

Catcher Technology Co., Ltd. and Subsidiaries

**Consolidated Financial Statements for the
Second Quarter of 2024 and 2023
Independent Auditors' Review Report**

Independent Auditors' Review Report

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

Introduction

We have completed our review of Catcher Technology Co., Ltd. and its subsidiaries' (Catcher Group) Consolidated Balance Sheets as at June 30, 2024 and 2023, the Consolidated Statements of Comprehensive Income for the periods from April 1 to June 30, 2024 and 2023, and from January 1 to June 30, 2024 and 2023, the Consolidated Statements of Changes in Equity and Consolidated Statements of Cash Flows for the periods from January 1 to June 30, 2024 and 2023, as well as the Notes to the Consolidated Financial Statements (including a summary of significant accounting policies). The management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope

We conducted our reviews in accordance with TWSRE 2410 "Review of Financial Information Performed by the Independent Auditor of the Entity" of the Standards on Review Engagement. A review of consolidated financial statements consists of making inquiries (primarily to personnel responsible for financial and accounting matters) and applying analytical and other reviewing 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 Matters), we are not aware of any material aspects in which the aforementioned consolidated financial statements 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 therefore do not present fairly the consolidated financial conditions of Catcher Group as at June 30, 2024 and 2023, as well as the consolidated financial performance for the periods from April 1 to June 30, 2024 and 2023, and from January 1 to June 30, 2024 and 2023, and the consolidated cash flows for the periods from January 1 to June 30, 2024 and 2023.

Other Matters

Among Catcher Group's investments accounted for using the equity method included in the consolidated financial statements for the second quarter of 2024 and 2023, the financial statements of Bioteque Corporation, accounted for using the equity method, were reviewed by other accountants rather than our accountants. Thus, in forming our conclusion on the aforementioned consolidated financial statements, the investment amounts of Bioteque Corporation, accounted for using the equity method, are based on the review reports by other accountants. The balances of the aforementioned investments accounted for using the equity method as at June 30, 2024 and 2023 were NT\$734,575 thousand and NT\$446,694 thousand, respectively, accounting for 0.3% and 0.2% of total consolidated assets. For the periods of April 1 to June 30, 2024 and 2023 and of January 1 to June 30, 2024 and 2023, the share of comprehensive income from associates and joint ventures accounted for using the equity method amounted to NT\$22,826 thousand, NT\$16,836 thousand, NT\$46,978 thousand, and NT\$31,088 thousand, respectively. These amounts represented 0.55%, 0.30%, 0.37%, and 0.40% of consolidated total comprehensive income.

The engagement partners on the audits resulting in this independent auditors' review report are Hung-Ju Liao and Chang-Chun Wu.

Deloitte & Touche
Taipei, Taiwan
Republic of China
August 8, 2024

Notice to Readers

The accompanying consolidated financial statements are intended only to present the consolidated financial position, financial performance and cash flows in accordance with accounting principles and practices generally accepted in the Republic of China and not those of any other jurisdictions. The standards, procedures and practices to 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, 2024, DECEMBER 31, 2023, AND JUNE 30, 2023

(In Thousands of New Taiwan Dollars)

	June 30, 2024		December 31, 2023		June 30, 2023 (after adjustment)	
ASSETS	Amount	%	Amount	%	Amount	%
CURRENT ASSETS						
Cash and cash equivalents (Note 6)	\$ 28,378,498	11	\$ 42,462,866	17	\$ 57,829,016	23
Financial assets at FVTPL - current (Note 7)	551,172	-	378,550	-	177,955	-
Financial assets at FVTOCI - current (Note 8)	7,016,166	3	3,900,676	1	1,743,489	1
Financial assets at amortized cost - current (Notes 9 and 32)	81,560,610	31	66,975,463	26	64,662,488	25
Trade receivables (Notes 11 and 25)	5,749,157	2	3,787,393	1	7,445,294	3
Other receivables (Note 11)	1,867,399	1	1,631,003	1	1,418,593	1
Current tax assets	2,081	-	13,688	-	4,867	-
Inventories (Notes 12 and 33)	1,576,502	1	2,250,076	1	2,676,365	1
Other current assets (Note 19)	228,253	-	221,420	-	275,253	-
Total current assets	<u>126,929,838</u>	<u>49</u>	<u>121,621,135</u>	<u>47</u>	<u>136,233,320</u>	<u>54</u>
NON-CURRENT ASSETS						
Financial assets at FVTPL - non-current (Note 7)	1,998,446	1	1,516,149	1	1,495,459	1
Financial assets at FVTOCI - non-current (Note 8)	87,764,064	33	85,762,654	33	67,798,446	27
Financial assets at amortized cost - non-current (Note 9)	26,991,779	10	25,615,944	10	26,043,865	10
Investments accounted for using the equity method (Note 14)	3,461,424	1	2,930,670	1	2,291,038	1
Property, plant and equipment (Notes 15 and 33)	12,291,370	5	12,772,462	5	13,023,378	5
Right-of-use assets (Note 16)	991,699	-	968,308	-	976,686	-
Investment properties (Note 17)	1,166,236	-	1,168,885	1	1,636,464	1
Intangible assets (Note 18)	6,282	-	10,698	-	15,074	-
Deferred tax assets	3,248,517	1	3,900,308	2	3,300,532	1
Other non-current assets (Note 19)	306,486	-	112,568	-	320,730	-
Total non-current assets	<u>138,226,303</u>	<u>51</u>	<u>134,758,646</u>	<u>53</u>	<u>116,901,672</u>	<u>46</u>
TOTAL ASSETS	<u>\$ 265,156,141</u>	<u>100</u>	<u>\$ 256,379,781</u>	<u>100</u>	<u>\$ 253,134,992</u>	<u>100</u>
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term borrowings (Notes 20 and 32)	\$ 79,159,265	30	\$ 77,417,479	30	\$ 66,856,000	26
Contract liabilities - current (Note 25)	19,607	-	12,264	-	29,829	-
Trade payables (Note 21)	1,508,152	1	1,452,455	1	2,303,189	1
Other payables (Note 22)	4,121,700	2	4,365,322	2	4,621,863	2
Dividends payable	3,401,821	1	3,401,820	1	6,803,641	3
Current tax liabilities	3,012,636	1	5,432,719	2	4,467,006	2
Lease liabilities - current (Note 16)	8,546	-	3,998	-	3,984	-
Other current liabilities (Note 22)	1,056,346	-	881,047	-	869,470	-
Total current liabilities	<u>92,288,073</u>	<u>35</u>	<u>92,967,104</u>	<u>36</u>	<u>85,954,982</u>	<u>34</u>
NON-CURRENT LIABILITIES						
Deferred tax liabilities	5,481,996	2	5,301,423	2	7,328,798	3
Lease liabilities - non-current (Note 16)	122,011	-	133,357	-	132,885	-
Net defined benefit liabilities - non-current (Note 4)	6,541	-	6,543	-	6,562	-
Other non-current liabilities (Note 22)	13,019	-	12,300	-	12,965	-
Total non-current liabilities	<u>5,623,567</u>	<u>2</u>	<u>5,453,623</u>	<u>2</u>	<u>7,481,210</u>	<u>3</u>
Total Liabilities	<u>97,911,640</u>	<u>37</u>	<u>98,420,727</u>	<u>38</u>	<u>93,436,192</u>	<u>37</u>
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Note 24)						
Share capital						
Ordinary shares	6,803,641	2	6,803,641	3	6,803,641	3
Capital surplus	17,878,308	7	17,877,080	7	17,876,763	7
Retained earnings						
Legal reserve	23,280,669	9	22,902,142	9	22,878,477	9
Special reserve	2,669,364	1	545,903	-	2,244,483	1
Unappropriated earnings	114,608,579	43	112,488,261	44	110,429,897	43
Total retained earnings	<u>140,558,612</u>	<u>53</u>	<u>135,936,306</u>	<u>53</u>	<u>135,552,857</u>	<u>53</u>
Other equity	2,003,940	1	(2,669,364)	(1)	(545,904)	-
Total equity attributable to owners of the Company	<u>167,244,501</u>	<u>63</u>	<u>157,947,663</u>	<u>62</u>	<u>159,687,357</u>	<u>63</u>
NON-CONTROLLING INTERESTS	<u>-</u>	<u>-</u>	<u>11,391</u>	<u>-</u>	<u>11,443</u>	<u>-</u>
Total equity	<u>167,244,501</u>	<u>63</u>	<u>157,959,054</u>	<u>62</u>	<u>159,698,800</u>	<u>63</u>
TOTAL LIABILITIES AND EQUITY	<u>\$ 265,156,141</u>	<u>100</u>	<u>\$ 256,379,781</u>	<u>100</u>	<u>\$ 253,134,992</u>	<u>100</u>

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

(Refer to the review report of Deloitte & Touche dated August 8, 2024)

