

Catcher Technology Co., Ltd. and Subsidiaries

**Consolidated Financial Statements for the
Second Quarter of 2022 and 2021
Independent Auditors' Review Report**

Independent Auditors' Review Report

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

Introduction

Catcher Technology Co., Ltd. and its subsidiaries' (Catcher Group) Consolidated Balance Sheets for June 30, 2022 and 2021, in addition to the Consolidated Statements of Comprehensive Income for April 1 to June 30, 2022 and 2021 and January 1 to June 30, 2022 and 2021, Consolidated Statements of Changes in Equity, Consolidated Statements of Cash Flows, and Notes to the Consolidated Financial Statements (including a summary of significant accounting policies) from January 1 to June 30, 2022 and 2021, have been reviewed by the CPAs. The management is responsible for the preparation and fair presentation of the financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope

We conducted our reviews in accordance with the Statement of Auditing Standards No. 65, "Review of Financial Information Performed by the Independent Auditor of the Entity" in the Republic of China. A review of consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review (please see Other Matter), we are not aware of any material respects in which the consolidated financial statements referred to above do not comply with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission, and which do not present fairly the consolidated financial position of Catcher Group as of June 30, 2022 and 2021, the consolidated financial performance as of April 1 to June 30, 2022 and 2021, and the consolidated financial results and consolidated cash flows from January 1 to June 30, 2022 and 2021.

Other Matter

Among the subsidiaries included in the consolidated financial report of Catcher Group for the second quarter of 2022 and 2021, and investment accounted for using the equity method for the second quarter of 2022, the financial reports of Ke Yue, Yi Sheng and Yi De and Bioteque Corporation accounted for using the equity method have not been reviewed by the CPAs but have been reviewed by other accountants. Thus, the conclusion made by the CPAs on the consolidated financial report, regarding the investment amounts listed in the financial reports of Ke Yue, Yi Sheng, Yi De and Bioteque Corporation accounted for using the equity method, is based on the review reports of other accountants. The total assets of Ke Yue, Yi Sheng and Yi De as of June 30, 2022 and 2021 accounted for 1% and 2% of the total consolidated assets, and the comprehensive profits and losses from April 1 to June 30, 2022 and 2021 and January 1 to June 30, 2022 and 2021 accounted for 0.3%, 2%, (0.4%), and (13%) of the consolidated comprehensive profits and losses respectively. As of June 30, 2022, the amount of the above-mentioned investment accounted using the equity method was \$409,054 thousand, accounting for 0.2% of the total consolidated assets.

The engagement partners on the audits resulting in this independent auditors' review report are Hung-Ju Liao and Chi-Chen Lee.

Deloitte & Touche
Taipei, Taiwan
Republic of China
August 8, 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

JUNE 30, 2022, DECEMBER 31, 2021, AND JUNE 30, 2021

(In Thousands of New Taiwan Dollars)

	June 30, 2022 (Reviewed)		December 31, 2021 (Audited)		June 30, 2021 (Reviewed)	
ASSETS	Amount	%	Amount	%	Amount	%
CURRENT ASSETS						
Cash and cash equivalents (Note 6)	\$ 178,585,515	71	\$ 53,115,285	22	\$ 27,475,645	11
Financial assets at FVTPL - current (Note 7)	2,856,273	1	3,967,937	2	5,242,010	2
Financial assets at FVTOCI - current (Note 8)	110,300	-	1,870,987	1	73,567	-
Financial assets at amortized cost - current (Note 9)	7,042,457	3	122,046,739	49	148,289,987	59
Trade receivables (Notes 11 and 25)	6,463,270	2	9,665,413	4	14,634,961	6
Other receivables (Note 11)	432,233	-	503,406	-	406,624	-
Current tax assets	498	-	425,494	-	88,686	-
Inventories (Note 12)	4,146,176	2	3,316,762	1	3,619,866	2
Other current assets (Note 19)	354,965	-	406,109	-	424,745	-
Total current assets	<u>199,991,687</u>	<u>79</u>	<u>195,318,132</u>	<u>79</u>	<u>200,256,091</u>	<u>80</u>
NON-CURRENT ASSETS						
Financial assets at FVTPL - non-current (Note 7)	1,224,384	1	958,795	-	503,483	-
Financial assets at FVTOCI - non-current (Note 8)	3,865,095	2	5,430,345	2	732,056	-
Financial assets at amortized cost - non-current (Note 9)	24,073,039	10	21,891,382	9	21,648,307	9
Investments accounted for using the equity method (Note 14)	2,211,687	1	8,050	-	9,185	-
Property, plant and equipment (Note 15)	16,074,483	6	17,868,347	7	20,197,794	8
Right-of-use assets (Note 16)	1,024,463	-	1,016,568	1	1,197,480	1
Investment properties (Note 17)	725,778	-	221,565	-	475,642	-
Intangible assets (Note 18)	38,472	-	57,707	-	48,354	-
Deferred tax assets (Note 4)	3,474,327	1	4,058,919	2	4,327,659	2
Other non-current assets (Note 19)	58,849	-	72,993	-	104,779	-
Total non-current assets	<u>52,770,577</u>	<u>21</u>	<u>51,584,671</u>	<u>21</u>	<u>49,244,739</u>	<u>20</u>
TOTAL	<u>\$ 252,762,264</u>	<u>100</u>	<u>\$ 246,902,803</u>	<u>100</u>	<u>\$ 249,500,830</u>	<u>100</u>
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term borrowings (Note 20)	\$ 74,237,726	30	\$ 78,031,726	32	\$ 71,798,726	29
Contract liabilities - current (Note 25)	24,813	-	32,742	-	52,105	-
Trade payables (Note 21)	2,383,745	1	3,465,780	1	3,626,035	1
Other payables (Note 22)	5,651,926	2	5,983,148	2	5,801,790	2
Dividends payable	7,297,531	3	-	-	9,139,417	4
Current tax liabilities (Note 4)	523,290	-	309,608	-	867,199	-
Lease liabilities - current (Note 16)	13,513	-	13,168	-	10,076	-
Other current liabilities (Note 22)	875,247	-	1,396,923	1	2,138,826	1
Total current liabilities	<u>91,007,791</u>	<u>36</u>	<u>89,233,095</u>	<u>36</u>	<u>93,434,174</u>	<u>37</u>
NON-CURRENT LIABILITIES						
Deferred tax liabilities (Note 4)	6,455,648	3	6,100,759	3	6,692,618	3
Lease liabilities - non-current (Note 16)	126,732	-	126,873	-	125,253	-
Net defined benefit liabilities - non-current (Note 4)	6,574	-	6,578	-	6,571	-
Other non-current liabilities (Note 22)	8,503	-	8,776	-	21,321	-
Total non-current liabilities	<u>6,597,457</u>	<u>3</u>	<u>6,242,986</u>	<u>3</u>	<u>6,845,763</u>	<u>3</u>
Total liabilities	<u>97,605,248</u>	<u>39</u>	<u>95,476,081</u>	<u>39</u>	<u>100,279,937</u>	<u>40</u>
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Note 24)						
Share capital						
Ordinary shares	<u>7,297,531</u>	<u>3</u>	<u>7,616,181</u>	<u>3</u>	<u>7,616,181</u>	<u>3</u>
Capital surplus	<u>19,173,040</u>	<u>7</u>	<u>20,008,824</u>	<u>8</u>	<u>20,008,824</u>	<u>8</u>
Retained earnings						
Legal reserve	22,354,680	9	21,497,294	8	21,497,294	9
Special reserve	16,961,466	7	14,394,310	6	14,394,310	6
Unappropriated earnings	<u>99,225,336</u>	<u>39</u>	<u>108,287,799</u>	<u>44</u>	<u>102,908,473</u>	<u>41</u>
Total retained earnings	<u>138,541,482</u>	<u>55</u>	<u>144,179,403</u>	<u>58</u>	<u>138,800,077</u>	<u>56</u>
Other equity	(<u>7,557,987</u>)	(<u>3</u>)	(<u>16,961,466</u>)	(<u>7</u>)	(<u>17,316,245</u>)	(<u>7</u>)
Treasure shares	(<u>2,307,601</u>)	(<u>1</u>)	(<u>3,465,809</u>)	(<u>1</u>)	-	-
Total equity attributable to owners of the Company	<u>155,146,465</u>	<u>61</u>	<u>151,377,133</u>	<u>61</u>	<u>149,108,837</u>	<u>60</u>
NON-CONTROLLING INTERESTS	<u>10,551</u>	<u>-</u>	<u>49,589</u>	<u>-</u>	<u>112,056</u>	<u>-</u>
Total equity	<u>155,157,016</u>	<u>61</u>	<u>151,426,722</u>	<u>61</u>	<u>149,220,893</u>	<u>60</u>
TOTAL	<u>\$ 252,762,264</u>	<u>100</u>	<u>\$ 246,902,803</u>	<u>100</u>	<u>\$ 249,500,830</u>	<u>100</u>

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

(Refer to the review report of Deloitte & Touche on August 8, 2022)

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

APRIL 1 TO JUNE 30, 2022 AND 2021 AND JANUARY 1 TO JUNE 30, 2022 AND 2021

(Reviewed only, not audited in accordance with generally accepted auditing standards)

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

	April 1 to June 30, 2022		April 1 to June 30, 2021		January 1 to June 30, 2022		January 1 to June 30, 2021	
	Amount	%	Amount	%	Amount	%	Amount	%
OPERATING REVENUE (Notes 16 and 25)	\$ 5,278,554	100	\$10,401,910	100	\$12,499,384	100	\$23,031,288	100
OPERATING COSTS (Notes 12 and 26)	<u>3,779,115</u>	<u>72</u>	<u>7,057,898</u>	<u>68</u>	<u>8,861,124</u>	<u>71</u>	<u>15,667,913</u>	<u>68</u>
GROSS PROFIT	<u>1,499,439</u>	<u>28</u>	<u>3,344,012</u>	<u>32</u>	<u>3,638,260</u>	<u>29</u>	<u>7,363,375</u>	<u>32</u>
OPERATING EXPENSES (Note 11 and 26)								
Selling and marketing expenses	99,767	2	94,687	1	196,904	2	205,101	1
General and administrative expenses	469,162	9	704,111	6	1,013,329	8	1,456,587	6
Research and development expenses	374,960	7	425,553	4	779,202	6	778,662	4
Gain on reversal of expected credit loss	(51,289)	(1)	-	-	(51,289)	-	-	-
Total operating expenses	<u>892,600</u>	<u>17</u>	<u>1,224,351</u>	<u>11</u>	<u>1,938,146</u>	<u>16</u>	<u>2,440,350</u>	<u>11</u>
PROFIT FROM OPERATIONS	<u>606,839</u>	<u>11</u>	<u>2,119,661</u>	<u>21</u>	<u>1,700,114</u>	<u>13</u>	<u>4,923,025</u>	<u>21</u>
NON-OPERATING INCOME AND EXPENSES (Notes 10, 14 and 26)								
Interest income	531,059	10	199,597	2	769,955	6	407,357	2
Other income	867,116		1,513,569	15	902,905	7	1,784,275	8
Foreign exchange gains (losses), net	3,264,565		(2,146,680)	(21)	5,466,067	44	(1,840,093)	(8)
Other gains	(642,533)	(12)	46,946	-	(958,695)	(8)	129,046	-
Interest expense	(141,522)	(3)	(115,939)	(1)	(271,654)	(2)	(229,287)	(1)
Expected credit losses	-	-	-	-	(76,671)	-	-	-
Share of profit (loss) of associates	(1,762)	-	(496)	-	(3,632)	-	(2,398)	-
Total non-operating income and expenses	<u>3,876,923</u>	<u>73</u>	<u>(503,003)</u>	<u>(5)</u>	<u>5,828,275</u>	<u>47</u>	<u>248,900</u>	<u>1</u>
PROFIT BEFORE INCOME TAX	4,483,762	84	1,616,658	16	7,528,389	60	5,171,925	22
INCOME TAX EXPENSE (Notes 4 and 27)	<u>971,282</u>	<u>18</u>	<u>927,839</u>	<u>9</u>	<u>1,964,852</u>	<u>15</u>	<u>1,960,546</u>	<u>8</u>
NET PROFIT	<u>3,512,480</u>	<u>66</u>	<u>688,819</u>	<u>7</u>	<u>5,563,537</u>	<u>45</u>	<u>3,211,379</u>	<u>14</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	74,421	1	(37,433)	(1)	(7,543)	-	(50,028)	-
Items that may be reclassified subsequently to profit or loss:								
Exchange differences on translating the financial statements of foreign operations	4,224,978	80	(2,838,009)	(27)	9,638,274	77	(2,873,236)	(13)
Unrealized gain (loss) on investment in debt instrument at fair value through other comprehensive income	(69,686)	(1)	-	-	(193,669)	(2)	-	-
Current period other comprehensive income (post-tax profit or loss)	<u>4,229,713</u>	<u>80</u>	<u>(2,875,442)</u>	<u>(28)</u>	<u>9,437,062</u>	<u>75</u>	<u>(2,923,264)</u>	<u>(13)</u>
Total comprehensive income	<u>\$ 7,742,193</u>	<u>146</u>	<u>(\$ 2,186,623)</u>	<u>(21)</u>	<u>\$ 15,000,599</u>	<u>120</u>	<u>\$ 288,115</u>	<u>1</u>

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	April 1 to June 30, 2022		April 1 to June 30, 2021		January 1 to June 30, 2022		January 1 to June 30, 2021	
	Amount	%	Amount	%	Amount	%	Amount	%
NET PROFIT (LOSS) ATTRIBUTABLE TO:								
Owners of the Company	\$ 3,512,501	66	\$ 681,429	7	\$ 5,569,619	45	\$ 3,194,531	14
Non-controlling interests	(21)	-	7,390	-	(6,082)	-	16,848	-
	<u>\$ 3,512,480</u>	<u>66</u>	<u>\$ 688,819</u>	<u>7</u>	<u>\$ 5,563,537</u>	<u>45</u>	<u>\$ 3,211,379</u>	<u>14</u>
TOTAL COMPREHENSIVE INCOME (LOSS) ATTRIBUTABLE TO:								
Owners of the Company	\$ 7,741,825	146	(\$ 2,193,252)	(21)	\$15,002,480	120	\$ 272,596	1
Non-controlling interests	368	-	6,629	-	(1,881)	-	15,519	-
	<u>\$ 7,742,193</u>	<u>146</u>	<u>(\$ 2,186,623)</u>	<u>(21)</u>	<u>\$15,000,599</u>	<u>120</u>	<u>\$ 288,115</u>	<u>1</u>
EARNINGS PER SHARE (Note 28)								
Basic	\$ 4.88		\$ 0.89		\$ 7.67		\$ 4.19	
Diluted	4.87		0.89		7.66		4.17	

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

(Refer to the review report of Deloitte & Touche on August 8, 2022)

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

JANUARY 1 TO JUNE 30, 2022 AND 2021

(Reviewed only, not audited in accordance with generally accepted auditing standards)

(In Thousands of New Taiwan Dollars)

