temporary differences				
Provisions for losses on inventories	\$ 233,696	\$ (84,991)	\$ (103)	\$ 148,602
Depreciation differences	2,777,291	(61,808)	(15,197)	2,700,286
Unrealized intercompany profit	602,449	(334,420)	938	268,967
Unrealized sales returns	31	(7)	-	24
Defined benefit obligation	1,311	4	-	1,315
Payables for annual leave	35,925	1,747	(134)	37,538
Impairment loss on property, plant and equipment	31	(31)	-	-
Financial assets at FVTPL	-	11	-	11
Other payables	6,639	8,918	-	15,557
Unrealized foreign exchange losses	348,010	(165,628)	-	182,382
Others	<u>41,649</u>	<u>(8,935)</u>	<u>(83)</u>	<u>32,631</u>
	4,047,032	(645,140)	(14,579)	3,387,313
Tax losses	<u>299,615</u>	<u>371,991</u>	<u>-</u>	<u>671,606</u>
	<u>\$ 4,346,647</u>	<u>\$ (273,149)</u>	<u>\$ (14,579)</u>	<u>\$ 4,058,919</u>
<u>Deferred tax liabilities</u>				
Temporary differences				
Depreciation differences	\$ 10,465	\$ (10,465)	\$ -	\$ -
Reserves for land value increment tax	12,597	-	-	12,597
Unappropriated earnings of subsidiaries	6,174,686	(40,354)	(46,170)	6,088,162
	<u>6,197,748</u>	<u>(50,819)</u>	<u>(46,170)</u>	<u>6,100,759</u>

For the year ended December 31, 2020

	Opening Balance	Recognized in Profit or Loss	Exchange Differences	Closing Balance
<u>Deferred tax assets</u>				
Temporary differences				
Provisions for losses on inventories	\$ 197,612	\$ 35,913	\$ 171	\$ 233,696
Depreciation differences	4,422,956	(1,715,251)	69,586	2,777,291
Unrealized intercompany profit	757,203	(153,105)	(1,649)	602,449
Unrealized sales returns	1,257	(1,226)	-	31
Defined benefit obligation	1,312	(1)	-	1,311
Payables for annual leave	39,088	(3,491)	328	35,925
Impairment loss on property, plant and equipment	173	(142)	-	31
Financial assets at FVTPL	9,143	(9,143)	-	-
Other payables	143	6,496	-	6,639
Right-of-use assets	61	(61)	-	-
Unrealized foreign exchange losses	233,031	114,979	-	348,010
Others	<u>82,023</u>	<u>(41,361)</u>	<u>987</u>	<u>41,649</u>
	5,744,002	(1,766,393)	69,423	4,047,032
Tax losses	<u>689,652</u>	<u>(397,024)</u>	<u>6,987</u>	<u>299,615</u>
	<u>\$ 6,433,654</u>	<u>\$ (2,163,417)</u>	<u>\$ 76,410</u>	<u>\$ 4,346,647</u>
<u>Deferred tax liabilities</u>				
Temporary differences				
Depreciation differences	\$ 26,552	\$ (16,087)	\$ -	\$ 10,465
Reserves for land value increment tax	12,597	-	-	12,597
Unappropriated earnings of subsidiaries	1,058,126	5,185,790	(69,230)	6,174,686
	<u>\$ 1,097,275</u>	<u>\$ 5,169,703</u>	<u>\$ (69,230)</u>	<u>\$ 6,197,748</u>

d. Information about unused loss carryforwards and tax exemptions

Loss carryforwards as of December 31, 2021 comprised:

Unused Amount	Expiry Year
\$ 171,957	2025
299,615	2030
<u>371,991</u>	2031
<u>\$ 843,563</u>	

As of December 31, 2021, profits attributable to the following expansion projects were exempted from income tax for a five-year period:

Expansion of Construction Project	Tax-exemption Period
Five years tax-exempt expansion project approved under the Official Letter, No. 1020163631, issued by Tainan City Government	From January 1, 2016 to December 31, 2020

e. The aggregate amount of temporary difference associated with investments for which deferred tax liabilities have not been recognized

The taxable temporary differences associated with investments in subsidiaries for which no deferred tax liabilities have been recognized amounted to NT\$12,388,484 thousand and NT\$12,980,304 thousand as

of December 31, 2021 and 2020, respectively.

f. Income tax assessments

The tax returns of the Company through 2019, except 2018, have been assessed by the tax authorities. The tax returns of the subsidiaries through 2019 have been by the tax authorities.

## 28. EARNINGS PER SHARE

The earnings and weighted average number of ordinary shares outstanding in the computation of earnings per share were as follows:

Net profit for the year

	<b>For the Year Ended December 31</b>	
	<b>2021</b>	<b>2020</b>
Profit for the year attributable to owners of the Company	\$ <u>8,575,044</u>	\$ <u>21,129,820</u>

Weighted average number of ordinary shares outstanding (in thousand shares)

	<b>For the Year Ended December 31</b>	
	<b>2021</b>	<b>2020</b>
Weighted average number of ordinary shares in computation of basic earnings per share	758,241	764,102
Effect of potentially dilutive ordinary shares:		
Compensation of employees	<u>4,470</u>	<u>6,461</u>
Weighted average number of ordinary shares used in the computation of diluted earnings per share	<u>762,711</u>	<u>770,563</u>

The Group may settle compensation paid to employees in cash or shares; therefore, the Group assumes that the entire amount of the compensation will be settled in shares and the resulting potential shares will be included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, as the effect is dilutive. Such dilutive effect of the potential shares is included in the computation of diluted earnings per share until the number of shares to be distributed to employees is resolved in the following year.

## 29. DISPOSAL OF SUBSIDIARIES

On November 10, 2021 and August 18, 2020, the Group entered into a share purchase agreement to dispose of Suzhou subsidiaries (Topo Technology (Suzhou) Co., Ltd. and Meeca Technology (Suzhou Industrial Park) Co., Ltd.) and Taizhou subsidiaries (Topo Technology (Taizhou) Co., Ltd. and Meeca Technology (Taizhou) Co., Ltd.) in which Taizhou subsidiaries carried out the Group's phone casing production. The disposal was completed on December 3, 2021 and December 31, 2020, on which date control of subsidiaries has been transferred to the acquirer.

a. Consideration received from disposals

	<b>Suzhou Subsidiaries</b>	<b>Taizhou Subsidiaries</b>
Consideration received in cash and cash equivalents	\$ <u>5,547,314</u>	\$ <u>41,029,007</u>

b. Analysis of assets and liabilities on the date control was lost

	<b>Suzhou Subsidiaries</b>	<b>Taizhou Subsidiaries</b>
Current assets		
Cash and cash equivalents	\$ 532,552	\$ 735,979
Financial assets at amortized cost	707	1,273
Trade receivables	-	2,111,820
Other receivables	26,443	3,823,085
Inventories	-	8,174,890
Current tax assets	-	54,949
Other current assets	1	649,882
Non-current assets		
Property, plant and equipment	872,415	12,239,757
Right-of-use assets	177,096	774,755
Investment property	238,186	-
Intangible assets	10	23,314
Other non-current assets	-	23,717
Current liabilities		
Short-term borrowings	-	(3,835,547)
Contract liabilities	(9,873)	(4,484)
Trade payables	-	(4,909,828)
Other payables	(11,702)	(5,442,490)
Current tax liabilities	-	(62,289)
Other current liabilities	(297)	(30,166)
Non-current liabilities		
Other non-current liabilities	<u>(12,996)</u>	<u>-</u>
Net assets disposed of	<u>\$ 1,812,542</u>	<u>\$ 14,328,617</u>

c. Gain on disposal of subsidiaries

	<b>Suzhou Subsidiaries</b>	<b>Taizhou Subsidiaries</b>
Consideration received	\$ 5,547,314	\$ 41,029,007
Net assets disposed of	(1,812,542)	(14,328,617)
Reclassification of other comprehensive income in respect of subsidiaries	(920,542)	(571,027)
Related fees and taxes	<u>(31,862)</u>	<u>(178,171)</u>
Gain on disposal (recognized as other gains and losses)	2,782,368	25,951,192
Less: Capital gains tax (recognized as income tax expense)	<u>498,481</u>	<u>2,984,368</u>
Net gain on disposals	<u>\$ 2,283,887</u>	<u>\$ 22,966,824</u>

d. Net cash inflow on disposals of subsidiaries

	<b>Suzhou Subsidiaries</b>	<b>Taizhou Subsidiaries</b>
Consideration received in cash and cash equivalents	\$ 5,547,314	\$ 41,029,007
Less: Cash and cash equivalent balances disposed of	<u>(532,552)</u>	<u>(735,979)</u>
	<u>\$ 5,014,762</u>	<u>\$ 40,293,028</u>

### 30. CAPITAL MANAGEMENT

The Group requires significant amounts of capital to build and expand its production facilities and equipment. The Group manages its capital in a manner to ensure that it has sufficient and necessary financial resources to fund its working capital needs, capital asset purchases, research and development activities, dividend payments, debt service requirements and other business requirements associated with its existing operations over the next 12 months.

### 31. FINANCIAL INSTRUMENTS

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

The carrying amounts of financial instruments that are not measured at fair value approximate their fair value recognized in the consolidated financial statements; these financial instruments include cash and cash equivalents, financial assets at amortized cost, accounts receivable, other receivables, refundable deposits, short-term loans, accounts payable, other payables, and guarantee deposits received.

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

##### 1) Fair value hierarchy

December 31, 2021

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Listed shares and emerging market shares	\$ 1,744,446	\$ -	\$ -	\$ 1,744,446
Beneficiaries certificates	2,223,491	-	-	2,223,491
Simple Agreement for Future Equity (SAFE)	-	-	74,736	74,736
Private equity fund	-	-	661,216	661,216
Private equity securities	-	-	90,286	90,286
Limited partnerships	-	-	132,557	132,557
	<u>\$ 3,967,937</u>	<u>\$ -</u>	<u>\$ 958,795</u>	<u>\$ 4,926,732</u>
Financial assets at FVTOCI				
Investments in equity instruments at financial assets at FVTOCI				
Listed shares	\$ 1,870,987	\$ -	\$ -	\$ 1,870,987
Unlisted shares	-	-	36,240	36,240
Limited partnerships	-	-	822,906	822,906
Investments in debt instruments at FVTOCI				
Bond	-	4,571,199	-	4,571,199
	<u>\$ 1,870,987</u>	<u>\$ 4,571,199</u>	<u>\$ 859,146</u>	<u>\$ 7,301,332</u>



December 31, 2020

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Listed shares and emerging market shares	\$ 349,801	\$ -	\$ -	\$ 349,801
Financial assets at FVTOCI				
Investments in equity instruments at financial assets at FVTOCI				
Unlisted shares	\$ -	\$ -	\$ 84,180	\$ 84,180
Limited partnerships	-	-	568,700	568,700
	\$ -	\$ -	\$ 652,880	\$ 652,880

2) Reconciliation of Level 3 fair value measurements of financial instruments

Financial assets at FVTOCI

2021

Financial Assets	Financial Assets at FVTPL Equity Instruments	Financial Assets at FVTOCI Equity Instruments	Total
Balance at January 1, 2021	\$ -	\$ 652,880	\$ 652,880
Purchases	841,624	290,995	1,132,619
Recognized in profit or loss (included in other gains and losses)	96,623	-	96,623
Recognized in other comprehensive income (included in unrealized valuation gain (loss) on financial assets at FVTOCI)	-	(65,401)	(65,401)
Effects of foreign currency exchange differences	20,548	(19,328)	1,220
Balance at December 31, 2021	\$ 958,795	\$ 859,146	\$ 1,817,941

2020

Financial Assets	Financial Assets at FVTOCI Equity Instruments
Balance at January 1, 2020	\$ 543,130
Addition	160,881
Recognized in other comprehensive income (included in unrealized valuation gain (loss) on financial assets at FVTOCI)	(27,978)
Effects of foreign currency exchange differences	(23,153)
Balance at December 31, 2020	\$ 652,880

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

Domestic government bonds are determined by quoted market prices provided by the independent

third party.

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

The fair value of unlisted equity securities in the ROC, limited partnerships, private equity securities and SAFE were estimated using the market approach and based on the recent net equity. In the market approach, the selling price of comparable companies was used to estimate the fair value of the target asset through comparison, analysis and adjustments.

The fair value of private equity fund was estimated using the assets approach.

c. Categories of financial instruments

	<b>December 31</b>	
	<b>2021</b>	<b>2020</b>
<u>Financial assets</u>		
Financial assets at FVTPL		
Mandatorily classified as at FVTPL	\$ 4,926,732	\$ 349,801
Financial asset at amortized cost (i)	207,222,225	219,425,827
Financial assets at FVTOCI		
Equity instruments	2,730,133	652,880
Debt instrument	4,571,199	-

Financial liabilities

Financial liabilities measured at amortized cost (ii)	87,505,382	85,117,709
-------------------------------------------------------	------------	------------

(i) The balances include financial assets at amortized cost, which comprise cash and cash equivalents, debt investments, notes receivable, trade receivables, other receivables and refundable deposits.