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME APRIL 1 TO JUNE 30, 2024 AND 2023 AND JANUARY 1 TO JUNE 30, 2024 AND 2023 (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	April 1 to June 30, 2024		April 1 to June 30, 2023		January 1 to June 30, 2024		January 1 to June 30, 2023	
	Amount	%	Amount	%	Amount	%	Amount	%
OPERATING REVENUE (Note 25)	\$ 4,672,447	100	\$ 6,891,756	100	\$ 8,331,306	100	\$10,433,500	100
OPERATING COSTS (Notes 12 and 26)	3,082,169	66	4,620,968	67	5,721,505	69	7,350,931	70
GROSS PROFIT	1,590,278	34	2,270,788	33	2,609,801	31	3,082,569	30
OPERATING EXPENSES (Note 26)								
Selling and marketing expenses	100,437	2	67,959	1	170,175	2	137,936	2
General and administrative expenses	279,500	6	489,134	7	641,345	8	937,718	9
Research and development expenses	257,009	6	346,728	5	556,821	6	655,673	6
Total operating expenses	636,946	14	903,821	13	1,368,341	16	1,731,327	17
PROFIT FROM OPERATIONS	953,332	20	1,366,967	20	1,241,460	15	1,351,242	13
NON-OPERATING INCOME AND EXPENSES (Notes 14 and 26)								
Interest income	2,804,332	60	2,643,112	38	5,654,733	68	4,792,615	46
Other income	95,538	2	630,585	9	224,485	3	654,570	6
Foreign exchange gains (losses), net	978,353	21	2,582,461	37	3,885,635	46	1,733,249	17
Other gains (losses), net	35,137	1	38,775	1	86,783	1	99,831	1
Interest expense	(355,798)	(8)	(281,986)	(4)	(724,734)	(9)	(520,809)	(5)
Share of profits (losses) from associates accounted for using the equity method	42,679	1	(878)	-	83,711	1	35,817	-
Total non-operating income and expenses	3,600,241	77	5,612,069	81	9,210,613	110	6,795,273	65
PROFIT BEFORE INCOME TAX	4,553,573	97	6,979,036	101	10,452,073	125	8,146,515	78
INCOME TAX EXPENSE (Notes 4 and 27)	1,118,251	24	2,495,755	36	2,441,098	29	2,779,354	26
CURRENT-PERIOD NET PROFIT (LOSS)	3,435,322	73	4,483,281	65	8,010,975	96	5,367,161	52
OTHER COMPREHENSIVE INCOME (LOSS) (Notes 14 and 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	224,299	5	174,146	3	514,352	6	300,436	3
Items that may be reclassified subsequently to profit or loss:								
Exchange differences from translating the financial statements of foreign operations	2,161,709	46	1,850,134	27	8,785,867	105	987,052	9
Unrealized gain (loss) on investment in debt instruments at fair value through other comprehensive income	(1,679,490)	(36)	(868,119)	(13)	(4,619,367)	(55)	409,834	4

(Continued)

(Continued from previous page)

	April 1 to June 30, 2024		April 1 to June 30, 2023		January 1 to June 30, 2024		January 1 to June 30, 2023	
	Amount	%	Amount	%	Amount	%	Amount	%
Share of other comprehensive income from associates accounted for using the equity method	\$ 1,220	-	\$ 1,716	-	\$ 6,013	-	\$ 1,193	-
Current-period other comprehensive income (post-tax profit or loss)	707,738	15	1,157,877	17	4,686,865	56	1,698,515	16
TOTAL COMPREHENSIVE INCOME	\$ 4,143,060	88	\$ 5,641,158	82	\$12,697,840	152	\$ 7,065,676	68
NET PROFIT ATTRIBUTABLE TO:								
Owners of the Company	\$ 3,435,322	73	\$ 4,483,140	65	\$ 8,010,891	96	\$ 5,366,920	52
Non-controlling Interests	-	-	141	-	84	-	241	-
	\$ 3,435,322	73	\$ 4,483,281	65	\$ 8,010,975	96	\$ 5,367,161	52
TOTAL COMPREHENSIVE INCOME (LOSS) ATTRIBUTABLE TO:								
Owners of the Company	\$ 4,143,060	88	\$ 5,640,765	82	\$12,697,431	152	\$ 7,065,276	68
Non-controlling Interests	-	-	393	-	409	-	400	-
	\$ 4,143,060	88	\$ 5,641,158	82	\$12,697,840	152	\$ 7,065,676	68
EARNINGS PER SHARE (Note 28)								
Basic	\$ 5.05		\$ 6.59		\$ 11.77		\$ 7.75	
Diluted	5.05		6.59		11.76		7.74	

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

(Refer to the review report of Deloitte & Touche dated August 8, 2024)

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
JANUARY 1 TO JUNE 30, 2024 AND 2023
(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 from Translating the Financial Statements of Foreign Operations	Unrealized Valuation Gain (Loss) on Financial Assets Classified as FVTOCI	Total	Treasure Shares	Total	Non-controlling Interests	Total Equity
BALANCE AT JANUARY 1, 2024	\$ 6,803,641	\$ 17,877,080	\$ 22,902,142	\$ 545,903	\$ 112,488,261	(\$ 2,744,533)	\$ 75,169	(\$ 2,669,364)	\$ -	\$ 157,947,663	\$ 11,391	\$ 157,959,054
Appropriation of 2023 second half earnings (Note 24)												
Legal reserve	-	-	378,527	-	(378,527)	-	-	-	-	-	-	-
Special reserve	-	-	-	2,123,461	(2,123,461)	-	-	-	-	-	-	-
Cash dividends	-	-	-	-	(3,401,821)	-	-	-	-	(3,401,821)	-	(3,401,821)
Donations from shareholders	-	1,228	-	-	-	-	-	-	-	1,228	-	1,228
Net profit from January 1 to June 30, 2024	-	-	-	-	8,010,891	-	-	-	-	8,010,891	84	8,010,975
Other comprehensive income after tax from January 1 to June 30, 2024	-	-	-	-	-	8,791,555	(4,105,015)	4,686,540	-	4,686,540	325	4,686,865
Total comprehensive income from January 1 to June 30, 2024	-	-	-	-	8,010,891	8,791,555	(4,105,015)	4,686,540	-	12,697,431	409	12,697,840
Gain (loss) from disposal of investments in equity instruments at FVTOCI	-	-	-	-	13,236	-	(13,236)	(13,236)	-	-	-	-
Decrease in non-controlling interests	-	-	-	-	-	-	-	-	-	-	(11,800)	(11,800)
BALANCE AT JUNE 30, 2024	\$ 6,803,641	\$ 17,878,308	\$ 23,280,669	\$ 2,669,364	\$ 114,608,579	\$ 6,047,022	(\$ 4,043,082)	\$ 2,003,940	\$ -	\$ 167,244,501	\$ -	\$ 167,244,501
BALANCE AT JANUARY 1, 2023	\$ 7,144,671	\$ 18,771,534	\$ 22,354,680	\$ 16,961,466	\$ 102,803,702	(\$ 2,001,758)	(\$ 242,726)	(\$ 2,244,484)	\$ -	\$ 165,791,569	\$ 11,043	\$ 165,802,612
Appropriation of 2022 earnings (Note 24)												
Legal reserve	-	-	523,797	-	(523,797)	-	-	-	-	-	-	-
Special reserve	-	-	-	(14,716,983)	14,716,983	-	-	-	-	-	-	-
Cash dividends	-	-	-	-	(6,803,641)	-	-	-	-	(6,803,641)	-	(6,803,641)
Donations from shareholders	-	988	-	-	-	-	-	-	-	988	-	988
Net profit from January 1 to June 30, 2023	-	-	-	-	5,366,920	-	-	-	-	5,366,920	241	5,367,161
Other comprehensive income after tax from January 1 to June 30, 2023	-	-	-	-	-	988,086	710,270	1,698,356	-	1,698,356	159	1,698,515
Total comprehensive income from January 1 to June 30, 2023	-	-	-	-	5,366,920	988,086	710,270	1,698,356	-	7,065,276	400	7,065,676
Gain (loss) from disposal of investments in equity instruments at FVTOCI	-	-	-	-	(224)	-	224	224	-	-	-	-
Buyback of ordinary shares (Note 24)	-	-	-	-	-	-	-	-	(6,366,835)	(6,366,835)	-	(6,366,835)
Cancellation of treasury shares (Note 24)	(341,030)	(895,759)	-	-	(5,130,046)	-	-	-	6,366,835	-	-	-
BALANCE AT JUNE 30, 2023	\$ 6,803,641	\$ 17,876,763	\$ 22,878,477	\$ 2,244,483	\$ 110,429,897	(\$ 1,013,672)	\$ 467,768	(\$ 545,904)	\$ -	\$ 159,687,357	\$ 11,443	\$ 159,698,800

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

(Refer to the review report of Deloitte & Touche dated August 8, 2024)

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

JANUARY 1 TO JUNE 30, 2024 AND 2023

(In Thousands of New Taiwan Dollars)

	January 1 to June 30, 2024	January 1 to June 30, 2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	\$ 10,452,073	\$ 8,146,515
Income and expenses		
Depreciation expense	1,058,475	1,448,051
Amortization expense	6,625	12,486
Net gain on financial assets at FVTPL	(104,520)	(39,086)
Interest expense	724,734	520,809
Interest income	(5,654,733)	(4,792,615)
Dividend income	(41,315)	-
Share of (profit) loss of associates accounted for using the equity method	(83,711)	(35,817)
Proceeds from disposal of property, plant and equipment	(524,448)	(225,155)
Net loss on disposal of financial assets	57,998	17,238
Unrealized proceeds from foreign currency exchange	(3,603,995)	(953,583)
Net changes in operating assets and liabilities		
Trade receivables	(1,792,629)	2,047,238
Other receivables	(26,252)	(20,081)
Inventories	565,977	449,650
Other current assets	(35,116)	(522,171)
Contract liabilities	(9,238)	(12,974)
Trade payables	(5,374)	(382,335)
Other payables	(169,902)	(569,977)
Other current liabilities	6,626	8,770
Net defined benefit liabilities	(2)	(7)
Cash generated from operations	821,273	5,096,956
Dividends received	41,313	-
Income tax paid	(4,069,423)	(519,928)
Net cash generated from operating activities	(3,206,837)	4,577,028
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of financial assets at fair value through other comprehensive income	(5,247,635)	(63,935,738)
Proceeds from sale of financial assets at fair value through other comprehensive income	892,952	104,975