	Equity Attributable to Owners of the Company											
	Retained Earnings					Other Equity						
	Share Capital	Capital Surplus	Legal Reserve	Special Reserve	Unappropriated Earnings	Exchange Differences on Translating the Financial Statements of Foreign Operations	Unrealized Valuation Gain (Loss) on Financial Assets at FVTOCI	Total	Treasure Shares	Total	Non-controlling Interests	Total Equity
BALANCE AT JANUARY 1, 2022	\$ 7,616,181	\$ 20,008,824	\$ 21,497,294	\$ 14,394,310	\$ 108,287,799	(\$ 16,859,133)	(\$ 102,333)	(\$ 16,961,466)	(\$ 3,465,809)	\$ 151,377,133	\$ 49,589	\$ 151,426,722
Appropriation of the 2021 earnings (Note 24)												
Legal reserve	-	-	857,386	-	(857,386)	-	-	-	-	-	-	-
Special reserve	-	-	-	2,567,156	(2,567,156)	-	-	-	-	-	-	-
Cash dividends distributed by the Company - 100%	-	-	-	-	(7,297,531)	-	-	-	-	(7,297,531)	-	(7,297,531)
Donations from shareholders	-	1,192	-	-	-	-	-	-	-	1,192	-	1,192
Net profit (loss) from January 1 to June 30, 2022	-	-	-	-	5,569,619	-	-	-	-	5,569,619	(6,082)	5,563,537
Other comprehensive income after tax for the six months ended June 30, 2022	-	-	-	-	-	9,634,073	(201,212)	9,432,861	-	9,432,861	4,201	9,437,062
Total comprehensive income/(loss) for the six months ended June 30, 2022	-	-	-	-	5,569,619	9,634,073	(201,212)	9,432,861	-	15,002,480	(1,881)	15,000,599
Gain (loss) on disposal of investments in equity instruments at FVTOCI	-	-	-	-	29,382	-	(29,382)	(29,382)	-	-	-	-
Buy back of ordinary shares (Note 24)	-	-	-	-	-	-	-	-	(3,936,809)	(3,936,809)	-	(3,936,809)
Cancellation of treasury shares (Note 24)	(318,650)	(836,976)	-	-	(3,939,391)	-	-	-	5,095,017	-	-	-
Decrease in non-controlling interest	-	-	-	-	-	-	-	-	-	-	(37,157)	(37,157)
BALANCE AT JUNE 30, 2022	<u>\$ 7,297,531</u>	<u>\$ 19,173,040</u>	<u>\$ 22,354,680</u>	<u>\$ 16,961,466</u>	<u>\$ 99,225,336</u>	<u>(\$ 7,225,060)</u>	<u>(\$ 332,927)</u>	<u>(\$ 7,557,987)</u>	<u>(\$ 2,307,601)</u>	<u>\$ 155,146,465</u>	<u>\$ 10,551</u>	<u>\$ 155,157,016</u>
BALANCE AT JANUARY 1, 2021	\$ 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)
Donations from shareholders	-	593	-	-	-	-	-	-	-	593	-	593
Net profit (loss) from January 1 to June 30, 2021	-	-	-	-	3,194,531	-	-	-	-	3,194,531	16,848	3,211,379
Other comprehensive income after tax for the six months ended June 30, 2021	-	-	-	-	-	(2,871,907)	(50,028)	(2,921,935)	-	(2,921,935)	(1,329)	(2,923,264)
Total comprehensive income/(loss) for the six months ended June 30, 2021	-	-	-	-	3,194,531	(2,871,907)	(50,028)	(2,921,935)	-	272,596	15,519	288,115
BALANCE AT JUNE 30, 2021	<u>\$ 7,616,181</u>	<u>\$ 20,008,824</u>	<u>\$ 21,497,294</u>	<u>\$ 14,394,310</u>	<u>\$ 102,908,473</u>	<u>(\$ 17,198,381)</u>	<u>(\$ 117,864)</u>	<u>(\$ 17,316,245)</u>	<u>\$ -</u>	<u>\$ 149,108,837</u>	<u>\$ 112,056</u>	<u>\$ 149,220,893</u>

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

(Refer to the review report of Deloitte & Touche on August 8, 2022)

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

JANUARY 1 TO JUNE 30, 2022 AND 2021

(Reviewed only, not audited in accordance with generally accepted auditing standards)

(In Thousands of New Taiwan Dollars)

	January 1 to June 30, 2022	January 1 to June 30, 2021
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	\$ 7,528,389	\$ 5,171,925
Adjustments for:		
Depreciation expense	1,813,564	2,704,237
Amortization expense	24,910	26,697
Expected credit losses	25,382	-
Loss (gain) on financial instruments at fair value through profit or loss	903,810 (125,068)
Interest expense	271,654	229,287
Interest income	(769,955)	(407,357)
Dividend income	(51,210)	-
Share of (profit) loss of associates	3,632	2,398
Proceeds from disposal of property, plant and equipment	(133,070)	(206,208)
Net (gain) loss on disposal of financial assets	74,142	-
Loss on disposal of subsidiaries	9,883	-
Unrealized (gain) loss on foreign currency exchange	(1,001,636)	264,752
Changes in operating assets and liabilities		
Notes receivable	-	21
Trade receivables	3,383,105	2,536,176
Other receivables	55,289	(18,337)
Inventories	(680,401)	2,432,944
Other current assets	11,800	159,920
Contract liabilities	(7,929)	39,560
Trade payables	(1,138,717)	(4,039,292)
Other payables	(522,686)	(1,095,673)
Other current liabilities	(581,033)	(226,726)
Net defined benefit liabilities	(4)	13
Other non-current liabilities	-	(10)
Cash generated from operations	9,218,919	7,449,259
Dividends received	48,552	-
Income tax paid	(407,023)	(4,557,103)
Net cash generated from operating activities	<u>8,860,448</u>	<u>2,892,156</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of financial assets at fair value through other comprehensive income	(451,819)	(185,416)

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	January 1 to June 30, 2022	January 1 to June 30, 2021
Proceeds from sale of financial assets at fair value through other comprehensive income	\$ 1,606,318	\$ -
Purchase of financial assets at amortized cost	(153,045,823)	(362,221,542)
Proceeds from sale of financial assets at amortized cost	273,294,621	280,282,917
Purchase of financial assets at fair value through profit or loss	(4,374,380)	(5,753,206)
Sales of financial assets at FVTPL	4,569,958	465,713
Purchase of property, plant and equipment	(247,443)	(568,273)
Proceeds from disposal of property, plant and equipment	101,135	222,047
Increase in refundable deposits	(1,336)	(43,828)
Decrease in refundable deposits	60	33,610
Payments for intangible assets	-	(28,590)
Purchase of investment properties	-	(410)
Interest received	635,849	344,068
Net cash generated from (used in) investing activities	<u>122,087,140</u>	<u>(87,452,910)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from short-term borrowings	193,871,452	155,264,726
Repayments of short-term borrowings	(197,665,452)	(153,931,726)
Proceeds from guarantee deposits received	3,106	13,481
Refunds of guarantee deposits received	(2,913)	(835)
Repayment of the principal portion of lease liabilities	(8,980)	(11,544)
Payments for buy-back of ordinary shares	(3,981,444)	-
Interest paid	(269,264)	(229,025)
Decrease in non-controlling interests	(37,157)	-
Proceeds from unclaimed dividends	1,192	593
Net cash generated by (used in) financing activities	<u>(8,089,460)</u>	<u>1,105,670</u>
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS HELD IN FOREIGN CURRENCIES	<u>2,612,102</u>	<u>(952,252)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	125,470,230	(84,407,336)
OPENING CASH AND CASH EQUIVALENTS	<u>53,115,285</u>	<u>111,882,981</u>
CLOSING CASH AND CASH EQUIVALENTS	<u>\$ 178,585,515</u>	<u>\$ 27,475,645</u>

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

(Refer to the review report of Deloitte & Touche on August 8, 2022)

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

JANUARY 1 TO JUNE 30, 2022 AND 2021

(Reviewed only, not audited in accordance with generally accepted auditing standards)

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. GENERAL INFORMATION

Catcher Technology Co., Ltd. (the “Company”) was incorporated in November 1984 under the laws of the Republic of China (R.O.C.). 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 August 8, 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 2023

New IFRSs	Effective Date Announced by IASB
Amendments to IAS 1 “Disclosure of Accounting Policies”	January 1, 2023 (Note 1)
Amendments to IAS 8 “Definition of Accounting Estimates”	January 1, 2023 (Note 2)
Amendments to IAS 12 “Deferred Tax Related to Assets and Liabilities Arising from A Single Transaction”	January 1, 2023 (Note 3)

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

Note 2: 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 3: 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 occurred on or will occur after January 1, 2022.

As of the publish date of the consolidated financial statements, the Group is continuously assessing the possible impact that the application of above standards and 44 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

New IFRSs	Effective Date Announced by IASB (Note)
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

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

As of the publish date of the consolidated financial statements, 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 IAS 34 “Interim Financial Reporting” as endorsed and issued into effect by the FSC. This consolidated financial report does not include all the IFRSs disclosures required by the annual financial report.

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. 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). When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies in 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.

See tables 7 and 8 of Note 13 for detailed information on subsidiaries (including percentages of ownership and main businesses).

d. Other significant accounting policies

In addition to the following description, please refer to the summary of significant accounting policies in the 2021 Consolidated Financial Report.

1) Defined retirement benefits

The pension cost in the interim period is calculated based on the actuarially determined pension cost rate at the end of the previous year, from the beginning of the year to the end of the current period. Adjustments are also

made for major market fluctuations in the current period, as well as major plan revisions, liquidations, or other major one-off events.

2) Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax. Income tax for the interim period is assessed on an annual basis and is calculated on the interim pre-tax profit at the tax rate applicable to the expected total annual earnings.

5. CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

Please refer to the description of the major sources of uncertainty in significant accounting judgments, estimates and assumptions in the 2021 Consolidated Financial Report.

6. CASH AND CASH EQUIVALENTS

	June 30, 2022	December 31, 2021	June 30, 2021
Cash on hand	\$ 2,190	\$ 1,794	\$ 3,013
Demand deposits in banks	4,783,001	11,352,246	12,704,227
Cash equivalents (investments with original maturities of less than 3 months)			
Time deposits	173,304,427	41,597,648	14,379,429
Repurchase agreements	356,101	66,050	388,976
Commercial paper	139,796	97,547	-
	<u>\$ 178,585,515</u>	<u>\$ 53,115,285</u>	<u>\$ 27,475,645</u>

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

	June 30, 2022	December 31, 2021	June 30, 2021
Time deposits	0.07%~2.70%	0.17%~2.95%	0.14%~2.67%
Repurchase agreements	0.43%~0.55%	1.00%	1.00%
Commercial paper	0.51%	0.30%	-

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	June 30, 2022	December 31, 2021	June 30, 2021
<u>Financial assets at FVTPL - current</u>			
Mandatorily classified as at FVTPL			
Non-derivative financial assets			
Beneficiaries certificates	\$ 1,242,895	\$ 2,223,491	\$ 3,895,490
Listed shares	1,613,378	1,744,446	1,346,520
	<u>\$ 2,856,273</u>	<u>\$ 3,967,937</u>	<u>\$ 5,242,010</u>

Financial assets at FVTPL - non-current
Mandatorily classified as at FVTPL
Non-derivative financial assets

Private equity funds	\$ 969,657	\$ 661,216	\$ 328,261
Private equity securities	23,670	90,286	-
Limited partnerships	150,813	132,557	100,000
Simple agreement for future equity (SAFE)	80,244	74,736	75,222
	<u>\$ 1,224,384</u>	<u>\$ 958,795</u>	<u>\$ 503,483</u>

8. FINANCIAL ASSETS AT FVTOCI

	June 30, 2022	December 31, 2021	June 30, 2021
<u>Current</u>			
Investments in equity instruments at fair value through other comprehensive income (FVTOCI)	<u>\$ 110,300</u>	<u>\$ 1,870,987</u>	<u>\$ 73,567</u>
<u>Non-current</u>			
Investments in equity instruments at fair value through other comprehensive income (FVTOCI)	<u>\$ 957,317</u>	<u>\$ 859,146</u>	<u>\$ 732,056</u>
Investments in debt instruments at fair value through other comprehensive income (FVTOCI)	<u>2,907,778</u>	<u>4,571,199</u>	<u>-</u>
	<u>\$ 3,865,095</u>	<u>\$ 5,430,345</u>	<u>\$ 732,056</u>

- a. Investments in equity instruments at fair value through other comprehensive income (FVTOCI)

	June 30, 2022	December 31, 2021	June 30, 2021
<u>Current</u>			
Domestic investments			
Listed shares	<u>\$ 110,300</u>	<u>\$ 1,870,987</u>	<u>\$ 73,567</u>
<u>Non-current</u>			
Domestic investments			
Unlisted shares	<u>\$ 37,140</u>	<u>\$ 36,240</u>	<u>\$ 33,900</u>
Foreign investments			
Limited partnerships	<u>920,177</u>	<u>822,906</u>	<u>698,156</u>
	<u>\$ 957,317</u>	<u>\$ 859,146</u>	<u>\$ 732,056</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 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\$5,290 thousand and US\$5,096 thousand in China Renewable Energy Fund, L.P. in November 2021 and February 2021, 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.

The Group was elected as the director of Pacific Hospital Supply Co., Ltd. and Bioteque Corporation in June 2022 and has assessed that although the shareholding ratio of the above companies did not reach 20%, it had significant influence. Thus, starting from June 15, 2022, the accounting treatment of the above-mentioned shares of the investee companies will be transferred to investment using the equity method based on the closing price of that day, and the financial assets at fair value through other comprehensive income. Please see Note 14.

- b. Investments in debt instruments at fair value through other comprehensive income (FVTOCI)

	June 30, 2022	December 31, 2021	June 30, 2021
<u>Non-current</u>			
Foreign corporate bonds	\$ 2,907,778	\$ 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

	June 30, 2022	December 31, 2021	June 30, 2021
<u>Current</u>			
Domestic investments			
Time deposits with original maturity of more than 3 months (a)	\$ 7,039,890	\$121,521,790	\$148,058,256
Repurchase agreements (a)	-	523,700	202,289
Refundable deposits	2,567	1,249	29,442
	<u>\$ 7,042,457</u>	<u>\$122,046,739</u>	<u>\$148,289,987</u>
<u>Non-current</u>			
Domestic investments			
Restricted bank deposits (a and b)	\$ 23,798,325	\$21,635,436	\$ 21,390,585
Time deposits with original maturity of more than 1 year (a)	272,964	254,196	255,852
Refundable deposits	1,750	1,750	1,870
	<u>\$ 24,073,039</u>	<u>\$ 21,891,382</u>	<u>\$ 21,648,307</u>

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

	June 30, 2022	December 31, 2021	June 30, 2021
Time deposits	1%~2.4%	0.12%~2.72%	0.15%~2.82%
Repurchase agreements	-	1.00%~1.20%	1.00%

- b. Restricted bank deposits are the time deposits and bid bonds deposited into designated bank accounts by the Group in accordance with “The Management, Utilization, and Taxation of Repatriated offshore Funds Act”.

10. CREDIT RISK MANAGEMENT FOR INVESTMENTS IN DEBT INSTRUMENTS

Debt instruments invested by the Group are financial assets measured at amortized cost or at fair value through other comprehensive income:

June 30, 2022

	Financial Assets at FVTOCI
Gross carrying amount	\$ 2,989,177
Allowance for impairment loss	(81,399)
	<u>\$ 2,907,778</u>

December 31, 2021

	Financial Assets at FVTOCI
Gross carrying amount	\$ 4,571,199

The Group invests in debt instruments with credit rating information supplied by independent rating agencies. The Group continues to track external rating information to monitor changes in the credit risk of the debt instruments it invests in, and reviews other information such as bond yield curves and major debtor information to assess whether the credit risk of debt instrument investments has increased significantly since the initial recognition.

The Group considers the historical probability of default and loss given default of each rating provided by the external rating agency, the current financial situation of the debtor and the prospect forecast of the industry in which it is located, to measure the 12-month expected credit loss or the expected credit loss of the duration of the debt instrument investments.

The current credit risk rating mechanism of the Group is as follows:

Credit Rating	Definition	Expected Credit loss Recognition Basis
Normal	The debtor's credit risk is low, and the debtor has sufficient ability to repay the contractual cash flow	12-month expected credit losses
Abnormal	Credit risk has increased significantly since initial recognition	Expected credit loss for the duration of the debt instrument investment (without credit impairment)
Default	Evidence of credit impairment	Expected credit loss for the duration of the debt instrument investment (with credit impairment)
Offset	There is evidence that the debtor is in serious financial difficulty and that the Group has no reasonable expectation of recovery	Direct offset

The total carrying amount and applicable expected credit loss rate of debt instrument investments of each credit rating are as follows:

June 30, 2022

<u>Credit Rating</u>	<u>Expected Credit Loss Rate</u>	<u>Gross Carrying Amount</u>
		<u>Financial Assets at FVTOCI</u>
Normal	0%	\$ 2,907,778
Abnormal	100%	81,399

In the first quarter of 2022, the subsequent development of the conflict between Russia and Ukraine and the related international sanctions resulted in greater financial uncertainty for the debtor. The Group considered that if the conflict continues, the probability of default would increase and the expected credit loss rate would increase.

Information on changes in loss allowances on debt instrument investments measured at fair value through other comprehensive income:

	<u>Credit Rating</u>
	<u>Abnormal (Expected Credit Loss for the Duration of the Debt Instrument Investment Without Credit Impairment)</u>
Balance at January 1, 2022	\$ -
Changes in credit rating of debt instruments initially recognized	
- normal to abnormal	76,671
Exchange rates and other changes	4,728
Balance at June 30, 2022	<u>\$ 81,399</u>

The increase in expected credit loss rate due to the conflict between Russia and Ukraine and related international sanctions resulted in an increase of NT\$ 76,671 thousand in the allowance for abnormal credit rating of financial assets measured at fair value through other comprehensive income.