(ii) The balance includes financial liabilities measured at amortized cost, which comprise short-term loans, trade payables, other payables, and guarantee deposits received.

d. Financial risk management objectives and policies

The Group's major financial instruments include equity and debt investments, trade receivables, trade payables, borrowings, and lease liabilities. The Group's Corporate Treasury function provides services to the business departments, coordinates access to domestic and international financial markets, monitors and manages the financial risks relating to the operations of the Group through internal risk reports which analyze exposures by degree and magnitude of risks. These risks include market risk (including foreign currency risk, interest rate risk and other price risk), credit risk and liquidity risk.

The plans for material treasury activities are reviewed by board of directors in accordance with procedures required by relevant regulations or internal controls. Compliance with policies and exposure limits was reviewed by the internal auditors on a continuous basis. The Group does not enter into or trade financial instruments, including derivative financial instruments, for speculative purposes.

1) Market risk

The Group's activities exposed it primarily to the financial risks of changes in foreign currency exchange rates (see (a) below), interest rates (see (b) below) and other prices (see (c) below).

There have 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 had foreign currency sales and purchases, which exposed the Group to foreign currency risk.

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 reporting period are set out in Note 34.

Sensitivity analysis

The Group was mainly exposed to the United States dollars (USD) and the renminbi (RMB).

The following table details the Group's sensitivity to a 1% increase and decrease in the New Taiwan dollar (NTD, the functional currency) against the relevant foreign currencies. The sensitivity analysis included only outstanding foreign-currency denominated monetary items. A positive number below indicates an increase in profit before income tax that would result when the NTD weakens by 1% against the relevant currency. For a 1% strengthening of the NTD against the relevant currency, there would be an equal and opposite impact on profit before income tax and the balances below would be negative.

	<b>USD Impact</b>	
	<b>For the Year Ended December 31</b>	
	<b>2021</b>	<b>2020</b>
Profit or loss	\$ 819,677	\$ 970,578
	<b>RMB Impact</b>	
	<b>For the Year Ended December 31</b>	
	<b>2021</b>	<b>2020</b>
Profit or loss	\$ 65,709	\$ 58,459

The result was mainly attributable to the exposure on outstanding USD-denominated and RMB-denominated cash and cash equivalents, financial assets at amortized cost, and receivables and payables which were not hedged at the end of the reporting period.

The Group's sensitivity to the USD decreased during the current period mainly due to the decrease in net assets denominated in USD and the sensitivity to the RMB increased mainly due to the increase in net assets denominated in RMB. In management's opinion, the sensitivity analysis was unrepresentative of inherent foreign exchange risk because the exposure at the end of the reporting period did not reflect the exposure during the period.

b) Interest rate risk

The Group was exposed to interest rate risk because entities in the Group borrowed funds at both fixed and floating interest rates. The risk is managed by the Group by maintaining an appropriate mix of fixed and floating rate borrowings.

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

	<b>December 31</b>	
	<b>2021</b>	<b>2020</b>
Fair value interest rate risk		
Financial assets	\$ 185,696,367	\$ 166,938,821
Financial liabilities	140,041	160,509
Cash flow interest rate risk		
Financial assets	11,352,246	34,838,700
Financial liabilities	78,031,726	70,465,726

#### Sensitivity analysis

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

If interest rates had been 10 basis points higher/lower and all other variables were held constant, the Group's profit before tax for the years ended December 31, 2021 and 2020 would have decreased/increased by NT\$66,679 thousand and NT\$35,627 thousand, respectively; the change would have been mainly attributable to the Group's exposure to interest rates on its variable-rate bank borrowings of cash flow.

The Group's sensitivity to interest rates increased during the current period mainly due to the decrease in variable rate financial assets.

#### c) Other price risk

The Group was exposed to equity price risk through its investments in equity securities. The Group manages this exposure by maintaining a portfolio of investments with different risks.

#### Sensitivity analysis

The sensitivity analysis below was determined based on the exposure to equity price risks at the end of the reporting period.

If equity prices had been 1% higher/lower, pre-tax profit for the years ended December 31, 2021 and 2020 would have increased/decreased by NT\$39,679 thousand and NT\$3,498 thousand respectively, as a result of the changes in fair value of financial assets at FVTPL. If equity prices had been 1% higher/lower, pre-tax profit for the years ended December 31, 2021 and 2020 would have increased/decreased by NT\$18,710 thousand and NT\$0 thousand respectively, as a result of the changes in fair value of financial assets at FVTOCI.

#### 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 at the end of the reporting period, the Group's maximum exposure to credit risk, which could cause a financial loss to the Group due to the failure of a counterparty to discharge an obligation, could at most amount to the carrying amount of the respective recognized financial assets as stated in the balance sheets.

The counterparties to the foregoing financial instruments are reputable business organizations. Management does not expect the Group's exposure to default by those parties to be material;

ongoing credit evaluation is also performed on the financial condition of customers with whom the Group has accounts receivable.

Information on credit risk concentration as of December 31, 2021 and 2020 was as follows:

	December 31			
	2021		2020	
	Amount	%	Amount	%
Customer A	\$ 2,913,268	30	\$ 6,742,116	39
Customer B	2,727,725	28	3,539,126	20
Customer C	2,100,204	22	3,501,534	20

### 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.

The Group's operating funds and bank loan credit line are deemed sufficient to meet cash flow demands; therefore, liquidity risk is not considered to be significant.

#### a) Liquidity and interest rate risk table for non-derivative financial liabilities

The following table details the Group's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. The table was drawn up based on the undiscounted cash flows of financial liabilities from the earliest date on which the Group can be required to pay. The table includes both interest and principal cash flows. Specifically, bank loans with a repayment on demand clause are included in the earliest time band regardless of the probability of the banks choosing to exercise their rights. The maturity dates for other non-derivative financial liabilities are based on the agreed repayment dates.

To the extent that interest flows are at floating rates, the undiscounted amount was derived from the interest rate curve at the end of the reporting period.

#### December 31, 2021

	Less than 3 Months	3 Months to 1 Year	1-5 Years	Over 5 Years
<u>Non-derivative financial liabilities</u>				
Non-interest bearing	\$ 7,628,317	\$ 1,836,563	\$ 8,776	\$ -
Lease liabilities	2,495	11,611	22,374	116,896
Variable interest rate liabilities	<u>40,388,313</u>	<u>37,837,915</u>	-	-
	<u>\$48,019,125</u>	<u>\$39,686,089</u>	<u>\$ 31,150</u>	<u>\$ 116,896</u>

Further information on the maturity analysis of the above financial liabilities was as follows:

	Less than 1 Year	1-5 Years	5-10 Years	10-15 Years	15-20 Years	20+ Years
Lease liabilities	\$ 14,106	\$ 22,374	\$ 20,626	\$ 20,626	\$ 42,643	\$ 33,001

December 31, 2019

	Less than 3 Months	3 Months to 1 Year	1-5 Years	Over 5 Years
<u>Non-derivative financial liabilities</u>				
Non-interest bearing	\$10,897,975	\$ 3,732,331	\$ 21,677	\$ -
Lease liabilities	3,445	15,185	25,363	132,023
Variable interest rate liabilities	<u>47,104,357</u>	<u>23,496,032</u>	<u>-</u>	<u>-</u>
	<u>\$58,005,777</u>	<u>\$27,243,548</u>	<u>\$ 47,040</u>	<u>\$ 132,023</u>

Further information on the maturity analysis of the above financial liabilities was as follows:

	Less than 1 Year	1-5 Years	5-10 Years	10-15 Years	15-20 Years	20+ Years
Lease liabilities	\$ 18,630	\$ 25,363	\$ 22,918	\$ 22,918	\$ 44,935	\$ 41,252

The amounts included for variable interest rate instruments for both non-derivative financial assets and liabilities would change if changes in variable interest rates differ from those estimates of interest rates determined at the end of the reporting period.

b) Financing facilities

	<u>December 31</u>	
	<u>2021</u>	<u>2020</u>
Unsecured bank loan facilities		
Amount used	\$ 78,384,829	\$ 70,475,726
Amount unused	<u>18,968,953</u>	<u>17,427,286</u>
	<u>\$ 97,353,782</u>	<u>\$ 87,903,012</u>

### 32. TRANSACTIONS WITH RELATED PARTIES

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

Compensation of key management personnel

	<u>For the Year Ended December 31</u>	
	<u>2021</u>	<u>2020</u>
Short-term employee benefits	\$ 208,266	\$ 343,108
Post-employment benefits	<u>29,296</u>	<u>29,943</u>
	<u>\$ 237,562</u>	<u>\$ 373,051</u>

The remuneration of directors and key executives are determined by the remuneration committee with due regard to the performance of individuals, the performance of the Group, and future risk.

### 33. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

In addition to those disclosed in other notes, significant commitments and contingencies of the Group as of December 31, 2021 and 2020 were as follows:

Unrecognized commitments are as follows:

	<b>December 31</b>	
	<b>2021</b>	<b>2020</b>
Acquisition of property, plant and equipment	\$ <u>113,324</u>	\$ <u>369,672</u>
Acquisition of inventories	\$ <u>105,067</u>	\$ <u>47,947</u>

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

The following information is an aggregation of foreign currencies other than the functional currencies of the entities in the Group and disclosure of the exchange rates between the foreign currencies and the respective functional currencies. The significant assets and liabilities denominated in foreign currencies were as follows:

(In Thousands of New Taiwan Dollars and Foreign Currencies)

December 31, 2021

	<b>Foreign Currency (In Thousands)</b>	<b>Exchange Rate</b>	<b>Carrying Amount</b>
<u>Financial assets</u>			
Monetary items			
USD	\$ 2,476,972	27.63 (USD:NTD)	\$ 68,438,741
USD	580,509	6.3757 (USD:RMB)	15,893,872
RMB	61,535	4.319 (RMB:NTD)	265,769
RMB	1,450,686	0.1568 (RMB:USD)	6,334,970
<u>Financial liabilities</u>			
Monetary items			
USD	33,236	27.72 (USD:NTD)	921,327
USD	52,725	6.3757 (USD:RMB)	1,443,575
RMB	6,824	4.3690 (RMB:NTD)	29,813

December 31, 2019

	Foreign Currency (In Thousands)	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
USD	\$ 2,794,953	28.43 (USD:NTD)	\$ 79,460,520
USD	835,310	6.5249 (USD:RMB)	23,789,637
USD	8,980	1.3221 (USD:SGD)	255,970
RMB	229,568	4.3520 (RMB:NTD)	999,079
RMB	1,136,042	0.1533 (RMB:USD)	4,959,942
<u>Financial liabilities</u>			
Monetary items			
USD	114,615	28.53 (USD:NTD)	3,269,980
USD	111,600	6.5249 (USD:RMB)	3,178,369
RMB	25,703	4.4020 (RMB:NTD)	113,145

The Group is mainly exposed to the USD. The following information is an aggregation of the functional currencies of the entities in the Group and disclosures of the exchange rates between the respective functional currencies and the presentation currency. The significant realized and unrealized foreign exchange gains (losses) were as follows:

For the Year Ended December 31				
Foreign Currency	2021		2020	
	Exchange Rate	Net Foreign Exchange Gain (Loss)	Exchange Rate	Net Foreign Exchange Gain (Loss)
USD	28.009 (USD:NTD)	\$ 37,265	29.549 (USD:NTD)	\$ 34,618
NTD	1 (NTD:NTD)	(2,047,636)	1 (NTD:NTD)	(3,634,704)
RMB	4.3417 (RMB:NTD)	(417,661)	4.2837 (RMB:NTD)	(2,020,747)
SGD		-	21.43 (SGD:NTD)	(4,683)
		<u>\$ (2,428,032)</u>		<u>\$ (5,625,516)</u>

### 35. SEPARATELY DISCLOSED ITEMS

#### a. Information about significant transactions

- 1) Financing provided to others (Table 1)
- 2) Endorsements/guarantees provided (Table 2)



- 3) Marketable securities held (excluding investments in subsidiaries and associates) (Table 3)
  - 4) Marketable securities acquired and disposed of at costs or prices of at least NT\$300 million or 20% of the paid-in capital (Table 4)
  - 5) Acquisitions of individual real estate at cost of at least NT\$300 million or 20% of the paid-in capital (Table 5)
  - 6) Disposals of individual real estate at a price of at least NT\$300 million or 20% of the paid-in capital (N/A)
  - 7) Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital (Table 6)
  - 8) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital (Table 7)
  - 9) Trading in derivative instruments (N/A)
  - 10) Intercompany relationships and significant intercompany transactions (Table 10)
- b. Information on investees (Table 8)
- c. 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 or loss of investee, investment income or loss, carrying amount of the investment at the end of the period, and repatriations of investment from the mainland China area (Table 9)
  - 2) 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 as follows (Tables 1, 2, 6, 7 and 10):
    - a) Purchases - the amount and percentage of purchases and the balance and percentage of the related payables at the end of the period
    - b) Sales - the amount and percentage of sales and the balance and percentage of the related receivables at the end of the period
    - c) Property transactions - the amount of property transactions and the amount of the resultant gains or losses
    - d) Endorsements and guarantees - the balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes
    - e) Financing - the highest balance during the period, the end of period balance, the interest rate range, and total current period interest with respect to the financing of funds
    - f) Other - the transactions with material effect on profit or loss for the period or on the financial position, such as the rendering or receipt of services
- d. 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

(N/A)

### 36. SEGMENT INFORMATION

For the purpose of resources allocation and performance assessment, the Group's chief operating decision maker reviews operating results and financial information on a plant by plant basis with a focus on the operating results of each plant. As each plant shares similar economic characteristics, produces similar products using similar production process and all products are distributed and sold to same-level customers through a central sales function, the Group's operating segments are aggregated into a single reportable segment. The Group's chief operating decision maker reviews segment information measured on the same basis as the consolidated financial statements. Information about reportable segment sales and profit or loss is referenced from the consolidated statements of comprehensive income for the years ended December 31, 2021 and 2020 and information on assets is referenced from the consolidated balance sheets as of December 31, 2021 and 2020.