(Continued)

(Continued from previous page)

	January 1 to June 30, 2024	January 1 to June 30, 2023
Purchase of financial assets at amortized cost	(\$ 132,720,862)	(\$ 137,723,034)
Proceeds from sale of financial assets at amortized cost	122,365,760	190,766,163
Purchase of financial assets at fair value through profit or loss	(544,280)	(177,154)
Proceeds from disposals of financial assets at fair value through profit or loss	73,197	14,022
Acquisition of investments accounted for using the equity method	(441,283)	(66,518)
Increase in prepaid investments	(200,000)	-
Acquisition of property, plant and equipment	(174,383)	(212,321)
Proceeds from disposal of property, plant and equipment	529,417	222,599
Increase in refundable deposits	(6,467)	(26)
Decrease in refundable deposits	3,366	12,981
Acquisition of intangible assets	(71)	-
Acquisition of investment properties	-	(373,574)
Interest received	5,431,129	3,943,279
Cash flow from investing activities	(<u>10,039,160</u>)	(<u>7,424,346</u>)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from short-term borrowings	442,249,062	290,624,000
Repayments of short-term borrowings	(440,756,190)	(280,464,000)
Proceeds from guarantee deposits received	122,633	8,283
Refunds of guarantee deposits received	(1,064)	(2,702)
Repayment of principal of lease liabilities	(4,250)	(6,816)
Distribution of cash dividends	(3,401,820)	-
Purchase of treasury shares	-	(6,366,835)
Interest paid	(709,525)	(517,969)
Changes in non-controlling interests	(11,800)	-
Proceeds from unclaimed dividends	1,228	988
Net cash inflows (outflows) from financing activities	(<u>2,511,726</u>)	(<u>3,274,949</u>)
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS HELD IN FOREIGN CURRENCIES	<u>1,673,355</u>	(<u>145,535</u>)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(14,084,368)	282,096
OPENING CASH AND CASH EQUIVALENTS	<u>42,462,866</u>	<u>57,546,920</u>
CLOSING CASH AND CASH EQUIVALENTS	<u>\$ 28,378,498</u>	<u>\$ 57,829,016</u>

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

(Refer to the review report of Deloitte & Touche dated August 8, 2024)

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

JANUARY 1 TO JUNE 30, 2024 AND 2023

(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 GDRs were de-listed in June 2024 (see Note 24).

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 approved by the Company’s Board of Directors on August 8, 2024.

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, “IFRS Accounting Standards”) endorsed and issued into effect by the Financial Supervisory Commission (FSC).

The initial application of the IFRS Accounting Standards 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 IFRS Accounting Standards endorsed by the FSC for application starting from 2025 are as follows:

New IFRSs	Effective Date Announced by IASB
Amendments to IAS 21 “Lack of Exchangeability”	January 1, 2025 (Note)

Note: Applicable to the annual reporting periods beginning after January 1, 2025. Comparative periods shall not be restated when applying this amendment for the first time. The effect resulting from the initial application of the amendment

will be recognized as retained earnings or the exchange differences of the foreign operations (whichever is appropriate) under equity, along with relevant assets and liabilities affected, as of the date of initial application.

As of the date of issuance of these consolidated financial statements, the Group shall continue to assess other impacts of the amendments to various standards and interpretations on its financial status and financial performance, and shall disclose the relevant impacts when the assessment is completed.

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

New IFRSs	Effective Date Announced by IASB (Note)
“Annual Improvements to IFRS Accounting Standards – Volume 11”	January 1, 2026
Amendments to IFRS 9 and IFRS 7 “Classification and Measurement of Financial Instruments”	January 1, 2026
Amendments to IFRS 10 and IAS 28 “Sale or Investment of Assets Between Investors and Their Affiliates or Joint Ventures”	To be announced
IFRS 17 “Insurance Contracts”	January 1, 2023
Amendments to IFRS 17	January 1, 2023
Amendments to IFRS 17 “Initial Application of IFRS 17 and IFRS 9 – Comparative Information”	January 1, 2023
IFRS 18 “Presentation and Disclosure of Financial Statements”	January 1, 2027
IFRS 19 “Subsidiaries without Public Accountability: Disclosures”	January 1, 2027

Note: Unless stated otherwise, the above new/revised/amended IFRSs shall be effective for the annual reporting periods beginning on or after their respective effective dates.

IFRS 18 “Presentation and Disclosure of Financial Statements”

IFRS 18 will replace IAS 1 “Presentation of Financial Statements”. Major changes include:

- The income statement shall categorize revenues and expenses by operations, investment, financing, taxation and discontinued operations.
- The income statement shall report operating profit and loss, profit and loss before financing and income tax, as well as subtotals and totals of profit and loss.
- Guidelines provided to enhance requirements for aggregation and segmentation: A group must identify assets, liabilities, equity, revenues, expenses, and cash flows arising from individual transactions or other matters, and classify and aggregate them based on common characteristics. This ensures that each line item reported in the primary financial statements has at least one similar characteristic. Items with different characteristics shall be segmented in the primary financial statements and notes. A group shall label such items as “Others” only when informative names are not available.
- Increase the disclosure of performance measurements defined by management: When a group engages in public communications outside of the financial

statements and communicates management's perspective on a particular aspect of the group's overall financial performance to users of the financial statements, it shall disclose in a single note to the financial statements the information of performance measurement defined by management. This includes a description of the measurement, calculation method, a reconciliation to the subtotals or totals specified by IFRS Accounting Standards, and the impact of the relevant reconciliation on taxation and non-controlling interests.

In addition to the aforementioned impacts, as of the date of issuance of these consolidated financial statements, the Group shall continue to assess other impacts of amendments to various standards and interpretations on its financial status and financial performance, and shall disclose the relevant impacts when the assessment is completed.

d. Reclassification of presentation

The Group's management believes that the restrictions on the use of funds repatriated in accordance with the "Management, Utilization and Taxation of Repatriated Offshore Funds Act" have not changed the nature of those deposits. The Group may request immediate access to these funds. Therefore, it is more appropriate to classify the deposits of such special account as cash and cash equivalents. Accordingly, the presentation of the consolidated balance sheet and consolidated statement of cash flows has been modified. As of June 30, 2023, and January 1, 2023, financial assets measured at amortized cost were reclassified as cash and cash equivalents with carrying amounts of NT\$9,503 thousand and NT\$17,551 thousand, respectively. From January 1 to June 30, 2023, related cash flow items were adjusted as follows:

	<u>Adjustment</u>
Cash flow from investing activities	(\$ 8,048)
Net increase in cash and cash equivalents	(\$ 8,048)

4. SUMMARY OF MATERIAL 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. The consolidated financial statements do not contain all the disclosures required by IFRS Accounting Standards for the entire annual financial statements.

b. Basis of Preparation

The consolidated financial statements have been prepared on a historical cost basis, except for financial instruments measured at fair value and net defined benefit liabilities recognized at the present value of the defined benefit obligations 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: (unadjusted) prices quoted in active markets for identical assets or liabilities;
- 2) Level 2 inputs: other than quoted prices classified as Level 1 inputs, observable

inputs for assets or liabilities, either directly obtained (i.e. prices) or indirectly derived (from prices);

3) Level 3 inputs: 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 leads to a deficit balance for the non-controlling interests.

Changes in the Group's ownership interests in subsidiaries that do not result in the Group losing control over its 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.

For details of subsidiaries, the parent's shareholding ratios, and main businesses, please refer to Note 13, Tables 7 and 8.

d. Other material accounting policies

In addition to the following descriptions, please refer to the summary of material accounting policies in the 2023 Consolidated Financial Statements.

1) Criteria for classifying current and non-current assets and liabilities

Current assets include:

- a) Assets held primarily for trading purposes;
- b) Assets expected to be realized within 12 months after the balance sheet date;
- c) Cash and cash equivalents (excluding those restricted for exchange or settlement of liabilities beyond 12 months after the balance sheet date).

Current liabilities include:

- a) Liabilities held primarily for trading purposes;
- b) Liabilities due to be settled within 12 months after the balance sheet date;
- c) Liabilities as at the balance sheet date which do not carry a substantive right to defer settlement to at least 12 months after the balance sheet date.

Those not belonging to the aforementioned current assets or current liabilities are classified as non-current assets or non-current liabilities.

2) Defined benefit 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.

3) Taxation

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

5. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

Please refer to the description of the major sources of uncertainty in material accounting judgments, estimates and assumptions in the 2023 Consolidated Financial Statements.