11. **TRADE RECEIVABLES AND OTHER RECEIVABLES**

	<u>June 30, 2022</u>	<u>December 31, 2021</u>	<u>June 30, 2021</u>
<u>Trade receivables</u>			
At amortized cost			
Gross carrying amount	\$ 6,471,708	\$ 9,722,596	\$ 14,692,144
Less: Allowance for impairment loss	(8,438)	(57,183)	(57,183)
	<u>\$ 6,463,270</u>	<u>\$ 9,665,413</u>	<u>\$ 14,634,961</u>
Other receivables	<u>\$ 432,233</u>	<u>\$ 503,406</u>	<u>\$ 406,624</u>

a. 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 amount. 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 expected credit losses (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 debtor operates 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 bases.

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 in an attempt to recover the receivables past 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.

June 30, 2022

	Not Past Due	Less than 60 Days	61 to 120 Days	Total
Expected credit loss rate	0%~0.126%	0%~2.366%	0%~4.762%	
Gross carrying amount	\$ 5,922,023	\$ 514,079	\$ 35,606	\$ 6,471,708
Loss allowance (lifetime ECLs)	(7,471)	(964)	(3)	(8,438)
Amortized cost	<u>\$ 5,914,552</u>	<u>\$ 513,115</u>	<u>\$ 35,603</u>	<u>\$ 6,463,270</u>

December 31, 2021

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

June 30, 2021

	Not Past Due	Less than 60 Days	Total
Expected credit loss rate	0%~0.497%	0%~2.733%	
Gross carrying amount	\$ 11,394,185	\$ 3,297,959	\$ 14,692,144
Loss allowance (lifetime ECLs)	(<u>56,591</u>)	(<u>592</u>)	(<u>57,183</u>)
Amortized cost	<u>\$ 11,337,594</u>	<u>\$ 3,297,367</u>	<u>\$ 14,634,961</u>

Information on the changes in loss allowances for accounts receivable is as follows:

	January 1 to June 30, 2022
Opening balance	\$ 57,183
Less: Reversal on impairment loss in current period	(51,289)
Exchange rates and other changes	<u>2,544</u>
Balance at June 30, 2022	<u>\$ 8,438</u>

There is no movement of the loss allowance of trade receivables from January 1 to June 30, 2021.

b. 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.

12. INVENTORIES

	June 30, 2022	December 31, 2021	June 30, 2021
Merchandise	\$ 5,953	\$ 11,033	\$ 11,160
Finished goods	2,309,392	2,045,964	2,268,770
Work-in-process and semi-finished goods	1,312,645	934,852	1,064,448
Raw materials and supplies	<u>518,186</u>	<u>324,913</u>	<u>275,488</u>
	<u>\$ 4,146,176</u>	<u>\$ 3,316,762</u>	<u>\$ 3,619,866</u>

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

	April 1 to June 30, 2022	April 1 to June 30, 2021	January 1 to June 30, 2022	January 1 to June 30, 2021
Cost of inventories sold	\$ 3,895,378	\$ 7,163,195	\$ 9,007,476	\$ 15,851,288
Others	(<u>116,263</u>)	(<u>105,297</u>)	(<u>146,352</u>)	(<u>183,375</u>)
	<u>\$ 3,779,115</u>	<u>\$ 7,057,898</u>	<u>\$ 8,861,124</u>	<u>\$ 15,667,913</u>

13. SUBSIDIARY

Subsidiaries included in the consolidated financial statements were as follows:

Investor Company	Investee	Main Business	% of Ownership			Remark
			June 30, 2022	December 31, 2021	June 30, 2021	
Catcher Technology Co., Ltd.	Nanomag International Co., Ltd.	Investing activities	100	100	100	
	Gigamag Co., Ltd.	Investing activities	100	100	100	
	Ke Yue Co., Ltd.	Investing activities	100	100	100	
	Yi Sheng Co., Ltd.	Investing activities	100	100	100	
	Yi De Co., Ltd.	Investing activities	100	100	100	
	Catcher Medtech Co., Ltd.	Manufacturing, and selling medical devices	100	100	-	Note 1
Nanomag International Co., Ltd.	Catcher Holdings International Inc.	Investing activities	-	-	-	Note 5
	Castmate International Co., Ltd.	Investing activities	100	100	100	
	Stella International Co., Ltd.	Investing activities	100	100	100	
	Uranus International Co., Ltd.	Investing activities	100	100	100	
	Aquila International Co., Ltd.	Investing activities	75	75	75	
	Norma International Co., Ltd.	Investing activities	100	100	100	
	Next Level Ltd.	Investing activities	100	100	100	
	Cor Ventures Pte. Ltd.	Investing activities	100	100	100	
	Cygnus International Co., Ltd.	Investing activities	100	100	100	
	Cygnus International Co., Ltd.	Manufacturing, selling and developing varied metal products	-	-	100	Note 2
Stella International Co., Ltd.	Lyra International Co., Ltd.	Investing activities	100	100	100	
Lyra International Co., Ltd.	Topo Technology (Suzhou) Co., Ltd.	Manufacturing, selling and developing varied metal products	-	-	100	Note 2
Uranus International Co., Ltd.	Catcher Technology (Suqian) Co., Ltd.	Manufacturing, selling and developing varied metal products	100	100	100	
	Vito Technology (Suqian) Co., Ltd.	Manufacturing, selling and developing varied metal products	100	100	100	
Aquila International Co., Ltd.	Cepheus International Co., Ltd.	Investing activities	100	100	100	
Cepheus International Co., Ltd.	Aquila Technology (Suqian) Co., Ltd.	Manufacturing and selling molds and electronic parts	-	100	100	Note 3
Norma International Co., Ltd.	Arcadia Technology (Suqian) Co., Ltd.	Manufacturing, selling and developing varied metal products	100	100	100	
	Envio Technology (Suqian) Co., Ltd.	Manufacturing, selling and developing varied metal products	100	100	100	
Gigamag Co., Ltd.	Neat Co., Ltd.	International trade	-	100	100	Note 4
Catcher Holdings International Inc.	Catcher Ventures Inc.	Investing activities	-	-	-	Note 5

- 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 on November 10, 2021 and the settlement was completed in December 2021. Refer to Note 29 for related disclosures of disposal of subsidiaries.
- Note 3: Aquila Technology (Suqian) Co., Ltd. was liquidated and canceled in February 2022.
- Note 4: Neat Co., Ltd. was liquidated and canceled in May 2022.
- Note 5: The Company established Catcher Holdings International Inc. and Catcher Ventures Inc. in June 2022. As of June 30, 2022, the investment has not been remitted.

14. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

	June 30, 2022	December 31, 2021	June 30, 2021
<u>Investments in associates</u>			
Associates that are not individually material			
Pacific Hospital Supply Co., Ltd.	\$ 1,020,357	\$ -	\$ -
Bioteque Corporation	1,186,912	-	-
Yue-Kang Health Control Technology Inc.	4,418	8,050	9,185
	<u>\$ 2,211,687</u>	<u>\$ 8,050</u>	<u>\$ 9,185</u>

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

	April 1 to June 30, 2022	April 1 to June 30, 2021	January 1 to June 30, 2022	January 1 to June 30, 2021
The Group's share of:				
Net loss and total comprehensive income for current period	(\$ 1,762)	(\$ 496)	(\$ 3,632)	(\$ 2,398)

From Note 8, the common shares of Pacific Hospital Supply Co., Ltd. and Bioteque Corporation held by the Group were transferred to investment from financial assets at fair value through other comprehensive income in June 2022 using the equity method. As it is in the evaluation period, the Group is entrusting experts to assist in identifying and measuring the fair value of the identifiable net assets of the above-mentioned investee companies, and the price allocation will be completed within one year after the transfer date. During subsequent measurement periods, the Group will make retrospective adjustments based on new information obtained about the facts and circumstances that existed at the date of conversion.

The investment of Smart Ecare Inc. accounted for using the equity method and the Group's profit and loss and other comprehensive income calculation for the financial report have not been reviewed by CPAs. The management of the Group believes that the above-mentioned financial report of the subsidiaries which has not been reviewed by

CPAs does not have a significant impact.

15. PROPERTY, PLANT AND EQUIPMENT

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

Please refer to Table 10 for the 2021 and 2022 changes in property, plant and equipment of the Group from January 1 to June 30.

No impairment losses were recognized or reversed from January 1 to June 30 in 2021 and 2022.

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

Buildings	
Main building	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 improvement	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

	June 30, 2022	December 31, 2021	June 30, 2021	
Carrying amount				
Land	\$ 1,013,686	\$ 1,000,840	\$ 1,185,230	
Buildings	<u>10,777</u>	<u>15,728</u>	<u>12,250</u>	
	<u>\$ 1,024,463</u>	<u>\$ 1,016,568</u>	<u>\$ 1,197,480</u>	
	April 1 to June 30, 2022	April 1 to June 30, 2021	January 1 to June 30, 2022	January 1 to June 30, 2021
Depreciation charge for right-of-use assets				
Land	\$ 6,604	\$ 7,699	\$ 13,072	\$ 15,570
Buildings	<u>2,475</u>	<u>3,093</u>	<u>4,950</u>	<u>6,193</u>
	<u>\$ 9,079</u>	<u>\$ 10,792</u>	<u>\$ 18,022</u>	<u>\$ 21,763</u>
Income from the subleasing of right-of-use assets (recognized as operating revenue)	<u>\$ 199</u>	<u>\$ 556</u>	<u>\$ 766</u>	<u>\$ 1,112</u>

Except for the above-recognized and additional depreciation expense, there was no significant sublease and impairment of the right-of-use assets of the Group

from January 1 to June 30 in 2021 and 2022.

b. Lease liabilities

	June 30, 2022	December 31, 2021	June 30, 2021
Carrying amount			
Current	<u>\$ 13,513</u>	<u>\$ 13,168</u>	<u>\$ 10,076</u>
Non-current	<u>\$ 126,732</u>	<u>\$ 126,873</u>	<u>\$ 125,253</u>

Range of discount rates for lease liabilities was as follows:

	June 30, 2022	December 31, 2021	June 30, 2021
Land	0.71%	0.71%	0.71%
Buildings	0.71%	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 lessors' consent.

d. Sublease

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:

	June 30, 2022	December 31, 2021	June 30, 2021
Year 1	<u>\$ 800</u>	<u>\$ 2,269</u>	<u>\$ 556</u>

e. Other lease information

	April 1 to June 30, 2022	April 1 to June 30, 2021	January 1 to June 30, 2022	January 1 to June 30, 2021
Expenses relating to short-term leases	<u>\$ 774</u>	<u>\$ 1,037</u>	<u>\$ 1,610</u>	<u>\$ 2,343</u>
Expenses relating to low-value asset leases	<u>\$ 66</u>	<u>\$ 216</u>	<u>\$ 214</u>	<u>\$ 455</u>
Expenses relating to variable lease payments not included in the measurement of lease liabilities	<u>\$ 29</u>	<u>\$ 8,042</u>	<u>\$ 5,419</u>	<u>\$ 14,126</u>
Total cash outflow for leases			<u>\$ 16,731</u>	<u>\$ 30,905</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

	<u>Land</u>	<u>Buildings</u>	<u>Total</u>
<u>Cost</u>			
Balance at January 1, 2022	\$ 203,363	\$ 155,287	\$ 358,650
Property, plant and equipment	507,107	-	507,107
Balance at June 30, 2022	<u>\$ 710,470</u>	<u>\$ 155,287</u>	<u>\$ 865,757</u>
<u>Accumulated depreciation</u>			
Balance at January 1, 2022	\$ -	\$ 137,085	\$ 137,085
Depreciation expense	-	2,894	2,894
Balance at June 30, 2022	<u>\$ -</u>	<u>\$ 139,979</u>	<u>\$ 139,979</u>
Net amount as of January 1, 2022	<u>\$ 203,363</u>	<u>\$ 18,202</u>	<u>\$ 221,565</u>
Net amount as of June 30, 2022	<u>\$ 710,470</u>	<u>\$ 15,308</u>	<u>\$ 725,778</u>
<u>Cost</u>			
Balance at January 1, 2021	\$ 203,363	\$ 900,329	\$ 1,103,692
Additions	-	410	410
Effect of foreign currency exchange difference	-	(8,914)	(8,914)
Balance at June 30, 2021	<u>\$ 203,363</u>	<u>\$ 891,825</u>	<u>\$ 1,095,188</u>
<u>Accumulated depreciation</u>			
Balance at January 1, 2021	\$ -	\$ 603,393	\$ 603,393
Depreciation expense	-	21,982	21,982
Effect of foreign currency exchange difference	-	(5,829)	(5,829)
Balance at June 30, 2021	<u>\$ -</u>	<u>\$ 619,546</u>	<u>\$ 619,546</u>
Net amount as of June 30, 2021	<u>\$ 203,363</u>	<u>\$ 272,279</u>	<u>\$ 475,642</u>

The investment properties are depreciated on a straight-line basis 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 and 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 fair values of the Group's investment properties as of December 31, 2021 and 2020 were NT\$768,833 thousand and NT\$2,334,976 thousand respectively. As assessed by the management of the Group, there was no significant change in fair value on June 30, 2021 and 2022 compared to December 31, 2020 and 2021.

In June 2022, the Group subleased its land to others by way of business lease and reclassified it as investment properties. The fair value of the investment properties on June 30, 2022 was NT\$856,446 thousand which was calculated based on the actual transaction price in the neighboring area last year.

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

The investment properties are leased out from February 2017 to August 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:

	June 30, 2022	December 31, 2021	June 30, 2021
Year 1	\$ 20,880	\$ 10,037	\$ 63,174
Year 2	21,300	7,560	37,709
Year 3	21,480	7,560	7,560
Year 4	21,480	7,560	7,560
Year 5	16,365	7,560	7,560
Year 6 onwards	237	1,565	5,345
	<u>\$ 101,742</u>	<u>\$ 41,842</u>	<u>\$ 128,908</u>

18. INTANGIBLE ASSETS

	June 30, 2022	December 31, 2021	June 30, 2021
Computer software	\$ 20,545	\$ 34,507	\$ 48,354
Technical skill	17,927	23,200	-
	<u>\$ 38,472</u>	<u>\$ 57,707</u>	<u>\$ 48,354</u>

Except for the recognition of amortization expenses, there was no significant increase, disposal or impairment of the intangible assets of the Group from January 1 to June 30 in 2021 and 2022. 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

19. OTHER ASSETS

	June 30, 2022	December 31, 2021	June 30, 2021
<u>Current</u>			
Office supplies	\$ 194,278	\$ 174,945	\$ 191,230
Prepaid expenses	72,067	140,863	156,678
Net input VAT	86,482	89,292	75,302
Others	2,138	1,009	1,535
	<u>\$ 354,965</u>	<u>\$ 406,109</u>	<u>\$ 424,745</u>
<u>Non-current</u>			
Prepaid equipment	\$ 58,188	\$ 60,922	\$ 104,591
Others	661	12,071	188
	<u>\$ 58,849</u>	<u>\$ 72,993</u>	<u>\$ 104,779</u>

20. SHORT-TERM BORROWINGS

	June 30, 2022	December 31, 2021	June 30, 2021
<u>Unsecured borrowings</u>			
Bank unsecured loans	\$ 74,237,726	\$ 78,031,726	\$ 71,798,726

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

	June 30, 2022	December 31, 2021	June 30, 2021
Bank unsecured loans	0.69%~1.1%	0.60%~0.88%	0.59%~0.88%

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 in accordance with the pre-agreed credit terms.