#### a. Geographical information

The Group operates in two principal geographical areas - Taiwan and China.

The Group's revenue from continuing operations from external customers by location of operations and information about its non-current assets by location of assets are detailed below:

	<b>Revenue from External Customers</b>	
	<b>For the Year Ended December 31</b>	
	<b>2021</b>	<b>2020</b>
China	\$ 28,835,499	\$ 30,775,098
United States	5,970,641	45,875,935
Taiwan	1,137,484	1,102,480
Singapore	5,149,298	4,751,146
Others	<u>2,057</u>	<u>1,373</u>
	<u>\$ 41,094,979</u>	<u>\$ 82,506,032</u>
	<b>Non-current Assets</b>	
	<b>December 31, 2021</b>	<b>December 31, 2020</b>
Taiwan	\$ 7,044,846	\$ 7,663,446
China	<u>12,192,334</u>	<u>16,765,883</u>
	<u>\$ 19,237,180</u>	<u>\$ 24,429,329</u>

Non-current assets excluded those classified as investments accounted for using the equity method, financial instruments and deferred tax assets.

b. Information about major customers

Single customers who contributed 10% or more to the Group's revenue were as follows:

	<b>For the Year Ended December 31</b>	
	<b>2021</b>	<b>2020</b>
Customer A	\$ 5,931,613	\$ 45,791,405
Customer B	14,904,768	17,006,380
Customer C	<u>9,999,532</u>	<u>9,985,587</u>
	<u>\$ 30,835,913</u>	<u>\$ 72,783,372</u>

**TABLE 1**

**CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES**

**FINANCING PROVIDED TO OTHERS  
FOR THE YEAR ENDED DECEMBER 31, 2021  
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

No.	Lender	Borrower	Financial Statement Account	Related Parties	Highest Balance for the Period	Ending Balance	Actual Borrowing Amount	Interest Rate (%)	Nature of Financing	Business Transaction Amounts	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 1)	Aggregate Financing Limits (Note 2)
													Item	Value		
1	Catcher Technology (Suqian) Co., Ltd.	Envio Technology (Suqian) Co., Ltd.	Other receivables - related parties	Yes	\$ 1,367,856	<u>\$ 868,300</u>	\$ 868,300	1.5	For short-term financing	\$ -	Operating capital	\$ -	-	\$ -	\$ 756,885,665	<u>\$ 756,885,665</u>
2	Vito Technology (Suqian) Co., Ltd.	Envio Technology (Suqian) Co., Ltd.	Other receivables - related parties	Yes	1,042,176	<u>\$ 607,810</u>	607,810	1.5	For short-term financing	-	Operating capital	-	-	-	756,885,665	<u>\$ 756,885,665</u>
3	Arcadia Technology (Suqian) Co., Ltd.	Envio Technology (Suqian) Co., Ltd.	Other receivables - related parties	Yes	1,820,730	<u>\$ -</u>	-	1.5	For short-term financing	-	Operating capital	-	-	-	756,885,665	<u>\$ 756,885,665</u>
4	Lyra International Co., Ltd.	Next Level Ltd.	Other receivables - related parties	Yes	570,700	<u>\$ 553,600</u>	-	-	For short-term financing	-	Operating capital	-	-	-	756,885,665	<u>\$ 756,885,665</u>
5	Norma International Co., Ltd.	Cygnus International Co., Ltd.	Other receivables - related parties	Yes	570,700	<u>\$ -</u>	-	-	For short-term financing	-	Operating capital	-	-	-	756,885,665	<u>\$ 756,885,665</u>
6	Uranus International Co., Ltd.	Lyra International Co., Ltd.	Other receivables - related parties	Yes	142,675	\$ -	-	-	For short-term financing	-	Operating capital	-	-	-	756,885,665	
		Next Level Ltd.	Other receivables - related parties	Yes	856,050	830,400	-	-	For short-term financing	-	Operating capital	-	-	-	756,885,665	
		Cygnus International Co., Ltd.	Other receivables - related parties	Yes	2,282,800	-	-	-	For short-term financing	-	Operating capital	-	-	-	756,885,665	
						<u>\$ 830,400</u>										

Note 1: The upper limit of the 100% owned subsidiaries held directly or indirectly by the Company is equivalent to 50% of the net asset value as of December 31, 2021 of the Company; the upper limit of the subsidiaries is equivalent to 40% of the net asset value as of December 31, 2021 of the subsidiaries; but the upper limit of those with business transactions is no more than the needed amount for operations.

Note 2: The upper limit of the 100% owned subsidiaries held directly or indirectly by the Company is equivalent to 50% of the net asset value as of December 31, 2021 of the Company; the upper limit of the subsidiaries is equivalent to 40% of the net asset value as of December 31, 2021 of the subsidiaries.

Note 3: The net asset value mentioned in Notes 1 and 2 above is the equity attributable to owners of the Company on the consolidated balance sheets.

**TABLE 2****CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES**

**ENDORSEMENTS / GUARANTEES PROVIDED**  
**FOR THE YEAR ENDED DECEMBER 31, 2021**  
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No.	Endorser/Guarantor	Endorsee/Guarantee		Limit on Endorsement/ Guarantee Given on Behalf of Each Party	Maximum Amount Endorsed/ Guaranteed During the Period	Outstanding Endorsement/ Guarantee at the End of the Period	Actual Amount Borrowed	Amount Endorsed/ Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit	Endorsement/ Guarantee Given by Parent on Behalf of Subsidiaries	Endorsement/ Guarantee Given by Subsidiaries on Behalf of Parent	Endorsement/ Guarantee Given on Behalf of Companies in Mainland China
		Name	Relationship										
0	Catcher Technology Co., Ltd.	Catcher Technology Co., Ltd.	Business relation	\$ 75,688,567	\$ 10,000	<u>\$ 10,000</u>	<u>\$ 10,000</u>	<u>\$ -</u>	0.01	<u>\$ 151,377,133</u>	N	N	N
1	Catcher Technology (Suqian) Co., Ltd.	Catcher Technology (Suqian) Co., Ltd.	Business relation	75,688,567	21,937	<u>\$ 13,024</u>	<u>\$ 13,024</u>	<u>\$ -</u>	0.01	<u>\$ 151,377,133</u>	N	N	Y
2	Vito Technology (Suqian) Co., Ltd.	Vito Technology (Suqian) Co., Ltd.	Business relation	75,688,567	21,937	<u>\$ 13,024</u>	<u>\$ 13,024</u>	<u>\$ -</u>	0.01	<u>\$ 151,377,133</u>	N	N	Y
3	Envio Technology (Suqian) Co., Ltd.	Envio Technology (Suqian) Co., Ltd.	Business relation	75,688,567	217,453	<u>\$ 216,640</u>	<u>\$ 216,640</u>	<u>\$ -</u>	0.14	<u>\$ 151,377,133</u>	N	N	Y
4	Arcadia Technology (Suqian) Co., Ltd.	Arcadia Technology (Suqian) Co., Ltd.	Business relation	75,688,567	13,162	<u>\$ 8,683</u>	<u>\$ 8,683</u>	<u>\$ -</u>	0.01	<u>\$ 151,377,133</u>	N	N	Y
5	Aquila Technology (Suqian) Co., Ltd.	Aquila Technology (Suqian) Co., Ltd.	Business relation	75,688,567	19,975	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ 151,377,133</u>	N	N	Y

Note 1: The upper limit for each borrower of the Company and the 100% owned subsidiaries held directly or indirectly by the Company is equivalent to 50% of the net asset value of the Company as of December 31, 2021.

Note 2: The upper limit of the Company and the 100% owned subsidiaries held directly or indirectly by the Company is equivalent to 100% of the net asset value of the Company as of December 31, 2021.

Note 3: The net asset value mentioned in Notes 1 and 2 above is the equity attributable to owners of the Company on the consolidated balance sheets.