6. CASH AND CASH EQUIVALENTS

	June 30, 2024	December 31, 2023	June 30, 2023
Cash on hand	\$ 1,436	\$ 1,360	\$ 2,926
Demand deposits	2,409,279	1,149,791	8,762,200
Cash equivalents (investments with initial maturities of less than 3 months)			
Time deposits	25,737,783	41,217,715	48,763,890
Repurchase agreements	230,000	94,000	300,000
	<u>\$28,378,498</u>	<u>\$42,462,866</u>	<u>\$57,829,016</u>

The interest rate ranges of time deposits and repurchase agreements were as follows:

	June 30, 2024	December 31, 2023	June 30, 2023
Time deposits	1.25%~6.43%	1.85%~6.49%	1.14%~6.21%
Repurchase agreements	1.22%	1.08%~1.10%	1.06%~1.11%

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS (FVTPL)

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Financial assets - current</u>			
Mandatorily measured at FVTPL			
Non-derivative financial assets			
- Mutual funds	\$ 550,661	\$ 302,715	\$ -
- Listed stocks	511	75,835	177,955
	<u>\$ 551,172</u>	<u>\$ 378,550</u>	<u>\$ 177,955</u>
<u>Financial assets - non-current</u>			
Mandatorily measured at FVTPL			
Non-derivative financial assets			
- Private equity funds	\$ 1,682,481	\$ 1,210,933	\$ 1,248,647
- Limited partnerships	264,039	256,082	246,812
- Foreign non-listed stocks	51,926	49,134	-
	<u>\$ 1,998,446</u>	<u>\$ 1,516,149</u>	<u>\$ 1,495,459</u>

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

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Current</u>			
Investments in equity instruments	<u>\$ 7,016,166</u>	<u>\$ 3,900,676</u>	<u>\$ 1,743,489</u>
<u>Non-Current</u>			
Investments in equity instruments	\$ 2,616,420	\$ 1,846,392	\$ 1,702,977
Investments in debt instruments	85,147,644	83,916,262	66,095,469
	<u>\$ 87,764,064</u>	<u>\$ 85,762,654</u>	<u>\$ 67,798,446</u>

a. Investments in equity instruments

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Current</u>			
Domestic investments			
Listed stocks	\$ 6,271,010	\$ 3,900,676	\$ 1,743,489
Foreign investments			
Listed stocks	745,156	-	-
	<u>\$ 7,016,166</u>	<u>\$ 3,900,676</u>	<u>\$ 1,743,489</u>
<u>Non-Current</u>			
Domestic investments			
Non-listed stocks	\$ 58,910	\$ 57,348	\$ 56,700
Foreign investments			
Limited partnerships	2,277,975	1,739,485	1,580,634
Listed stocks	279,535	49,559	65,643
	<u>\$ 2,616,420</u>	<u>\$ 1,846,392</u>	<u>\$ 1,702,977</u>

The investments in equity instruments are held for medium- to long-term strategic purpose and are expected to generate long-term profits. Accordingly, the management decided to designate and evaluate the investments in equity instruments at FVTOCI as they believe that recognizing profit or loss from short-term fair value fluctuations of these investments is not consistent with the Group's long-term investment plan.

The Group increased its investment in China Renewable Energy Fund, L.P. (the CREF) by US\$10,822 thousand in January 2024 and US\$12,579 thousand in the year of 2023, respectively, and accounted for 23.51% of the CREF. Holding only 1 out of 5 seats in the Operation Committee of the CREF and considering this having no significant influence over the investee, the management of the Group decided to classify the investment as financial assets at FVTOCI - non-current.

b. Investments in debt instruments

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Non-Current</u>			
Corporate bonds	\$ 3,589,579	\$ 2,243,478	\$ 1,780,799
Government bonds	81,558,065	81,672,784	64,314,670
	<u>\$ 85,147,644</u>	<u>\$ 83,916,262</u>	<u>\$ 66,095,469</u>

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

9. FINANCIAL ASSETS MEASURED AT AMORTIZED COST

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Current</u>			
Domestic investments			
Time deposits with original maturity of more than 3 months (1)	\$ 62,602,969	\$ 51,487,172	\$ 56,577,922
Restricted bank deposits (1 and 2)	18,952,468	15,487,096	8,083,400
Refundable deposits	5,173	1,195	1,166
	<u>\$ 81,560,610</u>	<u>\$ 66,975,463</u>	<u>\$ 64,662,488</u>
<u>Non-Current</u>			
Domestic investments			
Time deposits (1)	\$ 26,991,768	\$ 25,615,113	\$ 25,757,005
Time deposits with original maturity of more than 1 year (1)	-	-	286,028
Refundable deposits	11	831	832
	<u>\$ 26,991,779</u>	<u>\$ 25,615,944</u>	<u>\$ 26,043,865</u>

a. The interest rate range of time deposits as of the balance sheet date was as follows:

	June 30, 2024	December 31, 2023	June 30, 2023
Time deposits	1.36%~5.9%	1.22%~6.49%	1.17%~6.5%

b. For information on pledges of assets measured at amortized cost - current, please refer to Note 32.

10. CREDIT RISK MANAGEMENT FOR INVESTMENTS IN DEBT INSTRUMENTS

Debt instruments invested by the Group are financial assets measured at fair value through other comprehensive income (FVTOCI):

June 30, 2024

	Financial Assets at FVTOCI
Gross carrying amount	\$ 85,183,281
Allowance for impairment loss	(35,637)
	<u>\$ 85,147,644</u>

December 31, 2023

	Financial Assets at FVTOCI
Gross carrying amount	\$ 83,949,982
Allowance for impairment loss	(33,720)
	<u>\$ 83,916,262</u>

June 30, 2023

	Financial Assets at FVTOCI
Gross carrying amount	\$ 66,146,332
Allowance for impairment loss	(50,863)
	<u>\$ 66,095,469</u>

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 invested debt instruments, while reviewing other information such as bond yield curves and major information of the debtors to assess whether the credit risk of the debt instrument investments has increased significantly since initial recognition.

The Group takes into consideration a variety of historical default risks and loss ratios provided by external rating agencies, the debtors' current financial status and the outlook of the industry where it belongs to, to measure the expected credit loss of 12 months or the expected credit loss for the duration of the investment in debt instruments.

The Group currently adopts the following credit risk rating mechanism:

Credit Rating	Definition	Recognition Basis for Expected Credit Loss
Normal	The debtor has low credit risk and sufficient ability to repay the contractual cashflows	Expected credit losses for 12-month
Abnormal	Credit risk has increased significantly since initial recognition	Expected credit loss for the duration of the debt instrument investment (without credit impairment)
Default	There is 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 facing severe financial difficulties and that the Group has no reasonable expectation of recovery	Direct write-off

The carrying amount of investments in debt instruments for each credit rating and the applicable expected credit loss ratio are as follows:

June 30, 2024

Credit Rating	Expected Credit Loss Ratio	Gross Carrying Amount Measured at FVTOCI
Normal	0%	\$ 85,147,644
Abnormal	100%	35,637

December 31, 2023

Credit Rating	Expected Credit Loss Ratio	Gross Carrying Amount Measured at FVTOCI
Normal	0%	\$ 83,916,262
Abnormal	100%	33,720

June 30, 2023

Credit Rating	Expected Credit Loss Ratio	Gross Carrying Amount Measured at FVTOCI
Normal	0%	\$ 66,095,469
Abnormal	100%	50,863

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

	Credit Rating
	Abnormal (expected credit loss, without credit impairment, over the duration)
Balance at January 1, 2024	\$ 33,720
Exchange rate movement	1,917
Balance at June 30, 2024	<u>\$ 35,637</u>
Balance at January 1, 2023	\$ 50,160
Exchange rate movement	703
Balance at June 30, 2023	<u>\$ 50,863</u>

11. TRADE RECEIVABLES AND OTHER RECEIVABLES

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Trade receivables</u>			
At amortized cost			
Gross carrying amount	\$ 5,757,466	\$ 3,795,702	\$ 7,453,732
Less: Allowance for impairment loss	(8,309)	(8,309)	(8,438)
	<u>\$ 5,749,157</u>	<u>\$ 3,787,393</u>	<u>\$ 7,445,294</u>
<u>Other receivables</u>			
Interest receivable	\$ 1,787,352	\$ 1,599,325	\$ 1,363,813
Others	80,047	31,678	54,780
	<u>\$ 1,867,399</u>	<u>\$ 1,631,003</u>	<u>\$ 1,418,593</u>

a. Trade receivables

The average credit period for sales of goods is 30 to 180 days, and there is no interest charged on trade receivables. 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 appropriate actions are taken to recover receivables past due. In addition, the Group reviews the recoverable amount of each individual receivable at the end of the reporting period to ensure that adequate loss allowance is provided against irrecoverable receivables. Thus, the management believes that the Group's credit risk has been significantly reduced.

The Group recognizes the loss allowance for trade receivables based on the lifetime expected credit losses (ECLs). The lifetime ECLs are calculated using a provision matrix by referring to clients' past default records, current financial status and industry conditions, while also taking into account the economic and industry outlook. The provision matrix determines the expected credit loss ratio based on the number of days that a trade receivable is past due, with no further client segmentation, considering there is no significant difference between the loss patterns of different customer groups.

The Group writes off a trade receivable when seeing evidences that the debtor is in severe financial difficulties and there is no realistic prospect of recovery. For instance, when the trade counterpart is under liquidation. For trade receivables that have been written off, the Group continues to engage in enforcement activities in an attempt to

recover the receivables past due. The recovered amount will be recognized as profit or loss.