22. OTHER LIABILITIES

	June 30, 2022	December 31, 2021	June 30, 2021
<u>Current</u>			
Other payables			
Payables for employees' compensation	\$ 2,320,831	\$ 2,705,255	\$ 2,841,488
Payables for technical service fees	1,374,685	708,463	480,714
Payables for salaries and bonuses	942,768	1,287,033	1,155,004
Payables for office supplies	143,962	224,733	140,532
Payables for annual leave	132,089	132,498	136,048
Payables for utilities	88,216	71,357	95,715
Payables for taxes	62,069	70,675	91,470
Payables for rework cost	-	-	90,364
Payables for purchases of equipment	90,753	111,709	75,616
Payables for meals	40,119	47,714	50,448
Payables for maintenance	31,713	50,573	44,892
Payables for shipping expenses and warehousing	38,082	39,845	41,590
Payables for professional service fees	20,307	34,999	40,462
Payables for interest	16,022	13,836	11,410
Others	350,310	484,458	506,037
	<u>\$ 5,651,926</u>	<u>\$ 5,983,148</u>	<u>\$ 5,801,790</u>

	June 30, 2022	December 31, 2021	June 30, 2021
Other liabilities			
Advance receipts	\$ 799,742	\$ 748,548	\$ 1,507,751
Deferred revenue	-	584,546	588,347
Guarantee deposits received	16,713	15,952	26,239
Payables for value-added tax	45,595	32,406	8,681
Others	13,197	15,471	7,808
	<u>\$ 875,247</u>	<u>\$ 1,396,923</u>	<u>\$ 2,138,826</u>
<u>Non-current</u>			
Other liabilities			
Guarantee deposits received	<u>\$ 8,503</u>	<u>\$ 8,776</u>	<u>\$ 21,321</u>

23. RETIREMENT BENEFIT PLANS

The pension expenses related to the defined benefit plan recognized from April 1 to June 30, 2022 and 2021 and January 1 to June 30, 2022 and 2021 are calculated based on the pension cost rate actuarially determined on December 31, 2021 and 2020, and the amounts are \$551 thousand, \$548 thousand, \$1,113 thousand and \$1,033 thousand respectively.

24. EQUITY

a. Share capital

1) Ordinary shares

	June 30, 2022	December 31, 2021	June 30, 2021
Number of shares authorized (in thousands)	<u>1,000,000</u>	<u>1,000,000</u>	<u>1,000,000</u>
Shares authorized	<u>\$10,000,000</u>	<u>\$10,000,000</u>	<u>\$10,000,000</u>
Number of shares issued and fully paid (in thousands)	<u>729,753</u>	<u>761,618</u>	<u>761,618</u>
Shares issued	<u>\$ 7,297,531</u>	<u>\$ 7,616,181</u>	<u>\$ 7,616,181</u>

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

On February 24, 2022, the Company's Board of Directors approved a capital reduction to cancel the Company's 31,865 thousand treasury shares, and the record date was February 28, 2022. The Company's paid-in capital was \$7,297,531 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.

According to the regulations of the competent authority, the holder of depositary receipts may request to be redeemed and circulated in the domestic securities exchange market, and foreign investors may request to reissue depositary receipts within the scope of the original issuance amount. As of June 30, 2022 and December 31, 2021 and June 30, 2021, the outstanding GDRs were 311 thousand, 417 thousand and 464 thousand units respectively, equivalent to approximately 1,556 thousand, 2,084 thousand and 2,319 thousand common shares respectively.

b. Capital surplus

	June 30, 2022	December 31, 2021	June 30, 2021
May be used to offset a deficit, distributed as cash dividends, or transferred to share capital (Note)			
Arising from issuance of ordinary shares	\$ 7,066,754	\$ 7,375,327	\$ 7,229,828
Arising from conversion of bonds	12,101,150	12,629,553	12,775,052
May only be used to offset a deficit			
Donations from shareholders	<u>5,136</u>	<u>3,944</u>	<u>3,944</u>
	<u>\$19,173,040</u>	<u>\$20,008,824</u>	<u>\$20,008,824</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 executed 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. For distribution via issuance of new shares, the proposal shall be submitted to the shareholders' meeting for resolution; for cash

distribution, it shall be subject to a resolution of the Board of Directors.

When the Company makes a profit in a fiscal year, the profit shall 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 stock dividends shall 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 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 2021 and 2020 were as follows:

	2021	2020
Legal reserve	\$ <u>857,386</u>	\$ <u>1,965,163</u>
Special reserve	\$ <u>2,567,156</u>	\$ <u>2,205,804</u>
Cash dividends	\$ <u>7,297,531</u>	\$ <u>9,139,417</u>
Cash dividends per share (NT\$)	\$ 10	\$ 12

The Company's Board of Directors resolved to distribute cash dividends on April 6, 2022 and April 20, 2021, respectively; the retained earnings were resolved by the shareholders in their meetings on May 27, 2022 and August 27, 2021, respectively.

d. Other equity

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

	January 1 to June 30, 2022	January 1 to June 30, 2021
Opening balance	(\$ 16,859,133)	(\$ 14,326,474)
Exchange differences on translating the financial statements of foreign operations	<u>9,634,073</u>	(<u>2,871,907</u>)
Ending balance	(\$ <u>7,225,060</u>)	(\$ <u>17,198,381</u>)

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

	January 1 to June 30, 2022	January 1 to June 30, 2021
Opening balance	(\$ 102,333)	(\$ 67,836)
Unrealized gain (loss)		
Equity instruments	(7,543)	(50,028)
Debt instruments	(267,811)	-
Reclassification adjustments		
Disposal of equity instruments	(29,382)	-
Disposal of investments in debt instruments	<u>74,142</u>	<u>-</u>
Ending balance	(\$ <u>332,927</u>)	(\$ <u>117,864</u>)

e. Non-controlling interests

	January 1 to June 30, 2022	January 1 to June 30, 2021
Opening balance	\$ 49,589	\$ 96,537
Current period net profit (loss)	(6,082)	16,848
Other comprehensive income in the current period		
Exchange differences on translating the financial statements of foreign operations	4,201	(1,329)
Distribution of earnings from subsidiaries	(<u>37,157</u>)	<u>-</u>
Ending balance	<u>\$ 10,551</u>	<u>\$ 112,056</u>

f. Treasury shares

Purpose of Buy-back	Shares Cancelled (In Thousands of Shares)
Number of shares at January 1, 2022	21,567
Increase in current period	25,584
Decrease in current period	31,865
Number of shares at June 30, 2022	15,286

To maintain the Company's credit and shareholders' equity, on April 6, 2022, the Company's Board of Directors resolved to buy back 25,000 thousand shares from April 7, 2022 to June 6, 2022 at a price ranging from NT\$102.20 per share to NT\$220.50 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, a total of 15,286 thousand shares were repurchased at a total cost of NT\$2,307,209 thousand.

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 NT\$106.80 per share to NT\$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. At the end of the exercise period, a total of 16,332 thousand shares were repurchased at a total cost of NT\$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 NT\$109.2 per share to NT\$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 at a total cost of NT\$2,533,309 thousand.

On February 24, 2022, the Company's Board of Directors approved a capital reduction to cancel the Company's 31,865 thousand treasury shares, and the record date was February 28, 2022.

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

	April 1 to June 30, 2022	April 1 to June 30, 2021	January 1 to June 30, 2022	January 1 to June 30, 2021
Revenue from contracts with customers				
Metal casing				
Sales income	\$ 5,274,450	\$ 10,385,068	\$ 12,490,789	\$ 22,997,478
Rental income	<u>4,104</u>	<u>16,842</u>	<u>8,595</u>	<u>33,810</u>
	<u>\$ 5,278,554</u>	<u>\$ 10,401,910</u>	<u>\$ 12,499,384</u>	<u>\$ 23,031,288</u>

a. Contract information

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

b. Contract balances

	June 30, 2022	December 31, 2021	June 30, 2021	January 1, 2021
Trade receivables				
Gross carrying amount	\$ 6,471,708	\$ 9,722,596	\$ 14,692,144	\$ 17,374,684
Less: Allowance for impairment loss	<u>(8,438)</u>	<u>(57,183)</u>	<u>(57,183)</u>	<u>(57,183)</u>
	<u>\$ 6,463,270</u>	<u>\$ 9,665,413</u>	<u>\$ 14,634,961</u>	<u>\$ 17,317,501</u>
Contract liabilities - current				
Sale of goods	<u>\$ 24,813</u>	<u>\$ 32,742</u>	<u>\$ 52,105</u>	<u>\$ 12,545</u>

26. NET PROFIT

a. Interest income

	April 1 to June 30, 2022	April 1 to June 30, 2021	January 1 to June 30, 2022	January 1 to June 30, 2021
Bank deposits	\$ 493,630	\$ 198,109	\$ 684,298	\$ 404,345
Investments in debt instruments at FVTOCI	36,437	-	82,935	-
Repurchase agreements	<u>992</u>	<u>1,488</u>	<u>2,722</u>	<u>3,012</u>
	<u>\$ 531,059</u>	<u>\$ 199,597</u>	<u>\$ 769,955</u>	<u>\$ 407,357</u>

b. Other income

	April 1 to June 30, 2022	April 1 to June 30, 2021	January 1 to June 30, 2022	January 1 to June 30, 2021
Government grants	\$ 806,913	\$ 1,424,517	\$ 809,476	\$ 1,650,611
Recycling income	32,603	84,622	38,850	111,839
Dividend income	26,259	-	51,210	-
Other income	<u>1,341</u>	<u>4,430</u>	<u>3,369</u>	<u>21,825</u>
	<u>\$ 867,116</u>	<u>\$ 1,513,569</u>	<u>\$ 902,905</u>	<u>\$ 1,784,275</u>

c. Other gains and losses

	April 1 to June 30, 2022	April 1 to June 30, 2021	January 1 to June 30, 2022	January 1 to June 30, 2021
Fair value changes of financial assets mandatorily classified as at FVTPL	(\$ 612,744)	\$ 31,166	(\$903,810)	\$125,068
Loss of liquidation of subsidiary	-	-	(9,883)	-
Loss on disposal of investment in debt instruments at FVTOCI	(38,873)	-	(74,142)	-
Others	<u>9,084</u>	<u>15,780</u>	<u>29,140</u>	<u>3,978</u>
	<u>(\$642,533)</u>	<u>\$ 46,946</u>	<u>(\$958,695)</u>	<u>\$129,046</u>

d. Interest expense

	April 1 to June 30, 2022	April 1 to June 30, 2021	January 1 to June 30, 2022	January 1 to June 30, 2021
Interest on bank loans	\$141,272	\$115,673	\$271,158	\$228,698
Interest on lease liabilities	<u>250</u>	<u>266</u>	<u>496</u>	<u>589</u>
	<u>\$141,522</u>	<u>\$115,939</u>	<u>\$271,654</u>	<u>\$229,287</u>

e. Depreciation and amortization

	April 1 to June 30, 2022	April 1 to June 30, 2021	January 1 to June 30, 2022	January 1 to June 30, 2021
An analysis of depreciation by function				
Operating costs	\$791,363	\$1,138,790	\$1,605,571	\$2,387,484
Operating expenses	<u>103,946</u>	<u>160,438</u>	<u>207,993</u>	<u>316,753</u>
	<u>\$895,309</u>	<u>\$1,299,228</u>	<u>\$1,813,564</u>	<u>\$2,704,237</u>
An analysis of amortization by function				
Operating costs	\$ 3,619	\$ 6,924	\$ 8,011	\$ 15,420
Operating expenses	<u>8,139</u>	<u>5,806</u>	<u>16,899</u>	<u>11,277</u>
	<u>\$ 11,758</u>	<u>\$ 12,730</u>	<u>\$ 24,910</u>	<u>\$ 26,697</u>

f. Operating expenses directly related to investment properties

	April 1 to June 30, 2022	April 1 to June 30, 2021	January 1 to June 30, 2022	January 1 to June 30, 2021
Direct operating expenses from investment properties generating rental income	<u>\$ 11,758</u>	<u>\$ 11,371</u>	<u>\$ 24,910</u>	<u>\$ 22,833</u>

g. Employee benefits expense

	April 1 to June 30, 2022	April 1 to June 30, 2021	January 1 to June 30, 2022	January 1 to June 30, 2021
Short-term employee benefits	\$2,085,249	\$2,631,757	\$4,185,298	\$5,653,755
Retirement benefits				
Defined contribution plan	127,129	141,334	259,097	281,126
Defined benefit plans (Note 23)	<u>551</u>	<u>548</u>	<u>1,113</u>	<u>1,033</u>
	<u>127,680</u>	<u>141,882</u>	<u>260,210</u>	<u>282,159</u>
	<u>\$2,212,929</u>	<u>\$2,773,639</u>	<u>\$4,445,508</u>	<u>\$5,935,914</u>

An analysis of employee
benefits expense by
function

Operating costs	\$1,642,466	\$2,138,864	\$3,278,975	\$4,627,134
Operating expenses	<u>570,463</u>	<u>634,775</u>	<u>1,166,533</u>	<u>1,308,780</u>
	<u>\$2,212,929</u>	<u>\$2,773,639</u>	<u>\$4,445,508</u>	<u>\$5,935,914</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. Estimated compensation of employees and remuneration of directors from April 1 to June 30, 2022 and 2021, and January 1 to June 30, 2022 and 2021 are as follows:

Accrual rate

	January 1 to June 30, 2022	January 1 to June 30, 2021
Compensation of employees	1.01%	8.00%
Remuneration of directors	0.14%	0.22%

Amount

	April 1 to June 30, 2022	April 1 to June 30, 2021	January 1 to June 30, 2022	January 1 to June 30, 2021
Compensation of employees	<u>\$ 30,403</u>	<u>\$ 149,997</u>	<u>\$ 66,458</u>	<u>\$ 289,525</u>
Remuneration of directors	<u>\$ 4,850</u>	<u>\$ 3,650</u>	<u>\$ 9,100</u>	<u>\$ 7,900</u>

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.

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:

	2021		2020	
	Cash	Shares	Cash	Shares
Compensation of employees	\$ 521,976	\$ -	\$1,164,883	\$ -
Remuneration of directors	\$ 16,400	-	\$ 15,523	-

There was no difference between the actual amount of compensation of employees and remuneration of directors paid and the amount recognized in the consolidated financial statements for the years ended December 31, 2020 and 2021.

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. Foreign exchange gains (losses), net

	April 1 to June 30, 2022	April 1 to June 30, 2021	January 1 to June 30, 2022	January 1 to June 30, 2021
Foreign exchange gains	\$ 7,033,136	\$ 356,045	\$ 9,526,579	\$ 2,517,806
Foreign exchange losses	(3,768,571)	(2,502,725)	(4,060,512)	(4,357,899)
Net income (loss)	\$ 3,264,565	(\$ 2,146,680)	\$ 5,466,067	(\$ 1,840,093)

27. TAXATION

a. Income tax recognized in profit or loss

Major components of income tax expense are as follows:

	April 1 to June 30, 2022	April 1 to June 30, 2021	January 1 to June 30, 2022	January 1 to June 30, 2021
Current tax				
Current tax expense recognized in the current period	\$ 354,971	\$ 560,955	\$ 931,856	\$1,122,040
Income tax on unappropriated earnings	-	340,681	-	340,681
Adjustment for prior years	(70,973)	(21,795)	(70,973)	(21,795)
	<u>283,998</u>	<u>879,841</u>	<u>860,883</u>	<u>1,440,926</u>
Deferred tax				
Current tax expense recognized in the current period	<u>687,284</u>	<u>47,998</u>	<u>1,103,969</u>	<u>519,620</u>
Income tax expense recognized in profit or loss	<u>\$ 971,282</u>	<u>\$ 927,839</u>	<u>\$1,964,852</u>	<u>\$1,960,546</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.

b. Income tax assessment

The income tax declaration proposal for the Company and its subsidiaries Ke Yue, Yi Sheng and Yi De has been approved by the tax collection authority until 2020.