TABLE 3

## CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

MARKETABLE SECURITIES HELD (EXCLUDING INVESTMENTS IN SUBSIDIARIES AND ASSOCIATES)  
 FOR THE YEAR ENDED DECEMBER 31, 2021  
 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	December 31, 2021				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Catcher Technology Co., LTD.	<u>LISTED SHARES</u>							
	United Microelectronics Corp.	None	Financial assets at FVTPL - current	1,750,000	\$ 113,750	0.01	\$ 113,750	
	Taiwan Semiconductor Manufacturing Co., Ltd.	None	Financial assets at FVTPL - current	130,000	79,950	-	79,950	
	Winbond Electronics Corporation	None	Financial assets at FVTPL - current	900,000	30,600	0.02	30,600	
	Sdi Corporation	None	Financial assets at FVTPL - current	160,000	28,080	0.09	28,080	
	Au Optronics Corp.	None	Financial assets at FVTPL - current	1,300,000	29,770	0.01	29,770	
	MediaTek Inc.	None	Financial assets at FVTPL - current	60,000	71,400	-	71,400	
	Highwealth Construction Corp.	None	Financial assets at FVTPL - current	560,000	25,900	0.04	25,900	
	Evergreen Marine Corp. (Taiwan) Ltd.	None	Financial assets at FVTPL - current	330,000	47,025	0.01	47,025	
	China Airlines Ltd.	None	Financial assets at FVTPL - current	1,650,000	45,458	0.03	45,458	
	Fubon Financial Holding Co., Ltd.	None	Financial assets at FVTPL - current	552,000	42,118	-	42,118	
	Cathay Financial Holding Co., Ltd.	None	Financial assets at FVTPL - current	690,000	43,125	0.01	43,125	
	China Development Financial Holding Corp.	None	Financial assets at FVTPL - current	2,500,000	43,750	0.01	43,750	
	Elite Semiconductor Microelectronics Tech Inc	None	Financial assets at FVTPL - current	170,000	28,050	0.06	28,050	
	Novatek Microelectronics Corp.	None	Financial assets at FVTPL - current	80,000	43,120	0.01	43,120	
	Faraday Technology Corp.	None	Financial assets at FVTPL - current	320,000	76,480	0.13	76,480	
	Unimicron Technology Corp.	None	Financial assets at FVTPL - current	130,000	30,030	0.01	30,030	
	Kinsus Interconnect Technology Corp.	None	Financial assets at FVTPL - current	340,000	79,220	0.08	79,220	
	Auras Technology Co.,ltd.	None	Financial assets at FVTPL - current	132,000	26,664	0.15	26,664	
	eMemory Technology Inc.	None	Financial assets at FVTPL - current	45,000	98,550	0.06	98,550	
	Lotes Co., Ltd	None	Financial assets at FVTPL - current	39,000	29,679	0.04	29,679	
	Jentech Precision Industrial Co., Ltd	None	Financial assets at FVTPL - current	70,000	28,560	0.06	28,560	
	Fitipower Integrated Technology Inc.	None	Financial assets at FVTPL - current	93,000	26,226	0.05	26,226	
	Sinher Technology Inc.	None	Financial assets at FVTPL - current	5,169,917	212,483	6.95	212,483	
	Aspeed Technology Inc.	None	Financial assets at FVTPL - current	16,000	57,040	0.05	57,040	
	Vanguard International Semiconductor Co.	None	Financial assets at FVTPL - current	400,000	63,200	0.02	63,200	
	Sino-american Silicon Products Inc.	None	Financial assets at FVTPL - current	125,000	29,500	0.02	29,500	
	Genesys Logic, Inc.	None	Financial assets at FVTPL - current	142,000	28,613	0.16	28,613	
	Anpec Electronics Corporation	None	Financial assets at FVTPL - current	160,000	44,560	0.22	44,560	
	Tong Hsing Electronic Industries ,Ltd.	None	Financial assets at FVTPL - current	90,000	26,775	0.05	26,775	
	Global Wafers Co., Ltd	None	Financial assets at FVTPL - current	80,000	71,040	0.02	71,040	
	Nan Ya Printed Circuit Board Corporation	None	Financial assets at FVTPL - current	190,000	108,680	0.03	108,680	
	<u>Beneficiaries Certificates</u>							
	Yuanta/p-shares Taiwan Top 50 ETF	None	Financial assets at FVTPL - current	384,000	55,872		55,872	
	Fubon Taiwan Technology Tracker Fund	None	Financial assets at FVTPL - current	995,000	133,478		133,478	
	Yuanta/p-shares Taiwan Dividend Plus ETF	None	Financial assets at FVTPL - current	455,000	15,279		15,279	
	Yuanta S&P 500 ETF	None	Financial assets at FVTPL - current	1,166,000	47,433		47,433	
	Fubon NASDAO-100 Index ETF	None	Financial assets at FVTPL - current	1,119,000	65,797		65,797	
	Yuanta U.S. Treasury 20+ Year Bond ETF	None	Financial assets at FVTPL - current	1,578,000	65,045		65,045	
	Cathay Bloomberg Barclays U.S. Treasury 20+ Year Bond ETF	None	Financial assets at FVTPL - current	737,000	31,706		31,706	
	Cathay TIP TAIEX+ Low Volatly Div Plus Sel 30 Etf	None	Financial assets at FVTPL - current	2,483,000	66,966		66,966	
	Capital Dow Jones U.S. Real Estate Index ETF	None	Financial assets at FVTPL - current	987,000	23,461		23,461	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	December 31, 2021				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Ke Yue Co., Ltd.	Cathay BBB Corporate Bond Ex China Coupon 4.5% 10yrplus 20% Sector Capped ETF	None	Financial assets at FVTPL - current	1,257,000	\$ 54,994		\$ 54,994	
	Cathay EM USD Investment Grade Ex China Coupon 5.5% 5yrplus 10% Country Capped ETF	None	Financial assets at FVTPL - current	190,000	7,836		7,836	
	Cathay High Yield Ex China Cash Pay 1-5 Year 2% Issuer Capped ETF	None	Financial assets at FVTPL - current	3,074,000	115,982		115,982	
	FSITC Taiwan Industry Elite 30 ETF	None	Financial assets at FVTPL - current	228,000	7,211		7,211	
	Fubon Taiwan Small-mid Cap Alpha Momentum 50 ETF	None	Financial assets at FVTPL - current	1,224,000	51,641		51,641	
	Upamc Nyse Fang+ ETF	None	Financial assets at FVTPL - current	1,870,000	94,622		94,622	
	Cathay U.S. PHLX Semiconductor Sector ETF	None	Financial assets at FVTPL - current	4,018,000	140,550		140,550	
	UPAMC 10y+ Aa-a USD Senior Corporate Bond ETF	None	Financial assets at FVTPL - current	2,048,000	71,352		71,352	
	Cathay Taiwan 5g Plus ETF	None	Financial assets at FVTPL - current	3,739,000	71,004		71,004	
	Fubon FTSE Vietnam ETF	None	Financial assets at FVTPL - current	1,254,000	22,121		22,121	
	Cathay Global Autonomous and Electric Vehicles ETF	None	Financial assets at FVTPL - current	4,334,000	72,551		72,551	
	Fubon MSCI ACWI IMI Select Future Mobility Top 30 Capped ETF	None	Financial assets at FVTPL - current	3,760,000	68,169		68,169	
	UPAMC JAMES BOND MONEY MARKET FUND	None	Financial assets at FVTPL - current	13,349,709	225,240		225,240	
	<u>Unlisted Shares</u>							
	Alpha Information Systems, Inc.	None	Financial assets at FVTOCI - non-current	1,500,000	-	10.00	-	
	CDIB Capital Innovation Accelerator Co., Ltd.	None	Financial assets at FVTOCI - non-current	3,000,000	36,240	3.57	36,240	
	<u>Listed Shares</u>							
	Delta Electronics, Inc.	None	Financial assets at FVTPL - current	50,000	13,750	-	13,750	
	ITEQ Corporation	None	Financial assets at FVTPL - current	150,000	21,300	0.05	21,300	
	Wistron Corporation	None	Financial assets at FVTOCI - current	100,000	2,915	-	2,915	
Yi De Co., Ltd.	Excelsior Medical Co., Ltd	None	Financial assets at FVTOCI - current	15,000	864	0.01	864	
	Bioteque Corporation	None	Financial assets at FVTOCI - current	3,799,000	434,986	5.48	434,986	
	Pacific Hospital Supply Co., Ltd.	None	Financial assets at FVTOCI - current	6,949,000	521,870	9.57	521,870	
	United Orthopedic Corporation	None	Financial assets at FVTOCI - current	204,000	6,426	0.26	6,426	
	Intai Technology Corp.	None	Financial assets at FVTOCI - current	84,000	7,249	0.17	7,249	
	<u>Beneficiaries Certificates</u>							
	UPAMC JAMES BOND MONEY MARKET FUND	None	Financial assets at FVTPL - current	35,598,056	600,621		600,621	
	<u>Limited Partnerships</u>							
	Taiwania Capital Buffalo Fund V, Lp.	None	Financial assets at FVTPL - non-current	-	96,939	12.78	96,939	Note 3
	MESH Cooperative Ventures Fund Lp.	None	Financial assets at FVTPL - non-current	-	35,618	7.39	35,618	Note 3
	<u>Listed Shares</u>							
	Excelsior Medical Co., Ltd	None	Financial assets at FVTOCI - current	20,000	1,152	0.01	1,152	
	Bioteque Corporation	None	Financial assets at FVTOCI - current	1,964,000	224,878	2.83	224,878	
	Pacific Hospital Supply Co., Ltd.	None	Financial assets at FVTOCI - current	3,473,000	260,822	4.78	260,822	
	United Orthopedic Corporation	None	Financial assets at FVTOCI - current	717,000	22,586	0.92	22,586	
	Intai Technology Corp.	None	Financial assets at FVTOCI - current	489,000	42,201	1.01	42,201	
	<u>Beneficiaries Certificates</u>							
	Capital Money Market Fund	None	Financial assets at FVTPL - current	4,573,268	74,531		74,531	
	<u>Listed Shares</u>							
	Bioteque Corporation	None	Financial assets at FVTOCI - current	2,101,000	240,565	3.03	240,565	
	Pacific Hospital Supply Co., Ltd.	None	Financial assets at FVTOCI - current	1,209,000	90,796	1.67	90,796	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	December 31, 2021				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Nanomag International Co., Ltd.	United Orthopedic Corporation	None	Financial assets at FVTOCI - current	100,000	\$ 3,150	0.13	\$ 3,150	Note 3
	Intai Technology Corp.	None	Financial assets at FVTOCI - current	122,000	10,529	0.25	10,529	
	<u>Beneficiaries Certificates</u>							
	PGIM Prudential Financial Money Market Fund	None	Financial assets at FVTPL - current	2,503,108	40,029		40,029	
	<u>Limited Partnerships</u>							
	China Renewable Energy Fund, L.P.	None	Financial assets at FVTOCI - non-current	-	USD 29,729	23.51	USD 29,729	
	<u>BONDS</u>							
	AMERICAN AIRLINES INC/AADVANTAGE	None	Financial assets at FVTOCI - non-current	-	USD 1,040		USD 1,040	
	AERCAP IRELAND CAPITAL DAC	None	Financial assets at FVTOCI - non-current	-	USD 1,103		USD 1,103	
	AERCAP IRELAND CAPITAL DAC	None	Financial assets at FVTOCI - non-current	-	USD 1,063		USD 1,063	
	AERCAP IRELAND CAPITAL DAC / AERCA	None	Financial assets at FVTOCI - non-current	-	USD 996		USD 996	
	AIRCASTLE LTD	None	Financial assets at FVTOCI - non-current	-	USD 1,100		USD 1,100	
	ALBERTSONS COS LLC/SAFEWAY INC/NEW	None	Financial assets at FVTOCI - non-current	-	USD 1,068		USD 1,068	
	ALLIED UNIVERSAL HOLDCO LLC	None	Financial assets at FVTOCI - non-current	-	USD 1,049		USD 1,049	
	ANGLO AMERICAN CAPITAL PLC	None	Financial assets at FVTOCI - non-current	-	USD 730		USD 730	
	ARES CAPITAL CORPORATION	None	Financial assets at FVTOCI - non-current	-	USD 1,055		USD 1,055	
	BAT CAPITAL CORP	None	Financial assets at FVTOCI - non-current	-	USD 1,559		USD 1,559	
	BPCE SA	None	Financial assets at FVTOCI - non-current	-	USD 2,150		USD 2,150	
	BANCOLOMBIA SA	None	Financial assets at FVTOCI - non-current	-	USD 1,004		USD 1,004	
	BANCO DE CREDITO DEL PERU	None	Financial assets at FVTOCI - non-current	-	USD 1,034		USD 1,034	
	BACARDI LTD	None	Financial assets at FVTOCI - non-current	-	USD 1,750		USD 1,750	
	BAYER US FINANCE LLC	None	Financial assets at FVTOCI - non-current	-	USD 1,254		USD 1,254	
	BRASKEM FINANCE LTD	None	Financial assets at FVTOCI - non-current	-	USD 1,093		USD 1,093	
	BROADCOM INC	None	Financial assets at FVTOCI - non-current	-	USD 1,640		USD 1,640	
	CCO HOLDINGS LLC	None	Financial assets at FVTOCI - non-current	-	USD 1,619		USD 1,619	
	CANADIAN NATURAL RESOURCES LTD	None	Financial assets at FVTOCI - non-current	-	USD 1,573		USD 1,573	
	CELANESE US HOLDINGS LLC	None	Financial assets at FVTOCI - non-current	-	USD 1,105		USD 1,105	
	CENTENE CORPORATION	None	Financial assets at FVTOCI - non-current	-	USD 1,043		USD 1,043	
	CHEMOURS COMPANY	None	Financial assets at FVTOCI - non-current	-	USD 1,070		USD 1,070	
	CHENIERE ENERGY PARTNERS LP	None	Financial assets at FVTOCI - non-current	-	USD 1,060		USD 1,060	
	DUKE ENERGY OHIO INC	None	Financial assets at FVTOCI - non-current	-	USD 1,182		USD 1,182	
	CITIGROUP INC	None	Financial assets at FVTOCI - non-current	-	USD 1,089		USD 1,089	
	CLARIOS GLOBAL LP	None	Financial assets at FVTOCI - non-current	-	USD 1,048		USD 1,048	
	CLEAR CHANNEL INTERNATIONAL BV	None	Financial assets at FVTOCI - non-current	-	USD 1,038		USD 1,038	
	CLEVELAND-CLIFFS INC	None	Financial assets at FVTOCI - non-current	-	USD 1,059		USD 1,059	
	COLOMBIA (REPUBLIC OF)	None	Financial assets at FVTOCI - non-current	-	USD 1,032		USD 1,032	
	CONSTELLIUM SE	None	Financial assets at FVTOCI - non-current	-	USD 263		USD 263	
	CREDIT SUISSE GROUP AG	None	Financial assets at FVTOCI - non-current	-	USD 1,665		USD 1,665	
	DCP MIDSTREAM OPERATING LP	None	Financial assets at FVTOCI - non-current	-	USD 1,093		USD 1,093	
	DANSKE BANK A/S	None	Financial assets at FVTOCI - non-current	-	USD 1,901		USD 1,901	
	DELTA AIR LINES INC	None	Financial assets at FVTOCI - non-current	-	USD 1,020		USD 1,020	
	DELTA AIR LINES INC	None	Financial assets at FVTOCI - non-current	-	USD 1,177		USD 1,177	
	DISCOVER BANK	None	Financial assets at FVTOCI - non-current	-	USD 2,047		USD 2,047	
	DISCOVERY COMMUNICATIONS LLC	None	Financial assets at FVTOCI - non-current	-	USD 1,468		USD 1,468	
	EDP FINANCE BV	None	Financial assets at FVTOCI - non-current	-	USD 1,901		USD 1,901	
	EQT CORP	None	Financial assets at FVTOCI - non-current	-	USD 1,027		USD 1,027	
	EQT MIDSTREAM PARTNERS LP	None	Financial assets at FVTOCI - non-current	-	USD 1,039		USD 1,039	
	ECOPETROL SA	None	Financial assets at FVTOCI - non-current	-	USD 1,060		USD 1,060	
	ELDORADO RESORTS INC	None	Financial assets at FVTOCI - non-current	-	USD 1,050		USD 1,050	
	EMPRESA NACIONAL DE TELECOMUNICACI	None	Financial assets at FVTOCI - non-current	-	USD 1,054		USD 1,054	
	ENDEAVOR ENERGY RESOURCES LP/ EER	None	Financial assets at FVTOCI - non-current	-	USD 1,058		USD 1,058	
	ENEL FINANCE INTERNATIONAL NV	None	Financial assets at FVTOCI - non-current	-	USD 1,108		USD 1,108	
	ENTERGY LOUISIANA LLC	None	Financial assets at FVTOCI - non-current	-	USD 1,088		USD 1,088	