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

June 30, 2024

	Not past due	1-60 days past due	61-120 days past due	121-180 days past due	180 days past due	Total
Expected credit loss ratio	0%~0.129%	0%~8.377%	0%~12.346%	0%	0%~100%	
Gross carrying amount	\$ 5,315,548	\$ 410,210	\$ 31,291	\$ -	\$ 417	\$ 5,757,466
Loss allowance (lifetime ECLs)	(6,861)	(964)	(67)	-	(417)	(8,309)
Amortized cost	<u>\$ 5,308,687</u>	<u>\$ 409,246</u>	<u>\$ 31,224</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,749,157</u>

December 31, 2023

	Not past due	1-60 days past due	61-120 days past due	Total
Expected credit loss ratio	0%~0.225%	0%~6.346%	0%~10.327%	
Gross carrying amount	\$ 3,572,251	\$ 217,923	\$ 5,528	\$ 3,795,702
Loss allowance (lifetime ECLs)	(8,023)	(210)	(76)	(8,309)
Amortized cost	<u>\$ 3,564,228</u>	<u>\$ 217,713</u>	<u>\$ 5,452</u>	<u>\$ 3,787,393</u>

June 30, 2023

	Not past due	1-60 days past due	61-120 days past due	121-180 days past due	180 days past due	Total
Expected credit loss ratio	0%~0.112%	0%~6.016%	0%	0%	100%	
Gross carrying amount	\$ 7,187,791	\$ 245,547	\$ 20,265	\$ -	\$ 129	\$ 7,453,732
Loss allowance (lifetime ECLs)	(8,044)	(265)	-	-	(129)	(8,438)
Amortized cost	<u>\$ 7,179,747</u>	<u>\$ 245,282</u>	<u>\$ 20,265</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,445,294</u>

There was no change in the allowance loss on trade receivables from January 1 to June 30, 2024 and 2023.

b. Other receivables

No loss allowance is provided as historical experiences suggest that the possibility of recovery for other receivables is extremely high.

12. INVENTORIES

	June 30, 2024	December 31, 2023	June 30, 2023
Merchandise	\$ 1,976	\$ 938	\$ 610
Finished goods	682,663	1,136,776	1,375,634
Work-in-process and semi-finished goods	654,645	716,775	830,693
Raw materials and supplies	237,218	395,587	469,428
	<u>\$ 1,576,502</u>	<u>\$ 2,250,076</u>	<u>\$ 2,676,365</u>

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

	April 1 to June 30, 2024	April 1 to June 30, 2023	January 1 to June 30, 2024	January 1 to June 30, 2023
Cost of inventories sold	\$ 3,599,940	\$ 4,631,360	\$ 6,248,883	\$ 7,570,448
Others	(517,771)	(10,392)	(527,378)	(219,517)
	<u>\$ 3,082,169</u>	<u>\$ 4,620,968</u>	<u>\$ 5,721,505</u>	<u>\$ 7,350,931</u>

13. SUBSIDIARY

Subsidiaries included in the consolidated financial statements

The reporting entities of the consolidated financial statements were as follows:

Investor company	Investee	Main Business	% of Ownership			Remark
			June 30, 2024	December 31, 2023	June 30, 2023	
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	100	
	Catcher Holdings International Inc.	Investing activities	-	-	-	Note 1
	Yi Fa Co., Ltd.	Investing activities	100	100	-	Note 5
	Yi Chuan Co., Ltd.	Investing activities	100	100	-	Note 5
	Yi Zhu Co., Ltd.	Investing activities	100	100	-	Note 5
	Xincher Precision Manufacturing Co., Ltd.	Manufacturing and selling varied alloy products	100	-	-	Note 7
Catcher Medtech Co., Ltd.	Ren He Medtech Co., Ltd.	Selling medical devices	100	100	-	Note 4
	Ren Yi Medtech Co., Ltd.	Selling medical devices	100	100	-	Note 4
Nanomag International Co., Ltd.	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	Note 6
	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	
Castmate International Co., Ltd.	Cygnus International Co., Ltd.	Investing activities	-	-	-	Note 2
Stella International Co., Ltd.	Lyra International Co., Ltd.	Investing activities	100	100	100	
Uranus International Co., Ltd.	Catcher Technology (Suqian) Co., Ltd.	Manufacturing, selling and developing varied alloy products	100	100	100	
	Vito Technology (Suqian) Co., Ltd.	Manufacturing, selling and developing varied alloy products	100	100	100	
Aquila International Co., Ltd.	Cepheus International Co., Ltd.	Investing activities	-	-	100	Note 3
Norma International Co., Ltd.	Arcadia Technology (Suqian) Co., Ltd.	Manufacturing, selling and developing varied alloy products	100	100	100	
	Envio Technology (Suqian) Co., Ltd.	Manufacturing, selling and developing varied alloy products	100	100	100	
Catcher Holdings International Inc.	Catcher Ventures Inc.	Investing activities	-	-	-	Note 1

- Note 1: The Company established Catcher Holdings International Inc. and Catcher Ventures Inc. in June 2022. As of June 30, 2024, the investment funds have not been remitted.
- Note 2: Cygnus International Co., Ltd. was liquidated and canceled in June 2023.
- Note 3: Cepheus International Co., Ltd. was liquidated and canceled in July 2023.
- Note 4: The Company established Ren He Medtech Co., Ltd. and Ren Yi Medtech Co., Ltd. in September 2023.
- Note 5: The Company established Yi Fa Co., Ltd., Yi Chuan Co., Ltd., and Yi Zhu Co., Ltd. in November 2023.
- Note 6: The Board of Directors resolved in February 2024 to liquidate Aquila International Co., Ltd. As of June 30, 2024, the liquidation has not yet been completed.
- Note 7: The Company established Xincher Precision Manufacturing Co., Ltd. in June 2024.

14. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Investments in associates</u>			
Associates that are not individually material			
Pacific Hospital Supply Co., Ltd.	\$ 1,578,846	\$ 1,276,013	\$ 1,024,066
Bioteque Corporation	1,878,939	1,650,947	1,264,188
Smart Ecare Inc.	3,639	3,710	2,784
	<u>\$ 3,461,424</u>	<u>\$ 2,930,670</u>	<u>\$ 2,291,038</u>

Information of associates that are not individually material was as follows:

	April 1 to June 30, 2024	April 1 to June 30, 2023	January 1 to June 30, 2024	January 1 to June 30, 2023
The Group's share of:				
Current-period net profit (loss)	\$ 42,679	(\$ 878)	\$ 83,711	\$ 35,817
Other comprehensive income	<u>1,220</u>	<u>1,716</u>	<u>6,013</u>	<u>1,193</u>
Total comprehensive income	<u>\$ 43,899</u>	<u>\$ 838</u>	<u>\$ 89,724</u>	<u>\$ 37,010</u>

The investment in Smart Ecare Inc., accounted for using the equity method, and its profit and loss as well as other comprehensive income shared with the Group, are calculated based on the financial statements which were not reviewed by CPAs. The management of the Group nevertheless believes this would not have a material impact.

15. PROPERTY, PLANT AND EQUIPMENT

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

Please refer to Table 10 for the changes in property, plant and equipment of the Group from January 1 to June 30 in 2024 and 2023, respectively.

The Group's property, plant, and equipment are depreciated on a straight-line basis over their estimated useful lives as follows:

Buildings	
Main buildings	20-50 years
Mechanical and electrical power equipment	5 years
Engineering systems	2-5 years
Machinery and equipment	2-10 years
Miscellaneous equipment	2-15 years

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

16. LEASE ARRANGEMENTS

a. Right-of-use assets

	June 30, 2024	December 31, 2023	June 30, 2023
Carrying amount			
Land	\$ 978,746	\$ 968,308	\$ 976,686
Buildings	<u>12,953</u>	<u>-</u>	<u>-</u>
	<u>\$ 991,699</u>	<u>\$ 968,308</u>	<u>\$ 976,686</u>
	April 1 to June 30, 2024	April 1 to June 30, 2023	January 1 to June 30, 2024
Addition to right-of-use assets			<u>\$ 13,476</u>
			<u>\$ -</u>
Depreciation charge			
Land	\$ 6,665	\$ 6,624	\$ 13,343
Buildings	<u>562</u>	<u>1,168</u>	<u>562</u>
	<u>\$ 7,227</u>	<u>\$ 7,792</u>	<u>\$ 13,905</u>
			<u>\$ 15,551</u>

Except for the above additions and recognition of depreciation expenses, there were no significant sublease or impairment events for the right-of-use assets of the Group during the period from January 1 to June 30, 2024 and 2023, respectively.

b. Lease liabilities

	June 30, 2024	December 31, 2023	June 30, 2023
Carrying amount			
Current	\$ 8,546	\$ 3,998	\$ 3,984
Non-Current	<u>\$ 122,011</u>	<u>\$ 133,357</u>	<u>\$ 132,885</u>

The range of discount rates for lease liabilities was as follows:

	June 30, 2024	December 31, 2023	June 30, 2023
Land	1.82%	0.71%~0.95%	0.71%~0.95%
Buildings	5%	0.71%~0.95%	0.71%~0.95%

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 consent of the lessors.

d. Other lease information

	April 1 to June 30, 2024	April 1 to June 30, 2023	January 1 to June 30, 2024	January 1 to June 30, 2023
Expenses relating to short-term leases	\$ 1,201	\$ 721	\$ 2,468	\$ 1,878
Expenses relating to low-value asset leases	\$ 86	\$ 102	\$ 153	\$ 207
Expenses relating to variable lease payments not included in the measurement of lease liabilities	\$ 1,642	\$ 2,963	\$ 4,268	\$ 7,289
Total cash outflow for leases			\$ 12,435	\$ 17,226