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

	<u>April 1 to June 30, 2022</u>	<u>April 1 to June 30, 2021</u>	<u>January 1 to June 30, 2022</u>	<u>January 1 to June 30, 2021</u>
Profit for the year attributable to owners of the Company	\$ <u>3,512,501</u>	\$ <u>681,429</u>	\$ <u>5,569,619</u>	\$ <u>3,194,531</u>

Number of shares

	In thousand shares			
	<u>April 1 to June 30, 2022</u>	<u>April 1 to June 30, 2021</u>	<u>January 1 to June 30, 2022</u>	<u>January 1 to June 30, 2021</u>
Weighted average number of ordinary shares in computation of basic earnings per share	\$ 720,126	\$ 761,618	\$ 726,106	\$ 761,618
Effect of potentially dilutive ordinary shares:				
Compensation of employees	<u>401</u>	<u>1,591</u>	<u>1,452</u>	<u>3,880</u>
Weighted average number of ordinary shares used in the computation of diluted earnings per share	\$ <u>720,527</u>	\$ <u>763,209</u>	\$ <u>727,558</u>	\$ <u>765,498</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. DISPOSALS OF SUBSIDIARIES

On November 10, 2021, the Group signed an agreement to dispose of its Suzhou subsidiaries (Topo Technology (Suzhou) Co., Ltd. and Meecca Technology (Suzhou Industrial Park) Co., Ltd.) The Group completed the disposal on December 3, 2021 and lost control of these subsidiaries.

a. Consideration received from disposals

	<u>Suzhou Subsidiaries</u>
Cash and cash equivalents	\$ <u>5,547,314</u>

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

	<u>Suzhou Subsidiaries</u>
Current assets	
Cash and cash equivalents	\$ 532,552
Financial assets at amortized cost	707
Other receivables	26,443
Other current assets	1
Non-current assets	
Property, plant and equipment	872,415
Right-of-use assets	177,096
Investment properties	238,186
Intangible assets	10
Current liabilities	
Contract liabilities	(9,873)
Other payables	(11,702)
Other current liabilities	(297)
Non-current liabilities	
Other non-current liabilities	(12,996)
Net assets disposed of	<u>\$ 1,812,542</u>

c. Gain on disposal of subsidiaries

	<u>Suzhou Subsidiaries</u>
Consideration received from disposals	\$ 5,547,314
Net assets disposed of	(1,812,542)
Reclassification of other comprehensive income in respect of subsidiaries	(920,542)
Related fees and taxes	(31,862)
Gain on disposal (recognized as other gains and losses)	2,782,368
Less: Capital gains tax (recognized as income tax expense)	498,481
Net gain on disposals	<u>\$ 2,283,887</u>

d. Net cash inflow on disposals of subsidiaries

	<u>Suzhou Subsidiaries</u>
Consideration received in cash and cash equivalents	\$ 5,547,314
Less: Cash and cash equivalent balances disposed of	(532,552)
	<u>\$ 5,014,762</u>

30. CAPITAL MANAGEMENT

The Group requires significant amount 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 payment, 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, dividends payable, and guarantee deposits received.

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

1) Fair value hierarchy

June 30, 2022

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Financial assets at FVTPL</u>				
Exchange-listed or OTC-listed stock or an emerging stock	\$1,613,378	\$ -	\$ -	\$ 1,613,378
Beneficiaries certificates	1,242,895	-	-	1,242,895
Simple Agreement for Future Equity (SAFE)	-	-	80,244	80,244
Private equity fund	-	-	969,657	969,657
Private equity securities	-	-	23,670	23,670
Limited partnerships	-	-	150,813	150,813
	<u>\$ 2,856,273</u>	<u>\$ -</u>	<u>\$ 1,224,384</u>	<u>\$ 4,080,657</u>

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Financial assets at FVTOCI</u>				
Investments in equity instruments at fair value through other comprehensive income (FVTOCI)				
Exchange-listed or OTC-listed stock or an emerging stock	\$ 110,300	\$ -	\$ -	\$ 110,300
Stock not listed on the exchange, OTC, or emerging stock market	-	-	37,140	37,140
Limited partnerships	-	-	920,177	920,177
Investments in debt instruments at FVTOCI				
Bond	-	2,907,778	-	2,907,778
	<u>\$ 110,300</u>	<u>\$2,907,778</u>	<u>\$ 957,317</u>	<u>\$3,975,395</u>

December 31, 2021

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Financial assets at FVTPL</u>				
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 fair value through other comprehensive income (FVTOCI)				
Listed shares and emerging market shares	\$1,870,987	\$ -	\$ -	\$1,870,987
Stock not listed on the exchange, OTC, or emerging stock market	-	-	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>

June 30, 2021

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Financial assets at FVTPL</u>				
Exchange-listed or OTC-listed stock or an emerging stock	\$1,346,520	\$ -	\$ -	\$1,346,520
Beneficiaries certificates	3,895,490	-	-	3,895,490

	Level 1	Level 2	Level 3	Total
Simple Agreement for Future Equity (SAFE)	-	-	75,222	75,222
Private equity fund	-	-	328,261	328,261
Limited partnerships	-	-	100,000	100,000
	<u>\$5,242,010</u>	<u>\$ -</u>	<u>\$ 503,483</u>	<u>\$5,745,493</u>

Financial assets at FVTOCI

Investments in equity instruments at fair value through other comprehensive income (FVTOCI)				
Exchange-listed or OTC-listed stock or an emerging stock	\$ 73,567	\$ -	\$ -	\$ 73,567
Stock not listed on the exchange, OTC, or emerging stock market	-	-	33,900	33,900
Limited partnerships	-	-	698,156	698,156
	<u>\$ 73,567</u>	<u>\$ -</u>	<u>\$ 732,056</u>	<u>\$ 805,623</u>

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

January 1 to June 30, 2022

	Financial assets at FVTPL	Financial assets at FVTOCI	
	Equity Instruments	Equity Instruments	Total
Opening balance	\$ 958,795	\$ 859,146	\$ 1,817,941
Purchases	278,954	-	278,954
Recognized in profit or loss (included in other gains and losses)	(81,343)	-	(81,343)
Recognized in other comprehensive income (included in unrealized valuation gain (loss) on financial assets at FVTOCI)	-	35,596	35,596
Effects of foreign currency exchange differences	67,978	62,575	130,553
Ending balance	<u>\$ 1,224,384</u>	<u>\$ 957,317</u>	<u>\$ 2,181,701</u>

January 1 to June 30, 2021

	Financial assets at FVTPL	Financial assets at FVTOCI	
	Equity Instruments	Equity Instruments	Total
Opening balance	\$ -	\$ 652,880	\$ 652,880
Purchases	506,227	144,556	650,783
Recognized in other comprehensive income (included in unrealized valuation gain (loss) on financial assets at FVTOCI)	-	(50,465)	(50,465)
Effects of foreign currency exchange differences	(2,744)	(14,915)	(17,659)

Ending balance	\$ 503,483	\$ 732,056	\$ 1,235,539
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- 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 R.O.C., limited partnerships, private equity securities and SAFE were estimated using the market approach and based on the recent net equity of the target asset. 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 asset approach.

c. Categories of financial instruments

	June 30, 2022	December 31, 2021	June 30, 2021
<u>Financial assets</u>			
Financial assets at FVTPL			
Mandatorily classified as at FVTPL	\$ 4,080,657	\$ 4,926,732	\$ 5,745,493
Financial asset at amortized cost (Note 1)	216,596,514	207,222,225	212,455,524
Financial assets at FVTOCI			
Investments in equity instruments at fair value through other comprehensive income (FVTOCI)	1,067,617	2,730,133	805,623
Investments in debt instruments at FVTOCI	2,907,778	4,571,199	-
<u>Financial liabilities</u>			
Financial liabilities measured at amortized cost (Note 2)	82,298,613	87,505,382	81,274,111

Note 1: The balance includes financial assets measured at amortized cost including cash and cash equivalents, accounts receivable, other receivables and deposits.

Note 2: 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 operations 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 the 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 are exposed 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 has been no change to the Group's exposure to market risks or the manner in which these risks were managed and measured.

a) Foreign currency risk

The Group 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 in 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.

	USD Impact	
	January 1 to June 30, 2022	January 1 to June 30, 2021
Income (loss)	\$ 783,895	\$ 929,328
	RMB Impact	
	January 1 to June 30, 2022	January 1 to June 30, 2021
Income (loss)	(\$ 599)	\$ 28,952

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 decrease in the sensitivity of the Group to the exchange rate of US dollars and RMB in the current period was mainly due to the decrease in net assets of US dollars and RMB. The management believes that the sensitivity analysis cannot represent the inherent risk of exchange rate, because the foreign currency exposure on the consolidated balance sheet date cannot reflect the mid-period risk where the sales denominated in USD currency will vary with customer orders and investment in assets.

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:

	June 30, 2022	December 31, 2021	June 30, 2021
Fair value interest rate risk			
Financial assets	\$ 207,819,281	\$ 185,696,367	\$ 184,653,210
Financial liabilities	140,245	140,041	135,329
Cash flow interest rate risk			
Financial assets	4,783,001	11,352,246	12,704,227
Financial liabilities	74,237,726	78,031,726	71,798,726

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 period from January 1 to June 30 in 2021 and 2022 would have decreased/increased by NT\$34,727 thousand and NT\$29,547 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.

c) Other price risk

The Group has equity price exposure due to its investment in listed (over-the-counter) equity securities and fund beneficial certificates, and has managed risks by holding different risk investment portfolios and asset allocation.

Sensitivity analysis

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

If the price of equity increases/decreases by 1%, the pre-tax profit and loss from January 1 to June 30, 2022 and 2021 will increase/decrease by NT\$28,563 thousand and NT\$52,420 thousand respectively due to the increase/decrease in the fair value of financial assets measured at fair value through other comprehensive income. Other comprehensive profit and loss before tax from January 1 to June 30 in 2022 and 2021 will increase/decrease by NT\$1,103 thousand and NT\$736 thousand respectively due to the increase/decrease in the fair value of financial assets measured at fair value through other comprehensive income.

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 conditions of customers with whom the Group has accounts receivable.

Information on credit risk concentration was as follows:

	June 30, 2022		December 31, 2021		June 30, 2021	
	Amount	%	Amount	%	Amount	%
Customer A	\$1,239,420	19	\$2,913,268	30	\$6,249,206	43
Customer B	1,609,239	25	2,727,725	28	4,202,565	29
Customer C	1,592,223	25	2,100,204	22	1,719,900	12
Customer D	1,077,772	17	651,548	7	434,111	3

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 would 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.

June 30, 2022

	Less than 3 Months	3 Months to 1 Year	1-5 Years	Over 5 Years
<u>Non-derivative financial liabilities</u>				
Non-interest bearing	\$ 13,988,079	\$ 1,361,836	\$ 8,503	\$ -
Lease liabilities	2,495	11,971	18,825	120,700
Variable interest rate liabilities	<u>21,010,792</u>	<u>53,538,854</u>	<u>-</u>	<u>-</u>
	<u>\$ 35,001,366</u>	<u>\$ 54,912,661</u>	<u>\$ 27,328</u>	<u>\$ 120,700</u>

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

	Less than 1 Year	1-5 Years	5-10 Years	10-15 Years	15-20 Years	Over 20 Years
Lease liabilities	<u>\$14,466</u>	<u>\$18,825</u>	<u>\$22,428</u>	<u>\$22,428</u>	<u>\$44,445</u>	<u>\$31,399</u>

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>-</u>	<u>-</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	Over 20 Years
Lease liabilities	<u>\$14,106</u>	<u>\$22,374</u>	<u>\$20,626</u>	<u>\$20,626</u>	<u>\$42,643</u>	<u>\$33,001</u>

June 30, 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	\$ 16,440,904	\$ 2,152,577	\$ 21,321	\$ -
Lease liabilities	2,015	8,985	21,186	116,896
Variable interest rate	<u>27,412,939</u>	<u>44,594,690</u>	<u>-</u>	<u>-</u>

liabilities

\$ 43,855,858 \$ 46,756,252 \$ 42,507 \$ 116,896

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

	Less than 1 Year	1-5 Years	5-10 Years	10-15 Years	15-20 Years	Over 20 Years
Lease liabilities	<u>\$11,000</u>	<u>\$21,186</u>	<u>\$20,626</u>	<u>\$20,626</u>	<u>\$42,643</u>	<u>\$33,001</u>

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

	June 30, 2022	December 31, 2021	June 30, 2021
Unsecured bank loan facilities			
Amount used	\$ 74,800,376	\$ 78,384,829	\$ 71,814,733
Amount unused	<u>26,763,194</u>	<u>18,968,953</u>	<u>15,113,219</u>
	<u>\$101,563,570</u>	<u>\$ 97,353,782</u>	<u>\$ 86,927,952</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

	April 1 to June 30, 2022	April 1 to June 30, 2021	January 1 to June 30, 2022	January 1 to June 30, 2021
Short-term employee benefits	\$ 52,066	\$ 85,777	\$ 104,133	\$ 171,554
Retirement benefits	<u>7,324</u>	<u>7,486</u>	<u>14,648</u>	<u>14,972</u>
	<u>\$ 59,390</u>	<u>\$ 93,263</u>	<u>\$ 118,781</u>	<u>\$ 186,526</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 the balance sheet date were as follows:

Unrecognized commitments are as follows:

	June 30, 2022	December 31, 2021	June 30, 2021
Acquisition of property, plant and	<u>\$ 127,845</u>	<u>\$ 113,324</u>	<u>\$ 204,841</u>

equipment			
Acquisition of inventories	\$ 56,550	\$ 105,067	\$ 50,722

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)

June 30, 2022

Financial assets	Foreign Currency	Exchange Rate	Carrying Amount
<u>Monetary items</u>			
USD	\$ 2,164,262	29.67 (USD:NTD)	\$ 64,213,653
USD	550,312	6.7114 (USD:RMB)	15,860,394
RMB	396	4.414 (RMB:NTD)	1,747
Financial liabilities			
<u>Monetary items</u>			
USD	22,711	29.77 (USD:NTD)	676,101
USD	34,992	6.7112 (USD:RMB)	1,008,464
RMB	13,812	4.464 (RMB:NTD)	61,656

December 31, 2021

Financial assets	Foreign Currency	Exchange Rate	Carrying Amount
<u>Monetary items</u>			
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
Financial liabilities			
<u>Monetary items</u>			
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

June 30, 2021

Financial assets	Foreign Currency	Exchange Rate	Carrying Amount
<u>Monetary items</u>			
USD	\$ 2,540,643	27.81 (USD:NTD)	\$ 70,655,290
USD	893,411	6.4601 (USD:RMB)	24,890,422
RMB	202,845	4.2840 (RMB:NTD)	868,990
RMB	475,854	0.1548 (RMB:USD)	2,052,229
Financial liabilities			
<u>Monetary items</u>			
USD	31,350	27.91 (USD:NTD)	874,970
USD	62,381	6.4601 (USD:RMB)	1,737,924
RMB	6,002	4.3340 (RMB:NTD)	26,014

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:

Foreign Currency	April 1 to June 30, 2022		April 1 to June 30, 2021	
	Exchange Rate	Net Foreign Exchange Gain (Loss)	Exchange Rate	Net Foreign Exchange Gain (Loss)
USD	29.455 (USD:NTD)	(\$ 179)	27.977 (USD:NTD)	(\$ 35,244)
NTD	1 (NTD:NTD)	2,354,382	1 (NTD:NTD)	(1,768,211)
RMB	4.4552 (RMB:NTD)	910,362	4.3319 (RMB:NTD)	(343,225)
		<u>\$ 3,264,565</u>		<u>(\$ 2,146,680)</u>
Foreign Currency	January 1 to June 30, 2022		January 1 to June 30, 2021	
	Exchange Rate	Net Foreign Exchange Gain (Loss)	Exchange Rate	Net Foreign Exchange Gain (Loss)
USD	28.725 (USD:NTD)	\$ 19,545	28.172 (USD:NTD)	(\$ 40,998)
NTD	1 (NTD:NTD)	4,593,398	1 (NTD:NTD)	(1,583,166)
RMB	4.4317 (RMB:NTD)	853,124	4.3543 (RMB:NTD)	(215,929)
		<u>\$ 5,466,067</u>		<u>(\$ 1,840,093)</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 (N/A)
 - 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 5)
 - 8) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital (Table 6)
 - 9) Trading in derivative instruments (N/A)
 - 10) Other: Intercompany relationships and significant intercompany transactions (Table 9)
- b. Information on investees (Table 7)
- 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 8)
 - 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, 5, 6 and 9)
 - 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 from April 1 to June 30, 2022 and 2021, and January 1 to June 30, 2022 and 2021 and information on assets is referenced from the consolidated income statements from April 1 to June 30, 2022 and 2021, and January 1 to June 30, 2022 and 2021 and the consolidated balance sheets as of June 30, 2022 and 2021.