(Continued)



Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	December 31, 2021				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
	EXPEDIA INC	None	Financial assets at FVTOCI - non-current	-	USD 1,335		USD 1,335	
	EXPEDIA GROUP INC	None	Financial assets at FVTOCI - non-current	-	USD 903		USD 903	
	FIRST QUANTUM MINERALS LTD	None	Financial assets at FVTOCI - non-current	-	USD 1,029		USD 1,029	
	FORD MOTOR COMPANY	None	Financial assets at FVTOCI - non-current	-	USD 1,091		USD 1,091	
	FREEPORT-MCMORAN INC	None	Financial assets at FVTOCI - non-current	-	USD 1,040		USD 1,040	
	GENERAL MOTORS FINANCIAL CO INC	None	Financial assets at FVTOCI - non-current	-	USD 1,575		USD 1,575	
	GLENCORE FUNDING LLC	None	Financial assets at FVTOCI - non-current	-	USD 1,068		USD 1,068	
	GLOBAL PAYMENTS INC	None	Financial assets at FVTOCI - non-current	-	USD 1,070		USD 1,070	
	GOLDMAN SACHS GROUP INC/THE	None	Financial assets at FVTOCI - non-current	-	USD 2,005		USD 2,005	
	GRUPO AVAL LTD	None	Financial assets at FVTOCI - non-current	-	USD 1,018		USD 1,018	
	HCA INC	None	Financial assets at FVTOCI - non-current	-	USD 1,613		USD 1,613	
	HARLEY-DAVIDSON FINANCIAL SERVICES	None	Financial assets at FVTOCI - non-current	-	USD 1,152		USD 1,152	
	HESS INFRASTRUCTURE PARTNERS LP	None	Financial assets at FVTOCI - non-current	-	USD 1,030		USD 1,030	
	HOST HOTELS & RESORTS LP	None	Financial assets at FVTOCI - non-current	-	USD 1,060		USD 1,060	
	HYUNDAI CAPITAL AMERICA	None	Financial assets at FVTOCI - non-current	-	USD 2,085		USD 2,085	
	ILIAD HOLDING SAS	None	Financial assets at FVTOCI - non-current	-	USD 525		USD 525	
	INTESA SANPAOLO SPA	None	Financial assets at FVTOCI - non-current	-	USD 1,562		USD 1,562	
	IRON MOUNTAIN INC	None	Financial assets at FVTOCI - non-current	-	USD 1,037		USD 1,037	
	ISRAEL ELECTRIC CORPORATION LTD	None	Financial assets at FVTOCI - non-current	-	USD 1,619		USD 1,619	
	JBS INVESTMENTS II GMBH	None	Financial assets at FVTOCI - non-current	-	USD 1,043		USD 1,043	
	JDE PEETS NV	None	Financial assets at FVTOCI - non-current	-	USD 568		USD 568	
	LABORATORY CORPORATION OF AMERICA	None	Financial assets at FVTOCI - non-current	-	USD 1,570		USD 1,570	
	LENNAR CORPORATION	None	Financial assets at FVTOCI - non-current	-	USD 1,449		USD 1,449	
	MPLX LP	None	Financial assets at FVTOCI - non-current	-	USD 1,085		USD 1,085	
	MATTEL INC	None	Financial assets at FVTOCI - non-current	-	USD 1,026		USD 1,026	
	NRG ENERGY INC	None	Financial assets at FVTOCI - non-current	-	USD 1,775		USD 1,775	
	NAVIENT CORP	None	Financial assets at FVTOCI - non-current	-	USD 1,100		USD 1,100	
	NEXTERA ENERGY OPERATING PARTNERS	None	Financial assets at FVTOCI - non-current	-	USD 1,039		USD 1,039	
	NOVELIS CORP	None	Financial assets at FVTOCI - non-current	-	USD 1,009		USD 1,009	
	OCCIDENTAL PETROLEUM CORPORATION	None	Financial assets at FVTOCI - non-current	-	USD 1,031		USD 1,031	
	OMEGA HLTHCARE INVESTORS	None	Financial assets at FVTOCI - non-current	-	USD 778		USD 778	
	ONEOK PARTNERS LP	None	Financial assets at FVTOCI - non-current	-	USD 1,790		USD 1,790	
	POSCO	None	Financial assets at FVTOCI - non-current	-	USD 1,546		USD 1,546	
	PACIFIC GAS AND ELECTRIC COMPANY	None	Financial assets at FVTOCI - non-current	-	USD 812		USD 812	
	PARK AEROSPACE HOLDINGS LTD	None	Financial assets at FVTOCI - non-current	-	USD 1,072		USD 1,072	
	PARK INTERMEDIATE HOLDINGS LLC	None	Financial assets at FVTOCI - non-current	-	USD 528		USD 528	
	PETROLEOS MEXICANOS	None	Financial assets at FVTOCI - non-current	-	USD 1,035		USD 1,035	
	PLAINS ALL AMERICAN PIPELINE LP /	None	Financial assets at FVTOCI - non-current	-	USD 3,111		USD 3,111	
	PRIME SECURITY SERVICES BORROWER L	None	Financial assets at FVTOCI - non-current	-	USD 1,074		USD 1,074	
	RANGE RESOURCES CORP	None	Financial assets at FVTOCI - non-current	-	USD 1,023		USD 1,023	
	ROCKETMTGE CO-ISSUER INC	None	Financial assets at FVTOCI - non-current	-	USD 496		USD 496	
	ROYAL CARIBBEAN CRUISES LTD	None	Financial assets at FVTOCI - non-current	-	USD 1,058		USD 1,058	
	SA GLOBAL SUKUK LTD	None	Financial assets at FVTOCI - non-current	-	USD 985		USD 985	
	SANTANDER HOLDINGS USA INC	None	Financial assets at FVTOCI - non-current	-	USD 1,042		USD 1,042	
	SASOL FINANCING USA LLC	None	Financial assets at FVTOCI - non-current	-	USD 522		USD 522	
	SCHLUMBERGER HOLDINGS CORP	None	Financial assets at FVTOCI - non-current	-	USD 1,574		USD 1,574	
	OFFICE PROPERTIES INCOME TRUST	None	Financial assets at FVTOCI - non-current	-	USD 2,108		USD 2,108	
	SIRIUS XM RADIO INC	None	Financial assets at FVTOCI - non-current	-	USD 350		USD 350	
	SOUTHERN CALIFORNIA EDISON COMPANY	None	Financial assets at FVTOCI - non-current	-	USD 1,361		USD 1,361	
	SOUTHWESTERN ENERGY COMPANY	None	Financial assets at FVTOCI - non-current	-	USD 1,116		USD 1,116	
	SPIRIT LOYALTY CAYMAN LTD	None	Financial assets at FVTOCI - non-current	-	USD 1,104		USD 1,104	
	SPRINGLEAF FINANCE CORP	None	Financial assets at FVTOCI - non-current	-	USD 1,060		USD 1,060	
	STANDARD CHARTERED PLC	None	Financial assets at FVTOCI - non-current	-	USD 2,070		USD 2,070	
	SURA ASSET MANAGEMENT SA	None	Financial assets at FVTOCI - non-current	-	USD 1,054		USD 1,054	
	SUNOCO LOGISTICS PARTNERS OPERATIO	None	Financial assets at FVTOCI - non-current	-	USD 787		USD 787	
	SYNCHRONY FINANCIAL	None	Financial assets at FVTOCI - non-current	-	USD 1,059		USD 1,059	
	TARGA RESOURCES PARTNERS LP	None	Financial assets at FVTOCI - non-current	-	USD 536		USD 536	
	TELECOM ITALIA SPA	None	Financial assets at FVTOCI - non-current	-	USD 1,052		USD 1,052	
	TENET HEALTHCARE CORPORATION	None	Financial assets at FVTOCI - non-current	-	USD 1,027		USD 1,027	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	December 31, 2021				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Cor Ventures Pte. Ltd.	TRANSDIGM INC	None	Financial assets at FVTOCI - non-current	-	USD 1,039		USD 1,039	
	TRONOX INC	None	Financial assets at FVTOCI - non-current	-	USD 1,057		USD 1,057	
	UNITED AIRLINES INC	None	Financial assets at FVTOCI - non-current	-	USD 1,043		USD 1,043	
	VEB FINANCE PLC	None	Financial assets at FVTOCI - non-current	-	USD 1,058		USD 1,058	
	VALERO ENERGY CORPORATION	None	Financial assets at FVTOCI - non-current	-	USD 1,554		USD 1,554	
	VENTAS REALTY LP	None	Financial assets at FVTOCI - non-current	-	USD 2,091		USD 2,091	
	VICI PROPERTIES LP/VICI NOTE CO IN	None	Financial assets at FVTOCI - non-current	-	USD 1,041		USD 1,041	
	VISTRA OPERATIONS COMPANY LLC	None	Financial assets at FVTOCI - non-current	-	USD 1,030		USD 1,030	
	VISTRA OPERATIONS CO LLC VISTRA OPERATIONS CO LLC	None	Financial assets at FVTOCI - non-current	-	USD 1,030		USD 1,030	
	VMWARE INC	None	Financial assets at FVTOCI - non-current	-	USD 2,178		USD 2,178	
	WESTINGHOUSE AIR BRAKE TECHNOLOGIE	None	Financial assets at FVTOCI - non-current	-	USD 1,587		USD 1,587	
	WYNDHAM HOTELS & RESORTS INC	None	Financial assets at FVTOCI - non-current	-	USD 1,030		USD 1,030	
	ZIGGO SECURED FINANCE BV	None	Financial assets at FVTOCI - non-current	-	USD 1,028		USD 1,028	
	GRUPO AVAL LTD	None	Financial assets at FVTOCI - non-current	-	USD 1,018		USD 1,018	
	BHARTI AIRTEL INTERNATIONAL NETHERLANDS BV	None	Financial assets at FVTOCI - non-current	-	USD 1,075		USD 1,075	
	ALFA SAB DE CV	None	Financial assets at FVTOCI - non-current	-	USD 1,059		USD 1,059	
	BANCO SANTANDER MEXICO SA INSTITUC	None	Financial assets at FVTOCI - non-current	-	USD 1,091		USD 1,091	
	COMISION FEDERAL DE ELECTRICIDAD	None	Financial assets at FVTOCI - non-current	-	USD 1,061		USD 1,061	
	EL FONDO MIVIVIENDA SA	None	Financial assets at FVTOCI - non-current	-	USD 1,018		USD 1,018	
	ADANI PORTS AND SPECIAL ECONOMIC Z	None	Financial assets at FVTOCI - non-current	-	USD 1,028		USD 1,028	
	INDONESIA ASAHAN ALUMINIUM PERSERO	None	Financial assets at FVTOCI - non-current	-	USD 1,063		USD 1,063	
	ARCELIK AS	None	Financial assets at FVTOCI - non-current	-	USD 500		USD 500	
	MAF GLOBAL SECURITIES LTD	None	Financial assets at FVTOCI - non-current	-	USD 1,069		USD 1,069	
	ONGC VIDESH LTD	None	Financial assets at FVTOCI - non-current	-	USD 1,067		USD 1,067	
	NTPC LTD	None	Financial assets at FVTOCI - non-current	-	USD 1,063		USD 1,063	
	DP WORLD LTD	None	Financial assets at FVTOCI - non-current	-	USD 1,033		USD 1,033	
	LUKOIL INTERNATIONAL FINANCE BV	None	Financial assets at FVTOCI - non-current	-	USD 1,068		USD 1,068	
	VIMPELCOM HOLDINGS BV	None	Financial assets at FVTOCI - non-current	-	USD 524		USD 524	
	RURAL ELECTRIFICATION CORP LTD	None	Financial assets at FVTOCI - non-current	-	USD 1,058		USD 1,058	
	INDIAN RAILWAY FINANCE CORP LTD	None	Financial assets at FVTOCI - non-current	-	USD 1,041		USD 1,041	
	PT BANK MANDIRI (PERSERO) TBK (SYA)	None	Financial assets at FVTOCI - non-current	-	USD 1,042		USD 1,042	
	JSW STEEL LTD	None	Financial assets at FVTOCI - non-current	-	USD 1,059		USD 1,059	
	CNAC HK FINBRIDGE CO LTD	None	Financial assets at FVTOCI - non-current	-	USD 1,036		USD 1,036	
	POWER FINANCE CORP LTD	None	Financial assets at FVTOCI - non-current	-	USD 1,028		USD 1,028	
	SAMBA FUNDING LTD	None	Financial assets at FVTOCI - non-current	-	USD 1,026		USD 1,026	
	MEGLOBAL CANADA INC	None	Financial assets at FVTOCI - non-current	-	USD 1,090		USD 1,090	
	<u>Simple Agreement For Future Equity (SAFE)</u>							
	Via Surgical Ltd.	None	Financial assets at FVTPL - non-current	-	USD 1,700		USD 1,700	
	Vyisoneer Inc.	None	Financial assets at FVTPL - non-current	-	USD 1,000		USD 1,000	
	<u>Private Equity Funds</u>							
	Ally Bridge Group LP	None	Financial assets at FVTPL - non-current	-	USD 14,743	2.54	USD 14,743	Note 3
	Abg-Cmrco LP	None	Financial assets at FVTPL - non-current	-	USD 6,816	25.32	USD 6,816	Note 3
	Altara Ventures Fund LP	None	Financial assets at FVTPL - non-current	-	USD 1,344	5.21	USD 1,344	Note 3
	New Economy Ventures LP	None	Financial assets at FVTPL - non-current	-	USD 985	8	USD 985	Note 3
	<u>Private Equity Securities</u>							
	Link Wood Limited	None	Financial assets at FVTPL - non-current	-	USD 3,262	13.33	USD 3,262	Note 3

(Concluded)

Note 1: Securities in this table are shares, bonds, beneficiary certificates and those derived from the above-mentioned items which are within the scope of IFRS 9 “Financial Instrument: Recognition and Measurement”.