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

17. INVESTMENT PROPERTIES

	Land	Buildings	Total
<u>Costs</u>			
Balance at January 1, 2023	\$ 915,529	\$ 181,461	\$ 1,096,990
Addition	326,300	138,733	465,033
From property, plant and equipment	193,165	29,673	222,838
Balance at June 30, 2023	\$ 1,434,994	\$ 349,867	\$ 1,784,861
<u>Accumulated depreciation</u>			
Balance at January 1, 2023	\$ -	\$ 143,714	\$ 143,714
Depreciation expense	-	3,694	3,694
From property, plant and equipment	-	989	989
Balance at June 30, 2023	\$ -	\$ 148,397	\$ 148,397
Net amount as of June 30, 2023	\$ 1,434,994	\$ 201,470	\$ 1,636,464

	Land	Buildings	Total
<u>Costs</u>			
Balance at January 1, 2024	\$ 1,108,694	\$ 211,231	\$ 1,319,925
Addition	-	245	245
Disposal	-	(145)	(145)
Balance at June 30, 2024	<u>\$ 1,108,694</u>	<u>\$ 211,331</u>	<u>\$ 1,320,025</u>
<u>Accumulated depreciation</u>			
Balance at January 1, 2024	\$ -	\$ 151,040	\$ 151,040
Depreciation expense	-	2,892	2,892
Disposal	-	(143)	(143)
Balance at June 30, 2024	<u>\$ -</u>	<u>\$ 153,789</u>	<u>\$ 153,789</u>
Net amount as of January 1, 2024	<u>\$ 1,108,694</u>	<u>\$ 60,191</u>	<u>\$ 1,168,885</u>
Net amount as of June 30, 2024	<u>\$ 1,108,694</u>	<u>\$ 57,542</u>	<u>\$ 1,166,236</u>

Depreciation of investment properties are calculated using the straight-line method over their estimated useful lives as follows:

Main buildings	25-50 years
Elevators	15 years
Heat dissipation system	5 years

The fair values of the Company's investment properties as of December 31, 2023 and 2022 were NT\$2,402,379 thousand and NT\$1,625,279 thousand, respectively. As assessed by the management of the Group, there was no significant change in the fair value as of June 30, 2024 and 2023 compared to December 31, 2023 and 2022.

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

The investment properties are leased for a period from February 2017 to July 2029. The lessees agree to extend lease contracts with the rental adjusted based on market conditions. The lessees do not have bargain purchase options to acquire the investment properties at the expiry of the leasing period.

The lease payment receivables from investment properties under an operating lease were as follows:

	June 30, 2024	December 31, 2023	June 30, 2023
Year 1	\$ 31,513	\$ 31,389	\$ 37,859
Year 2	29,684	29,481	33,849
Year 3	20,222	21,003	27,619
Year 4	5,495	5,662	16,365
Year 5	5,257	-	237
More than 5 years	438	-	-
	<u>\$ 92,609</u>	<u>\$ 87,535</u>	<u>\$ 115,929</u>

18. INTANGIBLE ASSETS

	June 30, 2024	December 31, 2023	June 30, 2023
Computer Software	\$ 6,282	\$ 8,589	\$ 7,692
Technical skills	-	2,109	7,382
	<u>\$ 6,282</u>	<u>\$ 10,698</u>	<u>\$ 15,074</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 2024 and 2023, respectively. The aforementioned intangible assets are amortized on a straight-line basis over their estimated useful lives as follows:

Computer Software	2-10 years
Technical skills	5 years

19. OTHER ASSETS

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Current</u>			
Office supplies	\$ 70,868	\$ 66,108	\$ 97,918
Prepaid expenses	61,331	68,113	62,424
Net input VAT	83,410	85,046	111,493
Others	12,644	2,153	3,418
	<u>\$ 228,253</u>	<u>\$ 221,420</u>	<u>\$ 275,253</u>
	June 30, 2024	December 31, 2023	June 30, 2023
<u>Non-Current</u>			
Prepaid equipment	\$ 105,718	\$ 108,692	\$ 319,353
Prepaid investments	200,000	-	-
Others	768	3,876	1,377
	<u>\$ 306,486</u>	<u>\$ 112,568</u>	<u>\$ 320,730</u>

20. SHORT-TERM BORROWINGS

	June 30, 2024	December 31, 2023	June 30, 2023
Unsecured bank loans	\$ 62,749,432	\$ 63,875,298	\$ 59,856,000
Secured bank loans (Note 32)	16,409,833	13,542,181	7,000,000
	<u>\$ 79,159,265</u>	<u>\$ 77,417,479</u>	<u>\$ 66,856,000</u>

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

	June 30, 2024	December 31, 2023	June 30, 2023
Unsecured bank loans	1.75%~2.95%	1.50%~3.02%	1.70%~1.85%
Secured bank loans	1.64%~3.00%	1.53%~2.90%	1.53%

21. TRADE PAYABLES

The Group's trade payables resulted from operating activities.

The Group has stipulated 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, 2024	December 31, 2023	June 30, 2023
<u>Current</u>			
Other payables			
Payables for compensation of employees	\$ 1,408,403	\$ 1,533,506	\$ 1,714,566
Payables for technical service fees	1,185,262	1,280,514	1,316,532
Payables for salaries and bonuses	626,136	775,764	769,411
Payables for office supplies	132,979	128,984	87,742
Payables for unused annual leave	119,371	106,654	121,145
Payables for taxes	62,978	61,546	62,309
Payables for purchases of equipment	\$ 67,855	\$ 58,894	\$ 98,979
Payables for maintenance	29,517	29,242	45,172
Payables for utilities	70,727	51,860	64,654
Payables for interest	43,599	28,716	25,882
Payables for shipping and warehousing expenses	33,077	23,395	29,837
Payables for professional service fees	19,338	17,909	17,037
Payables for meals	26,400	25,055	30,307
Others	296,058	243,283	238,290
	<u>\$ 4,121,700</u>	<u>\$ 4,365,322</u>	<u>\$ 4,621,863</u>
Other liabilities			
Advance payment	\$ 856,822	\$ 794,151	\$ 787,214
Guarantee deposits received	137,859	14,651	23,204
Payables for value-added tax	53,959	62,479	49,522
Others	7,706	9,766	9,530
	<u>\$ 1,056,346</u>	<u>\$ 881,047</u>	<u>\$ 869,470</u>
<u>Non-Current</u>			
Other liabilities			
Guarantee deposits received	\$ 13,019	\$ 12,300	\$ 12,965

23. RETIREMENT BENEFIT PLANS

The pension expenses related to the defined benefit plan recognized from April 1 to June 30 and from January 1 to June 30 in 2024 and 2023, respectively, were NT\$446 thousand, NT\$524 thousand, NT\$888 thousand and NT\$1,061 thousand, respectively, calculated based on the pension cost ratio actuarially determined on December 31, 2023, and 2022, respectively.

24. EQUITY

a. Share capital

1) Ordinary shares

	June 30, 2024	December 31, 2023	June 30, 2023
Number of shares authorized (in thousands)	<u>1,000,000</u>	<u>1,000,000</u>	<u>1,000,000</u>
Authorized capital	<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>680,364</u>	<u>680,364</u>	<u>680,364</u>

Shares issued	\$ 6,803,641	\$ 6,803,641	\$ 6,803,641
---------------	--------------	--------------	--------------

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

On April 18, 2023, the Company's Board of Directors approved a capital reduction to cancel the Company's 34,103 thousand treasury shares, and fixed the record date at April 20, 2023. The Company's paid-in capital was NT\$6,803,641 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 stock options.

2) Global depositary receipts

In June 2011, the Company increased its capital through a cash infusion by participating in the issuance of 6,700 thousand units of Global Depositary Receipts (GDRs), with each unit representing 5 ordinary shares of the Company, resulting in a total of 33,500 thousand ordinary shares issued.

According to the regulations of the competent authority, the holder of depositary receipts may request to redeem and circulate the depositary receipts 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 December 31, 2023 and June 30, 2023, the outstanding GDRs were 27 thousand and 21 thousand units respectively, equivalent to approximately 134 thousand and 105 thousand common shares respectively.

On April 18, 2024, the Company's Board of Directors resolved to terminate the listing of its GDRs on the Luxembourg Stock Exchange (Euro MTF). The delisting was completed in June 2024. As of the delisting date, the outstanding GDRs totaled 72 thousand units (representing the Company's 360 thousand common shares).

b. Capital surplus

	June 30, 2024	December 31, 2023	June 30, 2023
<u>May be used to offset deficits, distributed as cash dividends, or transferred to share capital (Note)</u>			
Issuance premium	\$ 6,588,483	\$ 6,588,483	\$ 6,588,483
Conversion premium	11,282,157	11,282,157	11,282,157
<u>May only be used to offset deficits</u>			
Donations from shareholders	7,315	6,087	6,123
Changes in equity of associates accounted for using the equity method	353	353	-
	<u>\$ 17,878,308</u>	<u>\$ 17,877,080</u>	<u>\$17,876,763</u>

Note: The capital surplus may be used to offset deficits, or may be distributed as cash dividends or transferred to share capital (limited to a certain percentage of the Company's paid-in capital every year) when the Company has no deficits.

c. Retained earnings and dividend policy

In accordance with the profit distribution policy as set forth in the Company's Articles of Incorporation, profit distribution or offsetting of deficits shall be made at the end of every six months of a fiscal year. When the Company makes profits in the first half of a fiscal year, the profits shall be appropriated as follows:

- 1) To pay taxes,
- 2) To offset cumulative deficits,
- 3) To estimate compensation of employees and remuneration of directors,
- 4) To set aside 10% of the profits as legal reserve, unless the cumulative legal reserve equals the Company's paid-in capital,
- 5) To set aside or reverse special reserves in accordance with the pertinent laws or operational needs, and
- 6) The Company's Board of Directors shall propose a plan to distribute any remaining profits together with cumulative retained earnings and retained earnings for the current period. For distribution in new shares, the proposal shall be approved at a shareholders' meeting. For distribution in cash, it shall be approved at the Board meeting.