TABLE 1

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

LOANING OF FUNDS TO OTHERS
JANUARY 1 TO JUNE 30, 2022
(In Thousands of New Taiwan Dollars)

No.	Lender	Borrower	Account	Related Parties	Highest Balance for the Period	Ending Balance	Actual Borrowing Amount	Interest Rate (%)	Nature of Financing	Business Transaction Amount	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Limit of Loaning of Funds for Each Borrower (Note 1)	Limit of Aggregate amount of loans (Note 2)
													Item	Value		
1	Catcher Technology (Suqian) Co., Ltd.	Arcadia Technology (Suqian) Co., Ltd.	Other receivables - related parties	Yes	\$ 873,000	\$ -	\$ -	1.5	For short-term financing	\$ -	Operating capital	\$ -	-	\$ -	\$ 775,732,325	\$ 775,732,325
2	Vito Technology (Suqian) Co., Ltd.	Arcadia Technology (Suqian) Co., Ltd.	Other receivables - related parties	Yes	611,100	\$ -	-	1.5	For short-term financing	-	Operating capital	-	-	-	775,732,325	\$ 775,732,325
3	Lyra International Co., Ltd.	Next Level Ltd.	Other receivables - related parties	Yes	594,400	\$ 594,400	-	-	For short-term financing	-	Operating capital	-	-	-	775,732,325	\$ 775,732,325
4	Uranus International Co., Ltd.	Next Level Ltd.	Other receivables - related parties	Yes	891,600	\$ 891,600	-	-	For short-term financing	-	Operating capital	-	-	-	775,732,325	\$ 775,732,325

Note 1: In accordance with the provisions of the Regulations Governing Loaning of Funds, the aggregate amount of inter-company loaning of funds between overseas companies in which the Company holds, directly or indirectly, 100% of shares shall be limited to no more than 500% of the Company's net worth as of the end of the period. Such of loans between domestic subsidiaries shall be limited to no more than 40% of the subsidiary's net worth as of the end of the period. For the companies which the Company has business contact with, the amount of individual loans shall not exceed the amount of the most recent annual business transactions between the two parties.

Note 2: In accordance with the provisions of the Regulations Governing Loaning of Funds, the aggregate amount of inter-company loaning of funds between overseas companies in which the Company holds, directly or indirectly, 100% of shares shall be limited to no more than 500% of the Company's net worth as of the end of the period. Such of loans between domestic subsidiaries shall be limited to no more than 40% of the subsidiary's net worth as of the end of the period.

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
JANUARY 1 TO JUNE 30, 2022
(In Thousands of New Taiwan Dollars)

No.	Endorser/Guarantor	Endorsee/Guarantee		Limit on Endorsement/ Guarantee Given on Behalf of Each Party (Note 1)	Maximum Amount Endorsed/ Guaranteed During the Period	Ending Balance of Endorsement/ Guarantee	Actual Borrowing Amount	Amount Endorsed/ Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit (Note 2)	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	\$ 77,573,233	\$ 10,000	\$ 10,000	\$ 10,000	\$ -	0.01	\$ 155,146,465	N	N	N
1	Catcher Technology (Suqian) Co., Ltd.	Catcher Technology (Suqian) Co., Ltd.	Business relation	77,573,233	13,527	\$ 13,285	\$ 13,285	\$ -	0.01	\$ 155,146,465	N	N	Y
2	Vito Technology (Suqian) Co., Ltd.	Vito Technology (Suqian) Co., Ltd.	Business relation	77,573,233	13,527	\$ 13,285	\$ 13,285	\$ -	0.01	\$ 155,146,465	N	N	Y
3	Arcadia Technology (Suqian) Co., Ltd.	Arcadia Technology (Suqian) Co., Ltd.	Business relation	77,573,233	511,338	\$ 509,696	\$ 509,696	\$ -	0.33	\$ 155,146,465	N	N	Y
4	Envio Technology (Suqian) Co., Ltd.	Envio Technology (Suqian) Co., Ltd.	Business relation	77,573,233	16,385	\$ 16,385	\$ 16,385	\$ -	0.01	\$ 155,146,465	N	N	Y

Note 1: Endorsements/guarantees for a single enterprise by the Company and its foreign subsidiaries shall be limited to no more than 50% of the Company’s net worth at the end of the period..

Note 2: The maximum amount of endorsements/guarantees by the Company and its foreign subsidiaries shall be limited to no more than 100% of the Company’s net worth at the end of the period..

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)

JUNE 30, 2022

(NTS'000 or other foreign currencies in thousands)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Account	End of Period				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Catcher Technology Co., Ltd.	LISTED SHARES							
	Eclat Textile Co., Ltd.	None	Financial assets at FVTPL - current	92,000	\$ 38,226	0.03	\$ 38,226	
	Chung Hsin Electric & Machinery Manufacturing Corporation	None	Financial assets at FVTPL - current	294,000	16,199	0.06	16,199	
	Taiwan Semiconductor Manufacturing Co., Ltd.	None	Financial assets at FVTPL - current	96,000	45,696	-	45,696	
	Gold Circuit Electronics Ltd.	None	Financial assets at FVTPL - current	546,000	41,551	0.10	41,551	
	Chunghwa Telecom Co., Ltd.	None	Financial assets at FVTPL - current	400,000	48,800	0.01	48,800	
	Taiwan Mobile Co., Ltd.	None	Financial assets at FVTPL - current	450,000	48,600	0.01	48,600	
	Global Unichip Corporation	None	Financial assets at FVTPL - current	75,000	36,075	0.06	36,075	
	Jentech Precision Industrial Co., Ltd.	None	Financial assets at FVTPL - current	133,000	44,489	0.11	44,489	
	Episil Technologies Inc.	None	Financial assets at FVTPL - current	300,000	33,600	0.09	33,600	
	Far Eastone Telecommunications Co., Ltd.	None	Financial assets at FVTPL - current	580,000	48,488	0.02	48,488	
	Sinher Technology Inc.	None	Financial assets at FVTPL - current	5,169,917	187,668	6.95	187,668	
	Sino-american Silicon Products Inc.	None	Financial assets at FVTPL - current	200,000	28,200	0.03	28,200	
	Shanghai Commercial & Savings Bank, Ltd.	None	Financial assets at FVTPL - current	800,000	42,480	0.02	42,480	
	Ennoconn Corporation	None	Financial assets at FVTPL - current	20,000	4,280	0.02	4,280	
	PharmaEssentia Corporation	None	Financial assets at FVTPL - current	57,000	29,640	0.02	29,640	
	Formosa Petrochemical Corporation	None	Financial assets at FVTPL - current	470,000	44,086	-	44,086	
	Feng Tay Enterprises Co., Ltd.	None	Financial assets at FVTPL - current	100,000	17,550	0.01	17,550	
	Century Iron and Steel Industrial Co., Ltd.	None	Financial assets at FVTPL - current	71,000	7,846	0.03	7,846	
	Beneficiaries certificates							
	Yuanta/p-shares Taiwan Top 50 ETF	None	Financial assets at FVTPL - current	384,000	44,467		44,467	
	Fubon Taiwan Technology Tracker Fund	None	Financial assets at FVTPL - current	556,000	52,570		52,570	
	Yuanta MSCI Taiwan Financials ETF	None	Financial assets at FVTPL - current	713,000	16,335		16,335	
	Yuanta/p-shares Taiwan Dividend Plus ETF	None	Financial assets at FVTPL - current	1,193,000	32,879		32,879	
	Cathay FTSE China A50 ETF	None	Financial assets at FVTPL - current	1,559,000	38,273		38,273	
	Yuanta S&P 500 ETF	None	Financial assets at FVTPL - current	1,769,000	61,544		61,544	
	Fubon NASDAQ-100 Index ETF	None	Financial assets at FVTPL - current	944,000	41,838		41,838	
	Yuanta U.S. Treasury 20+ Year Bond ETF	None	Financial assets at FVTPL - current	1,549,000	52,589		52,589	
	Cathay TIP TAIEX+ Low Volatility Select 30 ETF	None	Financial assets at FVTPL - current	4,831,000	115,364		115,364	
	Cathay S&P 500 Low Volatility High	None	Financial assets at FVTPL - current	138,000	2,924		2,924	
	Capital Dow Jones U.S. Real Estate Index ETF	None	Financial assets at FVTPL - current	2,368,000	46,602		46,602	
	Cathay BBB Corporate Bond Ex China Coupon 4.5% 10yr plus 20% Sector Capped ETF	None	Financial assets at FVTPL - current	1,257,000	44,799		44,799	
	Cathay High Yield Ex China Cash Pay 1-5 Year 2% Issuer Capped ETF	None	Financial assets at FVTPL - current	3,606,000	129,239		129,239	
	Fubon Taiwan Small-Mid Cap Alpha Momentum 50 ETF	None	Financial assets at FVTPL - current	1,103,000	36,785		36,785	
	Upamc Nyse Fang+ ETF	None	Financial assets at FVTPL - current	1,170,000	42,401		42,401	
	Cathay U.S. PHLX Semiconductor Sector ETF	None	Financial assets at FVTPL - current	1,187,000	26,387		26,387	
	CTBC 0-5 Year AAA-BB EM USD Government Bond ex-144a ETF	None	Financial assets at FVTPL - current	404,000	13,974		13,974	
	UPAMC 10y+ Aa-a USD Senior Corporate Bond ETF	None	Financial assets at FVTPL - current	2,048,000	59,617		59,617	
	Cathay Sustainability High Dividend ETF	None	Financial assets at FVTPL - current	1,354,000	22,558		22,558	
	Cathay Taiwan 5g Plus ETF	None	Financial assets at FVTPL - current	3,007,000	42,369		42,369	
	Fubon FTSE Vietnam ETF	None	Financial assets at FVTPL - current	1,254,000	17,468		17,468	
	Fubon MSCI ACWI IMI Select Future Mobility Top 30 Capped ETF	None	Financial assets at FVTPL - current	2,760,000	35,604		35,604	
	Franklin Templeton SinoAm Global Clean Energy ETF	None	Financial assets at FVTPL - current	2,006,000	40,742		40,742	
	UPAMC JAMES BOND MONEY MARKET FUND			13,349,709	225,566		225,566	
	Unlisted Shares							
	AlphaInfo 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	37,140	3.57	37,140	

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Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Account	End of Period				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Ke Yue Co., Ltd.	LISTED SHARES							
	Formosa Chemicals & Fibre Corporation	None	Financial assets at FVTPL - current	84,000	\$ 6,275	-	\$ 6,275	
	Delta Electronics, Inc.	None	Financial assets at FVTPL - current	50,000	11,075	-	11,075	
	King's Town Bank	None	Financial assets at FVTPL - current	498,000	17,629	0.04	17,629	
	Fubon Financial Holding Co., Ltd.	None	Financial assets at FVTPL - current	654,000	39,109	0.01	39,109	
	Cathay Financial Holdings Co., Ltd.	None	Financial assets at FVTPL - current	750,000	38,175	0.01	38,175	
	CTBC Financial Holding Co., Ltd.	None	Financial assets at FVTPL - current	150,000	3,765	-	3,765	
	ASE Technology Holding Co., Ltd.	None	Financial assets at FVTPL - current	91,000	6,952	-	6,952	
	The Clorox Company	None	Financial assets at FVTPL - current	10,261	42,993	0.01	42,993	
	Intel Corporation	None	Financial assets at FVTPL - current	65,740	73,091	-	73,091	
	Verizon Communications Inc.	None	Financial assets at FVTPL - current	152,555	230,097	-	230,097	
	3M Company	None	Financial assets at FVTPL - current	17,773	68,356	-	68,356	
	Microsoft Corporation	None	Financial assets at FVTPL - current	3,745	28,586	-	28,586	
	Medtronic PLC	None	Financial assets at FVTPL - current	3,400	9,069	-	9,069	
	American Tower Corporation	None	Financial assets at FVTPL - current	2,270	17,243	-	17,243	
	Kimberly-Clark Corporation	None	Financial assets at FVTPL - current	23,558	94,624	0.01	94,624	
	The Goldman Sachs Group, Inc.	None	Financial assets at FVTPL - current	4,923	43,457	-	43,457	
	Unilever PLC	None	Financial assets at FVTPL - current	64,865	88,351	-	88,351	
	V.F. Corporation	None	Financial assets at FVTPL - current	23,658	31,057	0.01	31,057	
	Wistron Corporation	None	Financial assets at FVTOCI - current	100,000	2,670	-	2,670	
	Excelsior Medical Co., Ltd.	None	Financial assets at FVTOCI - current	15,000	1,019	0.01	1,019	
	United Orthopedic Corporation	None	Financial assets at FVTOCI - current	204,000	5,804	0.26	5,804	
	INTAI Technology Corp.	None	Financial assets at FVTOCI - current	270,000	23,355	0.56	23,355	
	Limited partnerships							
	Taiwania Capital Buffalo Fund V, LP	None	Financial assets at FVTPL - non-current	-	94,778	12.78	94,778	Note 3
	MESH Cooperative Ventures Fund LP	None	Financial assets at FVTPL - non-current		56,036	7.45	56,036	Note 3
Yi De Co., Ltd.	LISTED SHARES							
	Excelsior Medical Co., Ltd.	None	Financial assets at FVTOCI - current	20,000	1,358	0.01	1,358	
	United Orthopedic Corporation	None	Financial assets at FVTOCI - current	717,000	20,399	0.92	20,399	
	INTAI Technology Corp.	None	Financial assets at FVTOCI - current	489,000	42,299	1.01	42,299	
Yi Sheng Co., Ltd.	LISTED SHARES							
	United Orthopedic Corporation	None	Financial assets at FVTOCI - current	100,000	2,845	0.13	2,845	
	INTAI Technology Corp.	None	Financial assets at FVTOCI - current	122,000	10,553	0.25	10,553	
Nanomag International Co., Ltd.	Limited partnerships							
	China Renewable Energy Fund, L.P.	None	Financial assets at FVTOCI - non-current	-	USD 34,073	23.51	USD 34,073	Note 3
	BONDS							
	AERCAP IRELAND CAPITAL DAC	None	Financial assets at FVTOCI - non-current	1,025,000	USD 991		USD 991	
	AERCAP IRELAND CAPITAL DAC / AERCA	None	Financial assets at FVTOCI - non-current	1,000,000	USD 953		USD 953	
	AIRCASTLE LTD	None	Financial assets at FVTOCI - non-current	1,000,000	USD 965		USD 965	
	ALLIED UNIVERSAL HOLDCO LLC	None	Financial assets at FVTOCI - non-current	500,000	USD 459		USD 459	
	ARES CAPITAL CORPORATION	None	Financial assets at FVTOCI - non-current	1,000,000	USD 982		USD 982	
	BAT CAPITAL CORP	None	Financial assets at FVTOCI - non-current	1,500,000	USD 1,458		USD 1,458	
	BANCOLOMBIA SA	None	Financial assets at FVTOCI - non-current	1,000,000	USD 921		USD 921	
	BACARDI LTD	None	Financial assets at FVTOCI - non-current	1,615,000	USD 1,599		USD 1,599	
	CCO HOLDINGS LLC	None	Financial assets at FVTOCI - non-current	500,000	USD 447		USD 447	
	CANADIAN NATURAL RESOURCES LTD	None	Financial assets at FVTOCI - non-current	1,500,000	USD 1,490		USD 1,490	
	CELANESE US HOLDINGS LLC	None	Financial assets at FVTOCI - non-current	1,058,000	USD 1,045		USD 1,045	
	CENTENE CORPORATION	None	Financial assets at FVTOCI - non-current	1,000,000	USD 933		USD 933	
	CENTURYLINK INC	None	Financial assets at FVTOCI - non-current	500,000	USD 421		USD 421	
	CHEMOURS COMPANY	None	Financial assets at FVTOCI - non-current	1,000,000	USD 880		USD 880	
	CHENIERE ENERGY PARTNERS LP	None	Financial assets at FVTOCI - non-current	1,000,000	USD 893		USD 893	
	DUKE ENERGY OHIO INC	None	Financial assets at FVTOCI - non-current	1,011,000	USD 1,087		USD 1,087	
	CLEAR CHANNEL INTERNATIONAL BV	None	Financial assets at FVTOCI - non-current	500,000	USD 465		USD 465	
	CONSTELLIUM SE	None	Financial assets at FVTOCI - non-current	250,000	USD 224		USD 224	
	CREDIT SUISSE GROUP AG	None	Financial assets at FVTOCI - non-current	1,600,000	USD 1,585		USD 1,585	
	DCP MIDSTREAM OPERATING LP	None	Financial assets at FVTOCI - non-current	1,000,000	USD 973		USD 973	
	DANSKE BANK A/S	None	Financial assets at FVTOCI - non-current	1,766,000	USD 1,782		USD 1,782	