Note 2: Refer to Tables 8 and 9 for information on subsidiaries and associates.

Note 3: Percentage of Ownership is the fund share ratio.

**TABLE 4**

**CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES**

**MARKETABLE SECURITIES ACQUIRED AND 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, 2021  
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

Company Name	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning Balance		Acquisition		Disposal				Ending Balance (Note 1)	
					Number of Shares	Amount	Number of Shares	Amount	Number of Shares	Amount	Carrying Amount	Gain (Loss) on Disposal	Number of Shares	Amount
Catcher Technology Co., LTD.	<u>Beneficiaries Certificates</u>													
	UPAMC James Bond Money Market Fund	Financial assets at FVTPL - current	-	-	-	\$ -	26,699,417.96	\$ 450,005	13,349,709	\$ 225,228	\$ 225,002	\$ 226	13,349,708.96	\$ 225,240
	Fuh Hwa Developed Countries 300 Equity Index Fund	Financial assets at FVTPL - current	-	-	-	-	27,364,761.20	359,587	27,364,761.20	376,768	359,587	17,181	-	-
	<u>Unlisted Shares</u> Ke Yue Co., Ltd.	Investments accounted for using equity method	Note 2	Investing activities	11,290,000	1,119,774	187,100,000	1,871,000	-	-	-	-	198,390,000	2,976,267
	Yi Sheng Co., Ltd.	Investments accounted for using equity method	Note 2	Investing activities	3,070,000	298,558	70,200,000	702,000	-	-	-	-	73,270,000	1,018,111
	Yi De Co., Ltd.	Investments accounted for using equity method	Note 2	Investing activities	3,070,000	298,558	70,200,000	702,000	-	-	-	-	73,270,000	1,021,328
Ke Yue Co., Ltd.	<u>Listed Shares</u>													
	Bioteque Corporation	Financial assets at FVTOCI - current	-	-	-	-	3,799,000	414,923	-	-	-	-	3,799,000	434,986
	Pacific Hospital Supply Co., Ltd.	Financial assets at FVTOCI - current	-	-	-	-	6,949,000	512,063	-	-	-	-	6,949,000	521,870
	<u>Beneficiaries Certificates</u> UPAMC James Bond Money Market Fund	Financial assets at FVTPL - current	-	-	-	-	59,326,056.18	1,000,000	23,728,000	400,173	400,173	-	35,598,056.18	600,621
Yi Sheng Co., Ltd.	<u>Beneficiaries Certificates</u>													
	PGIM Prudential Financial Money Market Fund	Financial assets at FVTPL - current	-	-	-	-	18,779,107.60	300,000	16,276,000	260,171	260,012	159	2,503,107.60	40,029
Yi De Co., Ltd.	<u>Beneficiaries Certificates</u>													
	Capital Money Market Fund	Financial assets at FVTPL - current	-	-	-	-	30,708,267.80	500,000	26,135,000	425,746	425,746	-	4,573,267.80	74,531
Nanomag International Co., Ltd.	<u>Unlisted Shares</u>													
	Cor Ventures Pte. Ltd.	Investments accounted for using equity method	Note 2	Investing activities	9,165,797	USD 8,999	46,000,000	USD 46,000	-	-	-	-	55,165,797	USD 58,270
Cor Ventures Pte. Ltd.	<u>Private Equity Funds</u>													
	Ally Bridge Group LP	Financial assets at FVTPL - non-current	-	-	-	-	-	USD 11,878	-	-	-	-	-	USD 14,743

Note 1: The closing amount includes fair value adjustments, the gain/losses from subsidiaries from adoption of equity method, the exchange differences on translating the financial statements of foreign operations, and other equity-related adjustments.

Note 2: Implemented cash capital increase

TABLE 5

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

ACQUISITIONS OF INDIVIDUAL REAL ESTATE AT COSTS OF AT LEAST NT\$300 MILLION OR 20% OF THE PAID-IN CAPITAL  
FOR THE YEAR ENDED DECEMBER 31, 2021  
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Buyer	Property	Event Date	Transaction Amount	Payment Status	Counterparty/ Acquisition Item	Relationship	Information on Previous Title Transfer If Counterparty is a Related Party				Pricing Reference	Purpose of Acquisition	Other Terms
							Property Owner	Relationship	Transaction Date	Amount			
Arcadia Technology (Suqian) Co., Ltd.	Manufacturing plant	2017.08.18-2021.12.31	Contract price is NT\$751,583 thousand (RMB 173,116 thousand); NT\$740,309 thousand has been put into construction	In accordance with rules of contracts and progress	Self-built assets (The main contractor is Zhongxing Construction Co., Ltd.)	-	-	-	-	\$ -	Price comparison or negotiation	Operating production	-

**TABLE 6**

**CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES**

**TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL  
FOR THE YEAR ENDED DECEMBER 31, 2021  
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

Buyer	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note
			Purchase/ Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total	
Catcher Technology (Suqian) Co., Ltd.	Vito Technology (Suqian) Co., Ltd.	Same ultimate parent company	Sales	\$ (671,695)	4	Net 30 to 90 days after month end close	Equivalent	Equivalent	\$ 206,686	7	
	Envio Technology (Suqian) Co., Ltd.	Same ultimate parent company	Sales	(1,209,280)	8	Net 30 to 90 days after month end close	Equivalent	Equivalent	1,339,392	43	
		Same ultimate parent company	Purchases	142,819	8	Net 30 to 90 days after month end close	Equivalent	Equivalent	(92,111)	11	
	Aquila Technology (Suqian) Co., Ltd.	Same ultimate parent company	Purchases	120,272	7	Net 30 to 90 days after month end close	Equivalent	Equivalent	-	-	
Vito Technology (Suqian) Co., Ltd.	Next Level Ltd.	Same ultimate parent company	Sales	(822,548)	10	Net 30 to 90 days after month end close	No comparable sales prices for general customers	Equivalent	-	-	
	Catcher Technology (Suqian) Co., Ltd.	Same ultimate parent company	Sales	(445,213)	5	Net 30 to 90 days after month end close	Equivalent	Equivalent	159,282	5	
	Envio Technology (Suqian) Co., Ltd.	Same ultimate parent company	Sales	(2,559,902)	30	Net 30 to 90 days after month end close	Equivalent	Equivalent	2,445,258	69	
		Same ultimate parent company	Purchases	273,330	14	Net 30 to 90 days after month end close	Equivalent	Equivalent	(173,689)	19	
Envio Technology (Suqian) Co., Ltd.	Next Level Ltd.	Same ultimate parent company	Sales	(683,157)	8	Net 30 to 90 days after month end close	No comparable sales prices for general customers	Equivalent	80,596	2	
	Aquila Technology (Suqian) Co., Ltd.	Same ultimate parent company	Purchases	100,984	6	Net 30 to 90 days after month end close	Equivalent	Equivalent	-	-	
Arcadia Technology (Suqian) Co., Ltd.	Next Level Ltd.	Same ultimate parent company	Sales	(3,186,954)	100	Net 30 to 90 days after month end close	No comparable sales prices for general customers	Equivalent	995,031	98	
Next Level Ltd.	Catcher Technology Co., Ltd.	Ultimate parent company	Sales	(4,701,778)	96	Net 30 to 120 days after month end close	No comparable sales prices for general customers	Equivalent	133,189	97	
Lyra International Co., Ltd.	Catcher Technology Co., Ltd.	Ultimate parent company	Sales	(544,356)	98	Net 30 to 120 days after month end close	No comparable sales prices for general customers	Equivalent	-	-	

Note: It became a non-related party of the Group on December 31, 2020.

**TABLE 7**

**CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES**

**RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL**  
**DECEMBER 31, 2021**  
**(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

Company Name	Related Party	Relationship	Ending Balance	Turnover Ratio	Overdue		Amounts Received in Subsequent Period	Allowance for Impairment Loss
					Amount	Actions Taken		
Catcher Technology (Suqian) Co., Ltd.	Vito Technology (Suqian) Co., Ltd.	Same ultimate parent company	\$ 823,177	- (Note 3)	\$ -	Not applicable	\$ 210,153	\$ -
	Envio Technology (Suqian) Co., Ltd.	Same ultimate parent company	206,686	0.94	-	Not applicable	72,960	-
			868,300	- (Note 1)	-	Not applicable	-	-
Vito Technology (Suqian) Co., Ltd.	Catcher Technology (Suqian) Co., Ltd.	Same ultimate parent company	1,339,392	1.79	-	Not applicable	141,054	-
			159,282	1.01	-	Not applicable	47,953	-
	Envio Technology (Suqian) Co., Ltd.	Same ultimate parent company	607,810	- (Note 1)	-	Not applicable	607,810	-
Envio Technology (Suqian) Co., Ltd.	Vito Technology (Suqian) Co., Ltd.	Same ultimate parent company	2,445,258	2.12	-	Not applicable	591,809	-
			173,689	2.07	-	Not applicable	60,212	-
Arcadia Technology (Suqian) Co., Ltd.	Next Level Ltd.	Same ultimate parent company	995,031	1.87	-	Not applicable	218,352	-
Next Level Ltd.	Catcher Technology Co., Ltd.	Ultimate parent company	133,189	3.38	-	Not applicable	113,189	-
Nanomag International Co., Ltd.	Norma International Co., Ltd.	Same ultimate parent company	277,630	- (Note 4)	-	Not applicable	-	-
Catcher Technology Co., Ltd.	Next Level Ltd.	Subsidiary	118,627	- (Note 5)	-	Not applicable	118,627	-

Note 1: The ending balance of financing provided is not in the calculation of the turnover rate.

Note 2: The ending balance of property, plant and equipment purchased is not in the calculation of the turnover rate.

Note 3: The ending balance of processing income receivables is not in the calculation of the turnover rate.