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Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Account	End of Period				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
	DELTA AIR LINES INC	None	Financial assets at FVTOCI - non-current	1,000,000	USD 924		USD 924	
	DELTA AIR LINES INC	None	Financial assets at FVTOCI - non-current	1,000,000	USD 998		USD 998	
	DISCOVER BANK	None	Financial assets at FVTOCI - non-current	2,000,000	USD 1,923		USD 1,923	
	DISCOVERY COMMUNICATIONS LLC	None	Financial assets at FVTOCI - non-current	1,400,000	USD 1,393		USD 1,393	
	EDP FINANCE BV	None	Financial assets at FVTOCI - non-current	1,812,000	USD 1,797		USD 1,797	
	EQT CORP	None	Financial assets at FVTOCI - non-current	1,000,000	USD 936		USD 936	
	ELDORADO RESORTS INC	None	Financial assets at FVTOCI - non-current	1,000,000	USD 964		USD 964	
	EMPRESA NACIONAL DE TELECOMUNICACI	None	Financial assets at FVTOCI - non-current	1,000,000	USD 994		USD 994	
	ENEL FINANCE INTERNATIONAL NV	None	Financial assets at FVTOCI - non-current	1,076,000	USD 1,042		USD 1,042	
	ENTERGY LOUISIANA LLC	None	Financial assets at FVTOCI - non-current	1,100,000	USD 1,033		USD 1,033	
	EXPEDIA INC	None	Financial assets at FVTOCI - non-current	1,200,000	USD 1,200		USD 1,200	
	EXPEDIA GROUP INC	None	Financial assets at FVTOCI - non-current	800,000	USD 824		USD 824	
	FORD MOTOR COMPANY	None	Financial assets at FVTOCI - non-current	1,000,000	USD 927		USD 927	
	GENERAL MOTORS FINANCIAL CO INC	None	Financial assets at FVTOCI - non-current	1,500,000	USD 1,466		USD 1,466	
	GLENCORE FUNDING LLC	None	Financial assets at FVTOCI - non-current	1,000,000	USD 1,000		USD 1,000	
	GOLDMAN SACHS GROUP INC/THE	None	Financial assets at FVTOCI - non-current	1,000,000	USD 963		USD 963	
	HCA INC	None	Financial assets at FVTOCI - non-current	1,500,000	USD 1,507		USD 1,507	
	HARLEY-DAVIDSON FINANCIAL SERVICES	None	Financial assets at FVTOCI - non-current	1,100,000	USD 1,057		USD 1,057	
	HYUNDAI CAPITAL AMERICA	None	Financial assets at FVTOCI - non-current	2,000,000	USD 1,962		USD 1,962	
	ILIAD HOLDING SAS	None	Financial assets at FVTOCI - non-current	500,000	USD 450		USD 450	
	INTESA SANPAOLO SPA	None	Financial assets at FVTOCI - non-current	1,500,000	USD 1,452		USD 1,452	
	IRON MOUNTAIN INC	None	Financial assets at FVTOCI - non-current	1,000,000	USD 904		USD 904	
	ISRAEL ELECTRIC CORPORATION LTD	None	Financial assets at FVTOCI - non-current	1,500,000	USD 1,537		USD 1,537	
	JDE PEETS NV	None	Financial assets at FVTOCI - non-current	580,000	USD 539		USD 539	
	LABORATORY CORPORATION OF AMERICA	None	Financial assets at FVTOCI - non-current	1,500,000	USD 1,478		USD 1,478	
	LENNAR CORPORATION	None	Financial assets at FVTOCI - non-current	1,364,000	USD 1,361		USD 1,361	
	MPLX LP	None	Financial assets at FVTOCI - non-current	1,000,000	USD 1,007		USD 1,007	
	MATTEL INC	None	Financial assets at FVTOCI - non-current	1,000,000	USD 917		USD 917	
	NRG ENERGY INC	None	Financial assets at FVTOCI - non-current	1,701,000	USD 1,669		USD 1,669	
	NAVIENT CORP	None	Financial assets at FVTOCI - non-current	500,000	USD 451		USD 451	
	NEXTERA ENERGY OPERATING PARTNERS	None	Financial assets at FVTOCI - non-current	1,000,000	USD 957		USD 957	
	NOVELIS CORP	None	Financial assets at FVTOCI - non-current	1,000,000	USD 845		USD 845	
	OMEGA HLTHCARE INVESTORS	None	Financial assets at FVTOCI - non-current	700,000	USD 693		USD 693	
	POSCO	None	Financial assets at FVTOCI - non-current	1,500,000	USD 1,470		USD 1,470	
	PACIFIC GAS AND ELECTRIC COMPANY	None	Financial assets at FVTOCI - non-current	810,000	USD 781		USD 781	
	PARK AEROSPACE HOLDINGS LTD	None	Financial assets at FVTOCI - non-current	1,000,000	USD 992		USD 992	
	PLAINS ALL AMERICAN PIPELINE LP /	None	Financial assets at FVTOCI - non-current	1,000,000	USD 994		USD 994	
	PRIME SECURITY SERVICES BORROWER L	None	Financial assets at FVTOCI - non-current	1,000,000	USD 933		USD 933	
	ROYAL CARIBBEAN CRUISES LTD	None	Financial assets at FVTOCI - non-current	1,000,000	USD 989		USD 989	
	SA GLOBAL SUKUK LTD	None	Financial assets at FVTOCI - non-current	1,000,000	USD 943		USD 943	
	SANTANDER HOLDINGS USA INC	None	Financial assets at FVTOCI - non-current	1,000,000	USD 983		USD 983	
	SCHLUMBERGER HOLDINGS CORP	None	Financial assets at FVTOCI - non-current	1,500,000	USD 1,494		USD 1,494	
	OFFICE PROPERTIES INCOME TRUST	None	Financial assets at FVTOCI - non-current	2,000,000	USD 1,916		USD 1,916	
	SIRIUS XM RADIO INC	None	Financial assets at FVTOCI - non-current	350,000	USD 312		USD 312	
	SOUTHERN CALIFORNIA EDISON COMPANY	None	Financial assets at FVTOCI - non-current	1,370,000	USD 1,328		USD 1,328	
	SPIRIT LOYALTY CAYMAN LTD	None	Financial assets at FVTOCI - non-current	1,000,000	USD 1,026		USD 1,026	
	SPRINGLEAF FINANCE CORP	None	Financial assets at FVTOCI - non-current	1,000,000	USD 955		USD 955	
	STANDARD CHARTERED PLC	None	Financial assets at FVTOCI - non-current	1,000,000	USD 1,009		USD 1,009	
	SURA ASSET MANAGEMENT SA	None	Financial assets at FVTOCI - non-current	1,000,000	USD 991		USD 991	
	SUNOCO LOGISTICS PARTNERS OPERATIO	None	Financial assets at FVTOCI - non-current	750,000	USD 750		USD 750	
	SYNCHRONY FINANCIAL	None	Financial assets at FVTOCI - non-current	1,000,000	USD 994		USD 994	
	TELECOM ITALIA SPA	None	Financial assets at FVTOCI - non-current	1,000,000	USD 961		USD 961	
	TENET HEALTHCARE CORPORATION	None	Financial assets at FVTOCI - non-current	500,000	USD 460		USD 460	
	TRANSDIGM INC	None	Financial assets at FVTOCI - non-current	500,000	USD 482		USD 482	
	TRANSDIGM INC	None	Financial assets at FVTOCI - non-current	500,000	USD 482		USD 482	
	UNITED AIRLINES INC	None	Financial assets at FVTOCI - non-current	1,000,000	USD 881		USD 881	
	VEB FINANCE PLC	None	Financial assets at FVTOCI - non-current	1,000,000	-		-	
	VALERO ENERGY CORPORATION	None	Financial assets at FVTOCI - non-current	367,000	USD 355		USD 355	

(Continued)

(Continued from previous page)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Account	End of Period				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Cor Ventures Pte. Ltd.	VENTAS REALTY LP	None	Financial assets at FVTOCI - non-current	1,000,000	USD 989		USD 989	
	VICI PROPERTIES LP/VICI NOTE CO IN	None	Financial assets at FVTOCI - non-current	1,000,000	USD 913		USD 913	
	VISTRA OPERATIONS COMPANY LLC	None	Financial assets at FVTOCI - non-current	1,000,000	USD 940		USD 940	
	VISTRA OPERATIONS CO LLC VISTRA OPERATIONS CO LLC	None	Financial assets at FVTOCI - non-current	1,000,000	USD 965		USD 965	
	VMWARE INC	None	Financial assets at FVTOCI - non-current	1,000,000	USD 1,003		USD 1,003	
	WESTINGHOUSE AIR BRAKE TECHNOLOGIE	None	Financial assets at FVTOCI - non-current	1,500,000	USD 1,503		USD 1,503	
	WYNDHAM HOTELS & RESORTS INC	None	Financial assets at FVTOCI - non-current	1,000,000	USD 875		USD 875	
	ALFA SAB DE CV	None	Financial assets at FVTOCI - non-current	1,000,000	USD 997		USD 997	
	BANCO SANTANDER MEXICO SA INSTITUC	None	Financial assets at FVTOCI - non-current	1,000,000	USD 1,003		USD 1,003	
	INDONESIA ASAHAN ALUMINIUM PERSERO	None	Financial assets at FVTOCI - non-current	1,000,000	USD 993		USD 993	
	MAF GLOBAL SECURITIES LTD	None	Financial assets at FVTOCI - non-current	1,000,000	USD 1,001		USD 1,001	
	ONGC VIDESH LTD	None	Financial assets at FVTOCI - non-current	1,000,000	USD 1,005		USD 1,005	
	NTPC LTD	None	Financial assets at FVTOCI - non-current	1,000,000	USD 1,000		USD 1,000	
	LUKOIL INTERNATIONAL FINANCE BV	None	Financial assets at FVTOCI - non-current	1,000,000	-		-	
	VIMPELCOM HOLDINGS BV	None	Financial assets at FVTOCI - non-current	500,000	-		-	
	PT BANK MANDIRI (PERSERO) TBK (SYA)	None	Financial assets at FVTOCI - non-current	1,000,000	USD 993		USD 993	
	CNAC HK FINBRIDGE CO LTD	None	Financial assets at FVTOCI - non-current	1,000,000	USD 989		USD 989	
	POWER FINANCE CORP LTD	None	Financial assets at FVTOCI - non-current	1,000,000	USD 976		USD 976	
	SAMBA FUNDING LTD	None	Financial assets at FVTOCI - non-current	1,000,000	USD 966		USD 966	
	MEGLOBAL CANADA INC	None	Financial assets at FVTOCI - non-current	1,000,000	USD 1,009		USD 1,009	
	<u>Simple Agreement for Future Equity (SAFE)</u>							
	ViaSurgical 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 fund</u>							
	Ally Bridge Group LP	None	Financial assets at FVTPL - non-current	-	USD 16,293	2.54	USD 16,293	Note 3
	ABG-CMRCO LP	None	Financial assets at FVTPL - non-current	-	USD 9,402	25.32	USD 9,402	Note 3
	Altara Ventures Fund LP	None	Financial assets at FVTPL - non-current	-	USD 1,967	5.21	USD 1,967	Note 3
	New Economy Ventures LP	None	Financial assets at FVTPL - non-current	-	USD 952	7.97	USD 952	Note 3
	<u>Private equity securities</u>							
	Link Wood Limited	None	Financial assets at FVTPL - non-current	-	USD 796	13.33	USD 796	Note 3
	Silver Lake Alpine Fund II	None	Financial assets at FVTPL - non-current	-	USD 4,012	0.37	USD 4,012	Note 3

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 7 and 8 for information on subsidiaries and associates.

Note 3: Percentage of Ownership is the ratio of capital contribution amount.

TABLE 4

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

THE CUMULATIVE TRANSACTION AMOUNT OF ACQUIRED AND DISPOSED OF SAME MARKETABLE SECURITIES AT LEAST NT\$300 MILLION OR 20% OF THE PAID-IN CAPITAL
JANUARY 1 TO JUNE 30, 2022
(NT\$'000 or other foreign currencies in thousands)

Company Name	Type and Name of Marketable Securities	Account	Counterparty	Relationship	Beginning Balance		Acquisition		Disposal				End of period	
					Number of Shares	Amount	Number of Shares	Amount	Number of Shares	Price	Book Value	Disposal (Loss) Profit	Number of Shares	Amount
Ke Yue Co., Ltd.	Beneficiaries certificates UPAMC JAMES BOND MONEY MARKET FUND	Financial assets at FVTPL - current	—	—	35,598,056.18	\$ 600,621	-	\$ -	35,598,056.18	\$ 601,066	\$ 600,040	\$ 1,026	-	\$ -

TABLE 5

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
JANUARY 1 TO JUNE 30, 2022
(In Thousands of New Taiwan Dollars)

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 Co., Ltd.	Next Level Ltd.	Subsidiary	Purchases	\$ 956,845	46	Net 30 to 120 days after month end close	No comparable sales prices for similar products	Equivalent	(\$ 173,843)	27	
Catcher Technology (Suqian) Co., Ltd.	Vito Technology (Suqian) Co., Ltd.	Same ultimate parent company	Sale	(174,978)	9	Net 30 to 90 days after month end close	Equivalent	Equivalent	197,532	9	
	Arcadia Technology (Suqian) Co., Ltd.	Same ultimate parent company	Sale	(1,166,943)	57	Net 30 to 90 days after month end close	Equivalent	Equivalent	1,520,917	68	
Vito Technology (Suqian) Co., Ltd.	Catcher Technology (Suqian) Co., Ltd.	Same ultimate parent company	Sale	(144,038)	5	Net 30 to 90 days after month end close	Equivalent	Equivalent	201,556	6	
	Arcadia Technology (Suqian) Co., Ltd.	Same ultimate parent company	Sale	(1,437,559)	50	Net 30 to 90 days after month end close	Equivalent	Equivalent	1,622,741	52	
Envio Technology (Suqian) Co., Ltd.	Next Level Ltd.	Same ultimate parent company	Sale	(951,861)	100	Net 30 to 90 days after month end close	No comparable sales prices for similar products	Equivalent	983,063	97	

TABLE 6

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL.
JUNE 30, 2022
(In Thousands of New Taiwan Dollars)

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	\$ 580,825	- (Note)	\$ -	Not applicable	\$ 107,951	\$ -
Vito Technology (Suqian) Co., Ltd.	Arcadia Technology (Suqian) Co., Ltd.	Same ultimate parent company	197,532	1.71	-	Not applicable	-	-
	Catcher Technology (Suqian) Co., Ltd.	Same ultimate parent company	1,520,917	1.62	-	Not applicable	203,542	-
	Arcadia Technology (Suqian) Co., Ltd.	Same ultimate parent company	201,556	1.58	-	Not applicable	38,865	-
	Catcher Technology (Suqian) Co., Ltd.	Same ultimate parent company	1,622,741	1.40	-	Not applicable	-	-
Arcadia Technology (Suqian) Co., Ltd.	Catcher Technology (Suqian) Co., Ltd.	Same ultimate parent company	100,582	1.64	-	Not applicable	10,444	-
			100,505	- (Note)		Not applicable	14,276	-
Envio Technology (Suqian) Co., Ltd.	Vito Technology (Suqian) Co., Ltd.	Same ultimate parent company	120,127	1.05	-	Not applicable	32,153	-
	Vito Technology (Suqian) Co., Ltd.	Same ultimate parent company	118,834	- (Note)	-	Not applicable	19,430	-
	Next Level Ltd.	Same ultimate parent company	983,063	1.89	-	Not applicable	139,013	-
Next Level Ltd.	Catcher Technology Co., Ltd.	Ultimate parent company	173,843	12.42	-	Not applicable	173,843	-

Note: The receivables are processed, and the calculation of turnover rate is not applicable.

TABLE 7

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

INFORMATION ON INVESTEEES

JANUARY 1 TO JUNE 30, 2022

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		Investment Amount at the End of Period			Net Income (Loss) of the Investee	Investment income (loss) (Note 1)	Note
				End of the Current Period	End of Last Year	Number of Shares	Proportion %	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	\$ 1,840,652	\$ 897,414	\$ 897,414	Note 3
	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	163,168,603	1,447,233	1,519,371	
	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	1,440,000	45	4,418	(8,071)	(3,632)	
	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	3,000,000	198,390,000	100	2,929,273	(26,577)	(26,577)	
	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	1,000,000	73,270,000	100	1,028,747	19,496	19,496	
	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	1,000,000	73,270,000	100	1,027,273	19,807	19,807	
	Catcher Medtech Co., Ltd.	No. 10, Yongke 5th Rd., Yongkang District, Tainan City 710, Taiwan (R.O.C.)	Manufacturing, and selling medical devices	200,000	200,000	2,000,000	100	198,819	(1,190)	(1,190)	
	Catcher Holdings International Inc.	3524 Silverside Road Suite 35B, Wilmington, New Castle, United State	Investing activities	-	-	-	100	-	-	-	
Ke Yue Co., Ltd.	Pacific Hospital Supply Co., Ltd.	No. 8, Tongke 2nd Rd., Hsinchu Science Park, Jiuhu Vil., Tongluo Township, Miaoli County, Taiwan	Biotechnology and Medical Care	(USD 0) 519,621	(USD 0) 512,063	7,050,000	9.71	501,255	114,773		
	Bioteque Corporation	5F.-6, No. 23, Sec. 1, Chang'an E. Rd., Zhongshan Dist., Taipei City 104, Taiwan (R.O.C.)	Biotechnology and Medical Care	599,636	414,923	5,410,000	7.81	627,560	246,205		
Yi Sheng Co., Ltd.	Pacific Hospital Supply Co., Ltd.	No. 8, Tongke 2nd Rd., Hsinchu Science Park, Jiuhu Vil., Tongluo Township, Miaoli County, Taiwan	Biotechnology and Medical Care	240,757	85,961	3,254,000	4.48	231,360	114,773		
	Bioteque Corporation	5F.-6, No. 23, Sec. 1, Chang'an E. Rd., Zhongshan Dist., Taipei City 104, Taiwan (R.O.C.)	Biotechnology and Medical Care	279,091	224,984	2,589,000	3.74	300,324	246,205		
Yi De Co., Ltd.	Pacific Hospital Supply Co., Ltd.	No. 8, Tongke 2nd Rd., Hsinchu Science Park, Jiuhu Vil., Tongluo Township, Miaoli County, Taiwan	Biotechnology and Medical Care	295,411	252,336	4,047,000	5.57	287,742	114,773		
	Bioteque Corporation	5F.-6, No. 23, Sec. 1, Chang'an E. Rd., Zhongshan Dist., Taipei City 104, Taiwan (R.O.C.)	Biotechnology and Medical Care	243,370	213,396	2,233,000	3.22	259,028	246,205		
Gigamag Co., Ltd.	Neat Co., Ltd.	Vistra Corporate Services Centre, Ground Floor NPF Building, Beach Road, Apia, Samoa	International trade	-	279	-	100	-	(96)		
				(USD 0)	(USD 10,000)						
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	28,127	1,009,592	100	147,911	11,520		
				(USD 1,009,592)	(USD 1,009,592)						
	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	9,251,725	332,079,144	100	15,731,925	(1,333,039)		
				(USD 332,079,144)	(USD 332,079,144)						
	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	31,203	1,050,000	75	31,651	(24,328)		
				(USD 1,120,000)	(USD 1,120,000)						
	Uranus International Co., Ltd.	Room 1907, 19/F, Lee Garden One, 33 Hysan Avenue, Causeway Bay, Hong Kong	Investing activities	11,116,401	11,116,401	399,009,383	100	18,613,397	190,817		
				(USD 399,009,383)	(USD 399,009,383)						
	Norma International Co., Ltd.	Room 1907, 19/F, Lee Garden One, 33 Hysan Avenue, Causeway Bay, Hong Kong	Investing activities	8,345,009	8,345,009	299,533,691	100	11,037,843	2,268,283		
				(USD 299,533,691)	(USD 299,533,691)						
	Next Level Ltd.	Vistra Corporate Services Centre, Ground Floor NPF Building, Beach Road, Apia, Samoa	Investing activities	279	279	10,000	100	348,438	4,943		
				(USD 10,000)	(USD 10,000)						
	Cor Ventures Pte. Ltd.	160 Robinson Road, #14-04 Singapore Business Federation Centre, Singapore 068914	Investing activities	1,536,919	1,536,919	55,165,797	100	1,638,818	(90,994)		
				(USD 55,165,797)	(USD 55,165,797)						

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		Investment Amount at the End of Period			Net Income (Loss) of the Investee	Investment income (loss) (Note 1)	Note
				End of the Current Period	End of Last Year	Number of Shares	Proportion %	Carrying Amount			
Castmate International Co., Ltd.	Cygnus International Co., Ltd.	Room 1907, 19/F, Lee Garden One, 33 Hysan Avenue, Causeway Bay, Hong Kong	Investing activities	278,747 (USD 10,005,259)	278,747 (USD 10,005,259)	-	100	-	10,628		Note 3
Stella International Co., Ltd.	Lyra International Co., Ltd.	Room 1907, 19/F, 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)	30	100	19,757	19,179		
Aquila International Co., Ltd.	Cepheus International Co., Ltd.	Room 1907, 19/F, Lee Garden One, 33 Hysan Avenue, Causeway Bay, Hong Kong	Investing activities	39,004 (USD 1,400,000)	39,004 (USD 1,400,000)	-	100	-	(26,650)		
Catcher Holdings International Inc.	Catcher Ventures Inc.	14451 Chambers Road Suite 100 Tustin, CA 92780, United State	Investing activities	- (USD 0)	- (USD 0)	-	100	-	-		

Note 1: Investment income (loss) only disclosed direct holding companies and the investments accounted for using the equity method..

Note 2: Information on investments in Mainland China is provided in Table 8.

Note 3: The establishment was completed in June 2022, and the investment funds have not been remitted.

TABLE 8

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA
JANUARY 1 TO JUNE 30, 2022
(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)	The Accumulated Investment Amount Remitted from Taiwan at the Beginning of the Current Period (Note 13)	Remittance of Funds		The Accumulated Investment Amount Remitted from Taiwan at the End of the Current Period (Note 13)	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment income (loss) (Note 2)	Book Value of at the End of the Period	Repatriation of Investment Income as of the Current Period
					Outward	Inward						
Catcher Technology (Suzhou) Co., Ltd.	Manufacturing, selling and developing varied metal products	\$ -	(2) Cygnus International Co., Ltd. (Note 8)	\$ 990,865 (USD 33,340,000)	\$ -	\$ -	\$ 990,865 (USD 33,340,000)	\$ -	-	\$ -	\$ -	\$ -
Topo Technology (Suzhou) Co., Ltd.	Manufacturing, selling and developing varied metal products	-	(2) Lyra International Co., Ltd. (Note 4 and 5)	1,198,905 (USD 40,340,000)	-	-	1,198,905 (USD 40,340,000)	-	-	-	-	-
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	-	(2) Cygnus International Co., Ltd. (Note 6)	-	-	-	-	-	-	-	-	-
Catcher Technology (Suqian) Co., Ltd.	Manufacturing, selling and developing varied metal products	5,944,000 (USD 200,000,000)	(2) Uranus International Co., Ltd. (Note 7)	2,823,370 (USD 94,999,000)	-	-	2,823,370 (USD 94,999,000)	(87,744)	100	(37,100) (2)A.	9,399,785	10,597,814
Vito Technology (Suqian) Co., Ltd.	Manufacturing, selling and developing varied metal products	5,745,041 (RMB 409,431,280) (USD 132,300,000)	(2) Uranus International Co., Ltd. (Note 10)	-	-	-	-	190,387	100	227,925 (2)A.	9,253,607	-
Arcadia Technology (Suqian) Co., Ltd.	Manufacturing, selling and developing varied metal products	5,889,915 (RMB 398,499,193) (USD 138,803,527)	(2) Norma International Co., Ltd. (Note 11)	-	-	-	-	2,534,089	100	2,152,397 (2)A.	7,722,929	-
Envio Technology (Suqian) Co., Ltd.	Manufacturing, selling and developing varied metal products	2,947,175 (RMB 188,956,820) (USD 71,010,000)	(2) Norma International Co., Ltd. (Note 16)	-	-	-	-	115,607	100	115,607 (2)A.	3,402,100	-
Aquila Technology (Suqian) Co., Ltd.	Manufacturing and selling molds and electronic parts	41,608 (USD 1,400,000)	(2) Cepheus International Co., Ltd. (Note 17)	33,286 (USD 1,120,000)	-	-	33,286 (USD 1,120,000)	675	75	675 (2)A.	-	169,684
WIT Technology (Taizhou) Co., Ltd. (Note 14)	Researching, developing and manufacturing communication electronic products	-	(2) Cetus International Co., Ltd.	-	-	-	-	-	-	-	-	-
Chaohu Yunhai Magnesium Co., Ltd. (Note 15)	Manufacturing and selling dolomite, aluminum, magnesium alloy and other alkaline-earth metals	-	(2) Sagitta International Co., Ltd.	656,275 (USD 22,081,923)	-	-	656,275 (USD 22,081,923)	-	-	-	-	-

The Accumulated Investment Amount Remitted from Taiwan to the Mainland China at the End of the Current Period (Note 13)	Investment Amounts Authorized by Investment Commission, MOEA (Note 13 and 14)	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA (Note 3)
\$ 5,702,701 (USD 191,880,923)	\$ 42,930,021 (USD 1,050,924,608) (RMB 2,641,316,560)	\$ 93,094,210

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: The supplemental instruction of investment income (loss):

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 reviewed by global accounting firms, which are affiliated with the accounting firms in Taiwan.
 - (2) Financial statements reviewed by CPA of the parent company in Taiwan.
 - (3) Others.

Note 3: The upper limit on investment in Mainland China is calculated as $\$155,157,016 \times 60\% = \$93,094,210$.

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 invested in Topo Technology (Suzhou) Co., Ltd. and the amount of US\$67,000,000 was returned by capital reduction in the first quarter of 2016.

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.

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 then 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 was 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. 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 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 are earnings 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., Ltd. 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., which were then invested in Meecca Technology (Taizhou) Co., Ltd. through Lyra International Co., Ltd. The paid-in capital of US\$18,000,000 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 amount is calculated by USD to NTD exchange rate of 29.72 at the end of period.

The amount is calculated by RMB to NTD exchange rate of 4.4283 at the end of period.

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 Chaohu 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 RMB188,956,820, 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.

Note 17: Aquila Technology (Suqian) Co., Ltd. was dissolved in February 2022, and the remaining amount of capital has not been wired back to Taiwan.

TABLE 9

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT TRANSACTIONS
JANUARY 1 TO JUNE 30, 2022
(In Thousands of New Taiwan Dollars)

No.	Company Name	Related Party	Relationship (Note 1)	Transaction Details			
				Account	Amount (Note 2)	Payment Terms	% of Total Sales or Assets
0	Catcher Technology Co., Ltd.	Next Level Ltd.	1	Purchases	\$ 956,845	The purchase prices have no comparison with those from third parties, net 30 to 120 days after month end close.	7.66
1	Catcher Technology (Suqian) Co., Ltd.	Vito Technology (Suqian) Co., Ltd.	3	Payables to related parties	173,843	The sales prices were not different from third parties, net 30 to 90 days after month end close.	0.07
				Sales revenue	174,978		1.40
				Operating income	514,445		4.12
				Receivables from related parties	197,532		0.08
		Arcadia Technology (Suqian) Co., Ltd.	3	Other receivables from related parties	580,825	The sales prices were not different from third parties, net 30 to 90 days after month end close.	0.23
				Sales revenue	1,166,943		9.34
				Operating expense	76,383		0.61
				Purchases	79,711		0.64
				Receivables from related parties	1,520,917		0.60
				Other payables to related parties	100,505		0.04
		Vito Technology (Suqian) Co., Ltd.	3	Payables to related parties	100,582		0.04
				Sales revenue	144,038		1.15
				Receivables from related parties	201,556		0.08
				Sales revenue	1,437,559		11.50
2	Vito Technology (Suqian) Co., Ltd.	Catcher Technology (Suqian) Co., Ltd.	3	Purchases	77,808	The purchase prices were not different from third parties, net 30 to 90 days after month end close.	0.62
				Receivables from related parties	1,622,741		0.64
				Payables to related parties	120,127		0.05
				Other payables to related parties	64,726		0.03
		Arcadia Technology (Suqian) Co., Ltd.	3	Operating expense	88,013	The purchase prices were not different from third parties, net 30 to 90 days after month end close.	0.70
				Other payables to related parties	118,834		0.05
				Sales revenue	951,861		7.62
				Receivables from related parties	983,063		0.39
		Envio Technology (Suqian) Co., Ltd.	3				
3	Envio Technology (Suqian) Co., Ltd.	Next Level Ltd.	3			The sale prices have no comparison with those from third parties, net 30 to 90 days after month end close.	

Note 1: The relationship are categorized as follows:

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

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

TABLE 10

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

STATEMENT OF CHANGES IN PROPERTY, PLANT AND EQUIPMENT
JANUARY 1 TO JUNE 30, 2022 AND 2021
(In Thousands of New Taiwan Dollars)

	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, 2022	\$ 2,577,548	\$ 15,919,559	\$ 53,309,912	\$ 151,685	\$ 2,174,579	\$ 3,778,489	\$ -	\$ -	\$ 77,911,772
Additions	-	24,820	58,587	39	22,450	101,610	-	-	207,506
Disposals	-	-	(358,486)	(455)	-	(23,719)	-	-	(382,660)
Reclassifications	(507,107)	5,435	67,620	-	946	1,308	-	-	(431,798)
Effect of foreign currency exchange difference	-	256,682	(303,283)	1,885	29,299	49,191	-	-	33,774
Balance at June 30, 2022	<u>\$ 2,070,441</u>	<u>\$ 16,206,496</u>	<u>\$ 52,774,350</u>	<u>\$ 153,154</u>	<u>\$ 2,227,274</u>	<u>\$ 3,906,879</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 77,338,594</u>
<u>Accumulated depreciation and impairment</u>									
Balance at January 1, 2022	\$ -	\$ 6,343,048	\$ 48,164,442	\$ 138,110	\$ 2,127,677	\$ 3,270,148	\$ -	\$ -	\$ 60,043,425
Depreciation expense	-	388,369	1,130,551	6,391	73,373	193,964	-	-	1,792,648
Disposals	-	-	(355,925)	(255)	-	(23,691)	-	-	(379,871)
Reclassifications	-	-	-	-	-	-	-	-	-
Effect of foreign currency exchange difference	-	113,369	(374,169)	1,635	26,032	41,042	-	-	(192,091)
Balance at June 30, 2022	<u>\$ -</u>	<u>\$ 6,844,786</u>	<u>\$ 48,564,899</u>	<u>\$ 145,881</u>	<u>\$ 2,227,082</u>	<u>\$ 3,481,463</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 61,264,111</u>
Net amount as of January 1, 2022	<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>
Net amount as of June 30, 2022	<u>\$ 2,070,441</u>	<u>\$ 9,361,710</u>	<u>\$ 4,209,451</u>	<u>\$ 7,273</u>	<u>\$ 192</u>	<u>\$ 425,416</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,074,483</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	-	4,131	53,704	675	8,660	128,385	-	852	196,407
Disposals	-	-	(658,768)	(906)	(1,073)	(12,120)	-	-	(672,867)
Reclassifications	205,060	33,317	64,649	143	(65)	(15,315)	-	(6,277)	281,512
Effect of foreign currency exchange difference	-	(191,962)	(137,046)	(1,188)	(17,960)	(28,493)	(4)	(17)	(376,670)
Balance at June 30, 2021	<u>\$ 2,384,384</u>	<u>\$ 18,789,878</u>	<u>\$ 53,508,415</u>	<u>\$ 155,838</u>	<u>\$ 2,197,430</u>	<u>\$ 3,688,238</u>	<u>\$ 267</u>	<u>\$ 127,296</u>	<u>\$ 80,851,746</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	-	505,019	1,838,584	9,115	100,005	207,746	23	-	2,660,492
Disposals	-	-	(645,732)	(779)	(1,073)	(9,444)	-	-	(657,028)
Reclassifications	-	-	-	-	(65)	65	-	-	-
Effect of foreign currency exchange difference	-	(89,679)	(76,662)	(945)	(14,860)	(23,020)	(4)	-	(205,170)
Balance at June 30, 2021	<u>\$ -</u>	<u>\$ 8,121,422</u>	<u>\$ 47,237,103</u>	<u>\$ 133,675</u>	<u>\$ 2,066,497</u>	<u>\$ 3,094,988</u>	<u>\$ 267</u>	<u>\$ -</u>	<u>\$ 60,653,952</u>
Net amount as of June 30, 2021	<u>\$ 2,384,384</u>	<u>\$ 10,668,456</u>	<u>\$ 6,271,312</u>	<u>\$ 22,163</u>	<u>\$ 130,933</u>	<u>\$ 593,250</u>	<u>\$ -</u>	<u>\$ 127,296</u>	<u>\$ 20,197,794</u>