**TABLE 8**

**CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES**

**INFORMATION ON INVESTEEES**  
**FOR THE YEAR ENDED DECEMBER 31, 2021**  
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of December 31, 2021			Net Income (Loss) of the Investee	Share of Profits (Loss) (Note 1)	Note
				December 31, 2021	December 31, 2020	Number of Shares	%	Carrying Amount			
Catcher Technology Co., Ltd.	Gigamag Co., Ltd.	Vistra Corporate Services Centre, Ground Floor NPF Building, Beach Road, Apia, Samoa	Investing activities	\$ 484,941	\$ 484,941	14,377,642	100	\$ 827,183	\$ (235,549)	\$ (235,587)	
	Nanomag International Co., Ltd.	P.O. Box31119 Grand Pavilion, Hibiscus Way, 802 West Bay Road, Grand Cayman, KY1-1205 Cayman Islands	Investing activities	1	1	30	100	152,280,408	10,350,209	10,622,703	
	Yue-Kang Health Control Technology Inc.	13F., No. 97, Sec. 2, Dunhua S. Rd., Da' an District, Taipei City 106, Taiwan (R.O.C.)	Health and medical treatment consultant	72,000	72,000	7,200,000	45	8,050	(7,851)	(3,533)	
	Ke Yue Co., Ltd.	13F., No. 99, Sec. 2, Dunhua S. Rd., Da' an District, Taipei City 106, Taiwan (R.O.C.)	Investing activities	3,000,000	1,129,000	198,390,000	100	2,976,267	(43,422)	(43,422)	
	Yi Sheng Co., Ltd.	13F., No. 99, Sec. 2, Dunhua S. Rd., Da' an District, Taipei City 106, Taiwan (R.O.C.)	Investing activities	1,000,000	298,000	73,270,000	100	1,018,111	(2,890)	(2,890)	
	Yi De Co., Ltd.	13F., No. 99, Sec. 2, Dunhua S. Rd., Da' an District, Taipei City 106, Taiwan (R.O.C.)	Investing activities	1,000,000	298,000	73,270,000	100	1,021,328	(297)	(297)	
	Catcher Medtech Co., Ltd.	No. 10, Yongke 5th Rd., Yongkang District, Tainan City 710, Taiwan (R.O.C.)	Manufacturing, selling and developing medical equipments	200,000	-	2,000,000	100	200,009	9	9	
Gigamag Co., Ltd.	Neat Co., Ltd.	Vistra Corporate Services Centre, Ground Floor NPF Building, Beach Road, Apia, Samoa	International trading	279 (USD 10,000)	279 (USD 10,000)	10,000	100	208	(34)		
Nanomag International Co., Ltd.	Castmate International Co., Ltd.	Vistra Corporate Services Centre, Wickhams Cay II, Road Town, Tortola, VG1110, British Virgin Islands	Investing activities	28,127 (USD 1,009,592)	28,127 (USD 1,009,592)	1,009,592	100	4,398,774	1,086,700		
	Stella International Co., Ltd.	P.O. Box31119 Grand Pavilion, Hibiscus Way, 802 West Bay Road, Grand Cayman, KY1-1205 Cayman Islands	Investing activities	9,251,725 (USD 332,079,144)	9,251,725 (USD 332,079,144)	332,079,144	100	15,962,412	(1,717,474)		
	Aquila International Co., Ltd.	P.O. Box31119 Grand Pavilion, Hibiscus Way, 802 West Bay Road, Grand Cayman, KY1-1205 Cayman Islands	Investing activities	31,203 (USD 1,120,000)	31,203 (USD 1,120,000)	1,050,000	75	148,763	84,959		
	Uranus International Co., Ltd.	Room 1907, 19F, Lee Garden One, 33 Hysan Avenue, Causeway Bay, Hong Kong	Investing activities	11,116,401 (USD 399,009,383)	11,116,401 (USD 399,009,383)	399,009,383	100	21,925,405	4,834,820		
	Norma International Co., Ltd.	Room 1907, 19F, Lee Garden One, 33 Hysan Avenue, Causeway Bay, Hong Kong	Investing activities	8,345,009 (USD 299,533,691)	8,345,009 (USD 299,533,691)	299,533,691	100	9,333,735	3,647,620		
	Next Level Ltd.	Vistra Corporate Services Centre, Ground Floor NPF Building, Beach Road, Apia, Samoa	Investing activities	279 (USD 10,000)	279 (USD 10,000)	10,000	100	319,821	177,964		
	Cor Ventures Pte. Ltd.	160 Robinson Road, #14-04 Singapore Business Federation Centre, Singapore 068914	Investing activities	1,536,919 (USD 55,165,797)	255,359 (SGD 12,118,100)	55,165,797	100	1,612,920	91,317		
Castmate International Co., Ltd.	Cygnus International Co., Ltd.	Room 1907, 19F, Lee Garden One, 33 Hysan Avenue, Causeway Bay, Hong Kong	Investing activities	278,747 (USD 10,005,259)	278,747 (USD 10,005,259)	10,005,259	100	4,113,164	1,084,791		
Stella International Co., Ltd.	Lyra International Co., Ltd.	Room 1907, 19F, Lee Garden One, 33 Hysan Avenue, Causeway Bay, Hong Kong	Investing activities	9,251,008 (USD 332,053,412)	9,251,008 (USD 332,053,412)	332,053,412	100	16,098,268	(1,717,474)		
Aquila International Co., Ltd.	Cepheus International Co., Ltd.	Room 1907, 19F, Lee Garden One, 33 Hysan Avenue, Causeway Bay, Hong Kong	Investing activities	39,004 (USD 1,400,000)	39,004 (USD 1,400,000)	1,400,000	100	199,765	87,605		

Note 1: Share of profit (loss) is only reflected for the subsidiaries invested in directly and the investments accounted for by using the equity method.

Note 2: Information on investments in mainland China is provided in Table 9.

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA  
FOR THE YEAR ENDED DECEMBER 31, 2021  
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investee Company	Main Businesses and Products	Paid-in Capital (Note 13)	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2021 (Note 13)	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of December 31, 2021 (Note 13)	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 2)	Carrying Amount as of December 31, 2021	Accumulated Repatriation of Investment Income as of December 31, 2021
					Outward	Inward						
Catcher Technology (Suzhou) Co., Ltd.	Manufacturing, selling and developing varied metal products	\$ -	2. Cygnus International Co., Ltd. (Note 8)	\$ 922,851 (USD 33,340,000)	\$ -	\$ -	\$ 922,851 (USD 33,340,000)	\$ -	-	\$ -	\$ -	\$ -
Topo Technology (Suzhou) Co., Ltd.	Manufacturing, selling and developing varied metal products	277,077 (USD 10,010,000)	2. Lyra International Co., Ltd. (Notes 4 and 5)	1,116,611 (USD 40,340,000)	-	-	1,116,611 (USD 40,340,000)	(90,275)	100	(90,275) (Note 2.(A))	-	-
Topo Technology (Taizhou) Co., Ltd.	Manufacturing, selling and developing varied metal products	-	2. Lyra International Co., Ltd. (Note 9)	-	-	-	-	-	-	-	-	5,482,243
Meecca Technology (Taizhou) Co., Ltd.	Manufacturing, selling and developing varied metal products	-	2. Lyra International Co., Ltd. (Note 12)	-	-	-	-	-	-	-	-	-
Meecca Technology (Suzhou Industrial Park) Co., Ltd.	Manufacturing, selling and developing varied metal products	276,800 (USD 10,000,000)	2. Cygnus International Co. Ltd. (Note 6)	-	-	-	-	(31,848)	100	(31,848) (Note 2.(A))	-	-
Catcher Technology (Suqian) Co., Ltd.	Manufacturing, selling and developing varied metal products	5,536,000 (USD 200,000,000)	2. Uranus International Co., Ltd. (Note 7)	2,629,572 (USD 94,999,000)	-	-	2,629,572 (USD 94,999,000)	2,866,631	100	2,633,813 (Note 2.(A))	12,285,519	10,597,814
Vito Technology (Suqian) Co., Ltd.	Manufacturing, selling and developing varied metal products	5,439,610 (RMB 409,431,280) (USD 132,300,000)	2. Uranus International Co., Ltd. (Note 10)	-	-	-	-	1,115,457	100	1,071,410 (Note 2.(A))	9,804,384	-
Envio Technology (Suqian) Co., Ltd.	Manufacturing, selling and developing varied metal products	5,572,166 (RMB 398,499,193) (USD 138,803,527)	2. Norma International Co., Ltd. (Note 11)	-	-	-	-	(3,402,108)	100	3,371,530 (Note 2.(A))	5,463,895	-
Arcadia Technology (Suqian) Co., Ltd.	Manufacturing, selling and developing varied metal products	2,785,913 (RMB 188,956,820) (USD 71,010,000)	2. Norma International Co., Ltd. (Note 16)	-	-	-	-	265,183	100	265,183 (Note 2.(A))	3,442,959	-
Aquila Technology (Suqian) Co., Ltd.	Manufacturing and selling molds and electronic parts	38,752 (USD 1,400,000)	2. Cepheus International Co., Ltd.	31,002 (USD 1,120,000)	-	-	30,002 (USD 1,120,000)	117,668	75	117,668 (Note 2.(A))	149,294	169,684
WIT Technology (Taizhou) Co., Ltd. (Note 14)	Researching, developing and manufacturing communication electronic products	-	2. Cetus International Co., Ltd.	-	-	-	-	-	-	-	-	-
Chaochu Yunhai Magnesium Co., Ltd. (Note 15)	Manufacturing and selling dolomite, aluminum, magnesium alloy and other alkaline-earth metals	-	2. Sagitta International Co., Ltd.	611,228 (USD 22,081,923)	-	-	611,228 (USD 22,081,923)	-	-	-	-	-

Accumulated Outward Remittance for Investment in Mainland China as of December 31, 2021 (Note 13)	Investment Amounts Authorized by Investment Commission, MOEA (Notes 13 and 14)	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA (Note 3)
\$ 5,311,264 (USD 191,880,923)	\$ 40,116,494 (USD 1,035,015,100) (RMB 2,641,316,560)	\$ 90,856,033

- Note 1: The investing methods are categorized as follows:  
1: Direct investment in companies in mainland China  
2: Investment in companies in mainland China, which is made by a company incorporated via a third region  
3: Others
- Note 2: In the column:  
1: This means the investee is under initial preparation and there were no gains or losses on investment.  
2: The recognition of gains or losses on investment is based on:  
(1) The financial statements audited by global accounting firms, which are affiliated with the accounting firms in the Republic of China  
(2) The financial statements audited by the certified public accountant of the parent company in Taiwan  
(3) Others
- Note 3: The upper limit on investment in mainland China is calculated as \$151,426,722×60%=\$90,856,033
- Note 4: The paid-in capital of US\$6,670,000, which is self-funding of Nanomag International Co., Ltd., is invested in Topo Technology (Suzhou) Co., Ltd. through Stella International Co., Ltd., and the paid-in capital of US\$33,300,000 is earnings distributed in the third quarter of 2011. Thereafter, the amount of US\$33,300,000 is returned by capital reduction in the fourth quarter of 2014.
- Note 5: The paid-in capital of US\$30,000,000 is earnings distributed from Topo Technology (Suzhou) Co., Ltd. to Stella International Co., Ltd., which were then reinvested in Topo Technology (Suzhou) Co., Ltd. Thereafter, the amount of US\$67,000,000 was returned by capital reduction in the first quarter of 2016. Cygnus International Co., Ltd. sold all of its equity in November 2021, but the investment amount has not yet been remitted to Taiwan and therefore has not been deducted from the investment amount approved by Investment Commission, MOEA.
- Note 6: The paid-in capital of US\$106,000,000 is earnings distributed from Catcher Technology (Suzhou) Co., Ltd. to Castmate International Co., Ltd., which were then invested in Meecca Technology (Suzhou Industrial Park) Co., Ltd., and the paid-in capital of US\$16,670,000 is earnings distributed in the third quarter of 2011. The amount of US\$16,670,000 was returned by capital reduction in the fourth quarter of 2014 and the amount of US\$32,000,000 in the third quarter of 2016. Thereafter, the amount of US\$32,000,000 was returned by capital reduction in the second quarter of 2017, and the amount of US\$32,000,000 was returned by capital reduction in the third quarter of 2017. Lyra International Co., Ltd. sold all of its equity in November 2021, but the investment amount has not yet been remitted to Taiwan and therefore has not been deducted from the investment amount approved by Investment Commission, MOEA.
- Note 7: The paid-in capital of US\$5,001,000 is earnings distributed from Catcher Technology (Suzhou) Co., Ltd. to Castmate International Co., Ltd., which were then invested in Catcher Technology (Suqian) Co., Ltd. The paid-in capital of US\$100,000,000 is earnings distributed from Topo Technology (Suzhou) Co., Ltd. to Stella International Co., Ltd., which were invested in Catcher Technology (Suqian) Co., Ltd. through Uranus International Co., Ltd.
- Note 8: The paid-in capital of US\$16,670,000 is earnings distributed in the third quarter of 2011. Thereafter, the amount of US\$40,000,000 was returned by capital reduction in the second quarter of 2014, and due to dissolution, US\$10,010,000 of capital were returned in August 2016; the remaining amount of capital has not been wired back to Taiwan.
- Note 9: The paid-in capital of RMB227,510,746 is earnings distributed from Topo Technology (Suzhou) Co., Ltd. to Stella International Co., Ltd., which were then invested in Topo Technology (Taizhou) Co., Ltd. On the other hand, US\$65,979,240 and RMB602,268,326 are earnings distributed from investees in mainland China to Nanomag International Co., Ltd., which were then invested in Topo Technology (Taizhou) Co., Ltd. via Lyra International Co., Ltd.
- Note 10: The paid-in capital of US\$99,000,000 is earnings distributed from Catcher Technology (Suzhou) Co., Ltd. to Nanomag International Co., Ltd., which were then invested in Vito Technology (Suqian) Co., Ltd. via Uranus International Co., Ltd. The paid-in capital of US\$33,300,000 and RMB409,431,280 is earning distributed from Topo Technology (Suzhou) Co., Ltd. to Nanomag International Co., Ltd., which were then invested in Vito Technology (Suqian) Co., Ltd. through Uranus International Co., Ltd.
- Note 11: The paid-in capital of US\$27,332,360 and RMB398,499,193 are earnings distributed from Catcher Technology (Suzhou) Co., Ltd. and Topo Technology (Suzhou) Co., Ltd. to Nanomag International Co., Ltd., which were then invested in Arcadia Technology (Suqian) Co., Ltd. through Norma International Co., Ltd. The paid-in capital of US\$89,970,000, which is the proceeds arising from the capital reduction of Catcher Technology (Suzhou) Co., Ltd., Topo Technology (Suzhou) Co., Ltd., and Meecca Technology (Suzhou Industrial Park) Co., Ltd., was invested in Arcadia Technology (Suqian) Co., Ltd. through Norma International Co., Ltd. The paid-in capital of US\$21,501,167 is earning distributed from Catcher Technology (Suzhou) Co., Ltd. and Topo Technology (Suzhou) Co., Ltd. to Nanomag International Co., Ltd., which were then invested in Arcadia Technology (Suqian) Co., Ltd. through Norma International Co., Ltd.
- Note 12: The paid-in capital of US\$17,610,861 and RMB529,989,796 are earnings distributed from Catcher Technology (Suzhou) Co., Ltd. and Topo Technology (Suzhou) Co., Ltd. to Nanomag International Co., which were then invested in Meecca Technology (Taizhou) Co., Ltd. through Lyra International Co., Ltd. The paid-in capital of US\$20,000,000 and RMB284,660,400 are earnings and liquidation income distributed from Catcher Technology (Suzhou) Co., Ltd. and earnings distributed from Topo Technology (Suzhou) Co., Ltd. and Meecca Technology (Suzhou Industrial Park) Co., Ltd. to Nanomag International Co., Ltd. The paid-in capital of USD18,000,000 is earning distributed from Lyra International Co., Ltd. to Topo Technology (Taizhou) Co., Ltd., which were then invested in Meecca Technology (Taizhou) Co., Ltd. Lyra International Co., Ltd. sold all of its equity in December 2020, but the investment amount has not yet been remitted to Taiwan and therefore has not been deducted from the investment amount approved by Investment Commission, MOEA.
- Note 13: The exchange rate on December 31, 2021 was US\$1:NT\$27.68.  
The exchange rate on December 31, 2021 was RMB1:NT\$4.3415
- Note 14: WIT Technology (Taizhou) Co., Ltd. was dissolved in June 2012, and the remaining amount of capital has not been wired back to Taiwan.
- Note 15: Sagitta International Co., Ltd. sold all of its shares of Chaochu Yunhai Magnesium Co., Ltd. in June 2016, and the remaining amount of capital has not been wired back to Taiwan.
- Note 16: The paid-in capital of US\$71,010,000 and RMB\$ 188,956,820, which is the proceeds arising from returned capital of the liquidation from Catcher Technology (Suzhou) Co., Ltd. and the returned capital reduction from Topo Technology (Suzhou) Co., Ltd. and Meecca Technology (Suzhou Industrial Park) Co., Ltd., is invested in Envio Technology (Suqian) Co., Ltd. through Norma International Co., Ltd.



CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS  
FOR THE YEAR ENDED DECEMBER 31, 2021  
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No.	Investee Company	Counterparty	Relationship (Note 1)	Transaction Details			
				Financial Statement Account	Amount (Note 2)	Payment Terms	% of Total Sales Or Assets
0	Catcher Technology Co., Ltd.	Next Level Ltd.	1	Purchases	\$ 4,701,778	The purchase prices have no comparison with those from third parties, net 30 to 120 days after month end close.	11.44
				Payables to related parties	133,189		0.05
		Lyra International Co., Ltd.	1	Other receivables from related parities	118,627		0.05
				Purchases	544,356	The purchase prices have no comparison with those from third parties, net 30 to 120 days after month end close.	1.32
1	Catcher Technology (Suqian) Co., Ltd.	Vito Technology (Suqian) Co., Ltd.	1	Purchases	92,351	The purchase prices have no comparison with those from third parties, net 30 to 120 days after month end close.	0.22
				Payables to related parties	50,009		0.02
		Envio Technology (Suqian) Co., Ltd.	3	Sales	671,695	The sales prices were not different from third parties, net 30 to 90 days after month end close.	1.63
				Processing income	1,167,922	The sales prices were not different from third parties, net 30 to 90 days after month end close.	2.84
				Processing expense	230,401	The pruchase prices were not different from third parties, net 30 to 90 days after month end close.	0.56
				Receivables from related parties	206,686		0.08
				Other receivables from related parities	823,177		0.33
				Sales	1,209,280	The sales prices were not different from third parties, net 30 to 90 days after month end close.	2.94
				Purchases	142,819	The pruchase prices were not different from third parties, net 30 to 90 days after month end close.	0.35
				Processing income	75,011	The sales prices were not different from third parties, net 30 to 90 days after month end close.	0.18
				Processing expense	126,504	The pruchase prices were not different from third parties, net 30 to 90 days after month end close.	0.31
				Receivables from related parties	1,339,392		0.54
				Payables to related parties	92,111		0.04
				Other receivables from related parities	50,728		0.02
				Other payables to related parities	73,304		0.03
				Other receivables from related parities	868,300		0.35
2	Vito Technology (Suqian) Co., Ltd.	Next Level Ltd.	3	Sales	60,996	The sales prices were not different from third parties, net 30 to 90 days after month end close.	0.15
				Purchases	120,272	The purchase prices were not different from third parties, net 120 days after month end close.	0.29
		Catcher Technology (Suqian) Co., Ltd.	3	Sales	822,548	The sale prices have no comparison with those from third parties, net 30 to 90 days after month end close.	2.00
				Receivables from related parties	445,213	The sales prices were not different from third parties, net 30 to 90 days after month end close.	1.08
		Envio Technology (Suqian) Co., Ltd.	3	Other receivables from related parities	159,282		0.06
				Sales	98,382		0.04
				Sales	2,599,902	The sales prices were not different from third parties, net 30 to 90 days after month end close.	6.33
				Purchases	273,330	The pruchase prices were not different from third parties, net 30 to 90 days after month end close.	0.67
				Processing income	74,955	The sales prices were not different from third parties, net 30 to 90 days after month end close.	0.18
				Receivables from related parties	2,445,258		0.99
				Payables to related parties	173,689		0.07
				Other receivables from related parities	607,810		0.25
				Processing income	109,569	The sales prices were not different from third parties, net 30 to 90 days after month end close.	0.27
				Processing expense	122,828	The pruchase prices were not different from third parties, net 30 to 90 days after month end close.	0.30
				Other payables to related parities	93,781		0.04
3	Envio Technology (Suqian) Co., Ltd.	Next Level Ltd.	3	Sales	683,157	The sale prices have no comparison with those from third parties, net 30 to 90 days after month end close.	1.66
				Receivables from related parties	80,596		0.03
4	Arcadia Technology (Suqian) Co., Ltd.	Next Level Ltd.	3	Purchases	100,984	The pruchase prices were not different from third parties, net 30 to 90 days after month end close.	0.25
				Sales	3,186,954	The sale prices have no comparison with those from third parties, net 30 to 90 days after month end close.	7.76
5	Nanomag International Co., Ltd.	Norma International Co., Ltd.	3	Receivables from related parties	995,031		0.40
				Other receivables from related parities	277,630		0.11
		Uranus International Co., Ltd.	3	Other receivables from related parities	58,682		0.02

Note 1: No. 1 Represents transactions from parent company to subsidiaries.  
No. 2 Represents transactions from subsidiaries to parent company.  
No. 3 Represents transactions among subsidiaries.

Note 2: Written off at the time of preparing the consolidated financial report

## CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

STATEMENT OF CHANGES IN PROPERTY, PLANT AND EQUIPMENT  
FOR THE YEARS ENDED DECEMBER 31, 2021 AND 2020  
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

	Land	Buildings	Machinery and equipment	Transportation equipment	Furniture and fixtures	Miscellaneous equipment	Leasehold improvements	Unfinished Construction and equipments Pending acceptance	Total
<u>Cost</u>									
Balance at January 1, 2020	\$ 2,179,324	\$ 24,926,841	\$ 74,545,095	\$ 198,829	\$ 2,739,991	\$ 4,955,537	\$ 266	\$ 264,777	\$ 109,810,660
Additions	-	29,942	179,483	2,171	37,717	627,349	-	61,596	938,258
Disposals	-	(1,430)	(604,204)	(6,383)	(4,302)	(271,047)	-	-	(887,366)
Reclassifications	-	179,221	662,950	-	7,254	21,420	-	(193,171)	677,674
Disposals of subsidiaries	-	(6,600,326)	(22,430,224)	(40,039)	(614,013)	(1,798,222)	-	(126)	(31,482,950)
Effects of foreign currency exchange differences	-	410,144	1,832,776	2,536	41,221	80,744	5	(338)	2,367,088
Balance at December 31, 2020	<u>\$ 2,179,324</u>	<u>\$ 18,944,392</u>	<u>\$ 54,185,876</u>	<u>\$ 157,114</u>	<u>\$ 2,207,868</u>	<u>\$ 3,615,781</u>	<u>\$ 271</u>	<u>\$ 132,738</u>	<u>\$ 81,423,364</u>
<u>Accumulated depreciation and impairment</u>									
Balance at January 1, 2020	\$ -	\$ 8,070,421	\$ 55,335,227	\$ 130,033	\$ 1,998,637	\$ 2,979,637	\$ 191	\$ -	\$ 68,514,146
Depreciation expense	-	1,482,054	5,858,281	26,143	361,520	893,181	52	-	8,621,231
Disposals	-	(510)	(600,662)	(6,383)	(4,257)	(270,762)	-	-	(882,574)
Disposals of subsidiaries	-	(2,009,635)	(16,071,029)	(25,364)	(406,183)	(730,982)	-	-	(19,243,193)
Effects of foreign currency exchange differences	-	163,752	1,599,096	1,855	32,773	48,567	5	-	1,846,048
Balance at December 31, 2020	<u>\$ -</u>	<u>\$ 7,706,082</u>	<u>\$ 46,120,913</u>	<u>\$ 126,284</u>	<u>\$ 1,982,490</u>	<u>\$ 2,919,641</u>	<u>\$ 248</u>	<u>\$ -</u>	<u>\$ 58,855,658</u>
Carrying amount at December 31, 2020	<u>\$ 2,179,324</u>	<u>\$ 11,238,310</u>	<u>\$ 8,064,963</u>	<u>\$ 30,830</u>	<u>\$ 225,378</u>	<u>\$ 696,140</u>	<u>\$ 23</u>	<u>\$ 132,738</u>	<u>\$ 22,567,706</u>
<u>Cost</u>									
Balance at January 1, 2021	\$ 2,179,324	\$ 18,944,392	\$ 54,185,876	\$ 157,114	\$ 2,207,868	\$ 3,615,781	\$ 271	\$ 132,738	\$ 81,423,364
Additions	398,224	70,556	223,420	752	10,611	253,234	-	16,763	973,560
Disposals	-	-	(1,385,641)	(5,800)	(18,955)	(51,096)	(270)	-	(1,461,762)
Reclassifications	-	152,258	105,954	143	(11)	(25,114)	-	(149,517)	83,713
Disposals of subsidiaries	-	(3,177,685)	(26,577)	-	(17,001)	(2,187)	-	-	(3,223,450)
Effects of foreign currency exchange differences	-	(69,962)	206,880	(524)	(7,933)	(12,129)	(1)	16	116,347
Balance at December 31, 2021	<u>\$ 2,577,548</u>	<u>\$ 15,919,559</u>	<u>\$ 53,309,912</u>	<u>\$ 151,685</u>	<u>\$ 2,174,579</u>	<u>\$ 3,778,489</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 77,911,772</u>
<u>Accumulated depreciation and impairment</u>									
Balance at January 1, 2021	\$ -	\$ 7,706,082	\$ 46,120,913	\$ 126,284	\$ 1,982,490	\$ 2,919,641	\$ 248	\$ -	\$ 58,855,658
Depreciation expense	-	968,960	3,199,634	17,428	187,022	406,203	23	-	4,779,270
Disposals	-	-	(1,365,852)	(5,213)	(18,567)	(43,859)	(270)	-	(1,433,761)
Reclassifications	-	-	-	-	(46)	46	-	-	-
Disposals of subsidiaries	-	(2,305,270)	(26,577)	-	(17,001)	(2,187)	-	-	(2,351,035)
Effects of foreign currency exchange differences	-	(26,724)	236,324	(389)	(6,221)	(9,696)	(1)	-	193,293
Balance at December 31, 2021	<u>\$ -</u>	<u>\$ 6,343,048</u>	<u>\$ 48,164,442</u>	<u>\$ 138,110</u>	<u>\$ 2,127,677</u>	<u>\$ 3,270,148</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 60,043,425</u>
Carrying amount at January 1, 2021	<u>\$ 2,179,324</u>	<u>\$ 11,238,310</u>	<u>\$ 8,064,963</u>	<u>\$ 30,830</u>	<u>\$ 225,378</u>	<u>\$ 696,140</u>	<u>\$ 23</u>	<u>\$ 132,738</u>	<u>\$ 22,567,706</u>
Carrying amount at December 31, 2021	<u>\$ 2,577,548</u>	<u>\$ 9,576,511</u>	<u>\$ 5,145,470</u>	<u>\$ 13,575</u>	<u>\$ 46,902</u>	<u>\$ 508,341</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,868,347</u>