When the Company makes profits in a fiscal year, the profits shall be appropriated as follows:

- 1) To pay taxes,
- 2) To offset cumulative deficits,
- 3) To set aside 10% of the profits as legal reserve, unless the cumulative legal reserve equals the Company's paid-in capital,
- 4) To set aside or reverse special reserves in accordance with the pertinent laws or operational needs, and
- 5) The Company's Board of Directors shall propose a plan to distribute any remaining profits together with cumulative retained earnings and retained earnings for the current period. For distribution in new shares, the proposal shall be approved at a shareholders' meeting.

The Company is still in the growth stage. Looking forward, it will continue to monitor changes in the economic environment in order to achieve sustainable operations and long-term development. When proposing the appropriation of earnings, the Board of Directors shall focus on stability and growth of dividends; cash dividends shall not be less than 10% of total dividends, while stock dividends may be distributed under the circumstances that cash dividends per share is less than NT\$0.5.

With regard to the policies on distributing the compensation of employees and remuneration of directors, please refer to "Compensation of employees and remuneration of directors" in Note 26(h).

The legal reserve may be used to offset deficits. Where there is 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 Company's appropriations of earnings for the year 2022 was as follows:

	2022
Legal reserve	\$ 523,797
Special reserve (reversal)	(\$ 14,716,983)
Cash dividends	\$ 6,803,641
Cash dividends per share (NT\$)	\$ 10

Distribution of the above cash dividends was approved by the Board of Directors on April 18, 2023; distribution of other earnings for the year 2022 was approved at the General Meeting of Shareholders on May 30, 2023.

The Company's semi-annual appropriations of earnings for the year 2023 and cash dividends per share were respectively approved by the Board of Directors as follows:

	July 1 to December 31, 2023	January 1 to June 30, 2023
Board resolution date	April 18, 2024	November 10, 2023
Legal reserve	\$ 378,527	\$ 23,665
Special reserve (reversal)	\$ 2,123,461	(\$ 1,698,580)
Cash dividends	\$ 3,401,821	\$ 3,401,820
Cash dividends per share (NT\$)	\$ 5	\$ 5

Distribution of the above cash dividends was resolved by the Board of Directors. The other earnings appropriations were approved at the General Meeting of Shareholders on May 30, 2024.

d. Other equity

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

	January 1 to June 30, 2024	January 1 to June 30, 2023
Opening balance	(\$ 2,744,533)	(\$ 2,001,758)
Exchange differences from translating the financial statements of foreign operations	8,785,542	986,893
Share of differences of associates accounted for using the equity method	6,013	1,193
Ending balance	\$ 6,047,022	(\$ 1,013,672)

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

	January 1 to June 30, 2024	January 1 to June 30, 2023
Opening balance	\$ 75,169	(\$ 242,726)
Unrealized gain (loss)		
Equity instruments	514,352	300,436
Debt instruments	(4,677,365)	392,596
Reclassification adjustment		
Disposal of debt instruments	57,998	17,238
Cumulative gain (loss) from disposing of equity instruments transferred to retained earnings	(13,236)	224
Ending balance	(\$ 4,043,082)	\$ 467,768

e. Non-controlling interests

	January 1 to June 30, 2024	January 1 to June 30, 2023
Opening balance	\$ 11,391	\$ 11,043
Current-period net profit (loss)	84	241
Other comprehensive income in the current period		
Exchange differences from translating the financial statements of foreign operations	325	159
Distribution of residual assets from subsidiaries	(11,800)	-
Ending balance	\$ -	\$ 11,443

f. Treasury shares

Purpose of buy-back	Shares cancelled (in thousands of shares)
Number of shares at January 1, 2023	-
Increase in current period	34,103
Decrease in current period	34,103
Number of shares at June 30, 2023	-

On January 31, 2023, the Company's Board of Directors resolved to buy back 36,000 thousand shares from February 1, 2023 to March 31, 2023 at a price ranging from NT\$124.60 per share to NT\$262.50 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, the Company bought back 34,103 thousand shares at a total cost of NT\$6,366,835 thousand.

In accordance with the Securities and Exchange Act, treasury shares shall not exceed 10% of the Company's issued and outstanding shares, and the total amount of treasury shares shall not exceed total retained earnings plus additional paid-in capital and realized capital reserve.

In accordance with 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

	<u>April 1 to June 30, 2024</u>	<u>April 1 to June 30, 2023</u>	<u>January 1 to June 30, 2024</u>	<u>January 1 to June 30, 2023</u>
Revenue from contracts with customers				
Metal casing and interior structured parts				
Sales income	\$ 4,665,751	\$ 6,883,254	\$ 8,317,579	\$10,414,523
Rental income	6,696	8,502	13,727	15,167
Revenue from the rendering of services	-	-	-	3,810
	<u>\$ 4,672,447</u>	<u>\$ 6,891,756</u>	<u>\$ 8,331,306</u>	<u>\$10,433,500</u>

a. Contract information

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

b. Contract balances

	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>	<u>January 1, 2023</u>
Trade receivables				
Gross carrying amount	\$5,757,466	\$3,795,702	\$7,453,732	\$9,573,233
Less: Allowance for impairment loss	(<u>8,309</u>)	(<u>8,309</u>)	(<u>8,438</u>)	(<u>8,438</u>)
	<u>\$5,749,157</u>	<u>\$3,787,393</u>	<u>\$7,445,294</u>	<u>\$9,564,795</u>
Contract liabilities - current				
Sale of goods	<u>\$ 19,607</u>	<u>\$ 12,264</u>	<u>\$ 29,829</u>	<u>\$ 42,803</u>

26. NET PROFIT

a. Interest income

	<u>April 1 to June 30, 2024</u>	<u>April 1 to June 30, 2023</u>	<u>January 1 to June 30, 2024</u>	<u>January 1 to June 30, 2023</u>
Bank deposits	\$1,895,073	\$2,140,738	\$3,870,776	\$4,134,682
Investments in debt instruments at FVTOCI	908,909	502,347	1,783,520	657,830
Repurchase agreements	<u>350</u>	<u>27</u>	<u>437</u>	<u>103</u>
	<u>\$2,804,332</u>	<u>\$2,643,112</u>	<u>\$5,654,733</u>	<u>\$4,792,615</u>

b. Other income

	<u>April 1 to June 30, 2024</u>	<u>April 1 to June 30, 2023</u>	<u>January 1 to June 30, 2024</u>	<u>January 1 to June 30, 2023</u>
Government grants	\$ 1,161	\$ 613,541	\$ 117,344	\$ 615,381
Recycling income	49,916	15,888	60,411	37,035
Dividend income	41,311	-	41,315	-
Other income	<u>3,150</u>	<u>1,156</u>	<u>5,415</u>	<u>2,154</u>
	<u>\$ 95,538</u>	<u>\$ 630,585</u>	<u>\$ 224,485</u>	<u>\$ 654,570</u>

c. Other gains (losses)

	April 1 to June 30, 2024	April 1 to June 30, 2023	January 1 to June 30, 2024	January 1 to June 30, 2023
Gains (losses) on financial assets at FVTPL	\$ 40,354	\$ 34,510	\$ 104,520	\$ 39,086
Gains (losses) on disposal of investments in debt instruments at FVTOCI	(33,432)	(17,238)	(57,998)	(17,238)
Others	<u>28,215</u>	<u>21,503</u>	<u>40,261</u>	<u>77,983</u>
	<u>\$ 35,137</u>	<u>\$ 38,775</u>	<u>\$ 86,783</u>	<u>\$ 99,831</u>

d. Interest expense

	April 1 to June 30, 2024	April 1 to June 30, 2023	January 1 to June 30, 2024	January 1 to June 30, 2023
Interest on bank loans	\$ 355,211	\$ 281,743	\$ 723,903	\$ 520,332
Interest on lease liabilities	<u>587</u>	<u>243</u>	<u>831</u>	<u>477</u>
	<u>\$ 355,798</u>	<u>\$ 281,986</u>	<u>\$ 724,734</u>	<u>\$ 520,809</u>

e. Depreciation and amortization

	April 1 to June 30, 2024	April 1 to June 30, 2023	January 1 to June 30, 2024	January 1 to June 30, 2023
Depreciation by function				
Operating costs	\$ 414,620	\$ 621,386	\$ 925,650	\$ 1,270,758
Operating expenses	<u>55,945</u>	<u>86,687</u>	<u>132,825</u>	<u>177,293</u>
	<u>\$ 470,565</u>	<u>\$ 708,073</u>	<u>\$ 1,058,475</u>	<u>\$ 1,448,051</u>
Amortization by function				
Operating costs	\$ 1,037	\$ 875	\$ 2,020	\$ 1,218
Operating expenses	<u>1,237</u>	<u>5,763</u>	<u>4,605</u>	<u>11,268</u>
	<u>\$ 2,274</u>	<u>\$ 6,638</u>	<u>\$ 6,625</u>	<u>\$ 12,486</u>

f. Operating expenses directly related to investment properties

	April 1 to June 30, 2024	April 1 to June 30, 2023	January 1 to June 30, 2024	January 1 to June 30, 2023
Direct operating expenses from investment properties generating rental income	<u>\$ 2,220</u>	<u>\$ 3,332</u>	<u>\$ 4,622</u>	<u>\$ 5,681</u>

g. Employee benefits

	April 1 to June 30, 2024	April 1 to June 30, 2023	January 1 to June 30, 2024	January 1 to June 30, 2023
Short-term employee benefits	\$1,542,852	\$1,732,437	\$2,784,845	\$3,300,259
Retirement benefits				
Defined contribution plan	84,725	121,799	168,604	237,194
Defined benefit plan (Note 23)	<u>446</u>	<u>524</u>	<u>888</u>	<u>1,061</u>
	<u>85,171</u>	<u>122,323</u>	<u>169,492</u>	<u>238,255</u>
	<u>\$1,628,023</u>	<u>\$1,854,760</u>	<u>\$2,954,337</u>	<u>\$3,538,514</u>
By function				
Operating costs	\$1,261,177	\$1,320,894	\$2,221,957	\$2,543,041
Operating expenses	<u>366,846</u>	<u>533,866</u>	<u>732,380</u>	<u>995,473</u>
	<u>\$1,628,023</u>	<u>\$1,854,760</u>	<u>\$2,954,337</u>	<u>\$3,538,514</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. Estimated compensation of employees and remuneration of directors from April 1 to June 30, 2024 and 2023, and from January 1 to June 30, 2024 and 2023, were as follows:

Accrual rate

	January 1 to June 30, 2024	January 1 to June 30, 2023
Compensation of employees	1.00%	1.00%
Remuneration of directors	0.09%	0.13%

Amount

	April 1 to June 30, 2024	April 1 to June 30, 2023	January 1 to June 30, 2024	January 1 to June 30, 2023
Compensation of employees	<u>\$ 43,408</u>	<u>\$ 54,008</u>	<u>\$100,688</u>	<u>\$ 68,408</u>
Remuneration of directors	<u>\$ 4,550</u>	<u>\$ 4,550</u>	<u>\$ 9,100</u>	<u>\$ 9,100</u>

If there are any further changes in the amounts after the publication of the annual consolidated financial statements, the difference will be treated as changes in accounting estimates and adjusted and recorded in the following year.

The compensation of employees and remuneration of directors for the years ended 2023 and 2022, approved by the Company's Board of Directors on February 22, 2024 and February 23, 2023, respectively, were as follows:

	2023	2022
	Cash	Cash
Compensation of employees	<u>\$ 115,009</u>	<u>\$ 155,823</u>
Remuneration of directors	<u>\$ 18,200</u>	<u>\$ 18,200</u>

There was no difference between the actual amount of compensation of employees and remuneration of directors distributed in 2023 and 2022 and the amount recognized in the consolidated financial statements for the years ended December 31, 2023 and 2022.

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

i. Foreign currency exchange gains (losses), net

	April 1 to June 30, 2024	April 1 to June 30, 2023	January 1 to June 30, 2024	January 1 to June 30, 2023
Total foreign currency exchange gains	\$1,978,252	\$2,989,844	\$6,140,774	\$4,073,773
Total foreign currency exchange losses	(999,899)	(407,383)	(2,255,139)	(2,340,524)
Net income (loss)	<u>\$ 978,353</u>	<u>\$2,582,461</u>	<u>\$3,885,635</u>	<u>\$1,733,249</u>

27. TAXATION

a. Income tax recognized in profit or loss

Major components of income tax expense are as follows:

	April 1 to June 30, 2024	April 1 to June 30, 2023	January 1 to June 30, 2024	January 1 to June 30, 2023
Current tax				
Tax recognized in the current period	\$ 704,909	\$1,167,192	\$1,766,097	\$1,206,811
Repatriated earnings	633,536	-	633,536	-
Tax on unappropriated earnings	76,013	916,025	76,013	916,025
Adjustments for prior years	(67,900)	71,914	(58,483)	71,914
	<u>1,346,558</u>	<u>2,155,131</u>	<u>2,417,163</u>	<u>2,194,750</u>
Deferred tax				
Tax recognized in the current period	(228,307)	340,624	23,935	584,604
Income tax expense recognized in profit or loss	<u>\$1,118,251</u>	<u>\$2,495,755</u>	<u>\$2,441,098</u>	<u>\$2,779,354</u>

The applicable corporate income tax rate adopted 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 determination

The corporate income taxes declared by the Company and its subsidiaries Ke Yue, Yi Sheng, Yi De and Catcher Medtech have been approved by the tax collection authority up to the year of 2022.

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, 2024</u>	<u>April 1 to June 30, 2023</u>	<u>January 1 to June 30, 2024</u>	<u>January 1 to June 30, 2023</u>
Profit attributable to owners of the Company	<u>\$ 3,435,322</u>	<u>\$ 4,483,140</u>	<u>\$ 8,010,891</u>	<u>\$ 5,366,920</u>

Number of shares

In thousand shares

	<u>April 1 to June 30, 2024</u>	<u>April 1 to June 30, 2023</u>	<u>January 1 to June 30, 2024</u>	<u>January 1 to June 30, 2023</u>
Weighted average number of ordinary shares in computation of basic earnings per share	680,364	680,364	680,364	692,697
Potential dilution of ordinary shares:				
Compensation of employees	<u>434</u>	<u>390</u>	<u>602</u>	<u>636</u>
Weighted average number of ordinary shares in computation of diluted earnings per share	<u>680,798</u>	<u>680,754</u>	<u>680,966</u>	<u>693,333</u>

The Company may settle compensation paid to employees in cash or shares; therefore, the Company may assume that the compensation will be settled in shares and include the potentially dilutive ordinary shares in the weighted average number of shares outstanding when computing the diluted earnings per share. When computing the diluted earnings per share before determining the compensation paid to employees in shares in the following year, the Group shall continuously take into consideration the potential dilution of the ordinary shares.

29. CAPITAL RISK MANAGEMENT

The Group manages its capital in a manner to ensure that it has sufficient and necessary financial resources as well as business plans to fund its working capital in need, capital expenditure, research and development activities, debt repayment and dividend distribution over the next 12 months.

30. FINANCIAL INSTRUMENTS

a. Financial instruments not measured at fair value

The carrying amounts of financial instruments not measured at fair value are recognized to reasonably approximate their fair value; these financial instruments include cash and cash equivalents, financial assets at amortized cost, accounts

receivable, other receivables, refundable deposits, short-term borrowings, accounts payable, other payables, and guarantee deposits received.

b. Financial instruments measured at fair value on a recurring basis

1) Fair value hierarchy

June 30, 2024

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Foreign listed stocks	\$ 511	\$ -	\$ -	\$ 511
Foreign non-listed stocks	-	-	51,926	51,926
Beneficiaries certificates	550,661	-	-	550,661
Private equity funds	-	-	1,682,481	1,682,481
Limited partnerships	-	-	264,039	264,039
	<u>\$ 551,172</u>	<u>\$ -</u>	<u>\$ 1,998,446</u>	<u>\$ 2,549,618</u>
<u>Financial assets at FVTOCI</u>				
Investments in equity instruments				
Domestic listed stocks	\$ 6,271,010	\$ -	\$ -	\$ 6,271,010
Domestic non-listed stocks	-	-	58,910	58,910
Foreign listed stocks	1,024,691	-	-	1,024,691
Limited partnerships	-	-	2,277,975	2,277,975
Investments in debt instruments				
Bonds	-	85,147,644	-	85,147,644
	<u>\$ 7,295,701</u>	<u>\$ 85,147,644</u>	<u>\$ 2,336,885</u>	<u>\$ 94,780,230</u>

December 31, 2023

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Domestic listed stocks	\$ 75,835	\$ -	\$ -	\$ 75,835
Foreign non-listed stocks	-	-	49,134	49,134
Beneficiaries certificates	302,715	-	-	302,715
Private equity funds	-	-	1,210,933	1,210,933
Limited partnerships	-	-	256,082	256,082
	<u>\$ 378,550</u>	<u>\$ -</u>	<u>\$ 1,516,149</u>	<u>\$ 1,894,699</u>
<u>Financial assets at FVTOCI</u>				
Investments in equity instruments				
Domestic listed stocks	\$ 3,900,676	\$ -	\$ -	\$ 3,900,676
Domestic non-listed stocks	-	-	57,348	57,348
Foreign listed stocks	49,559	-	-	49,559
Limited partnerships	-	-	1,739,485	1,739,485
Investments in debt instruments				
Bonds	-	83,916,262	-	83,916,262
	<u>\$ 3,950,235</u>	<u>\$ 83,916,262</u>	<u>\$ 1,796,833</u>	<u>\$ 89,663,330</u>

June 30, 2023

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Domestic listed stocks	\$ 177,955	\$ -	\$ -	\$ 177,955
Private equity funds	-	-	1,248,647	1,248,647
Limited partnerships	-	-	246,812	246,812
	<u>\$ 177,955</u>	<u>\$ -</u>	<u>\$1,495,459</u>	<u>\$1,673,414</u>
<u>Financial assets at FVTOCI</u>				
Investments in equity instruments				
Domestic listed stocks	\$1,743,489	\$ -	\$ -	\$1,743,489
Domestic non-listed stocks	-	-	56,700	56,700
Foreign listed stocks	65,643	-	-	65,643
Limited partnerships	-	-	1,580,634	1,580,634
Investments in debt instruments				
Bonds	-	66,095,469	-	66,095,469
	<u>\$1,809,132</u>	<u>\$66,095,469</u>	<u>\$1,637,334</u>	<u>\$69,541,935</u>

There were no transfers between Level 1 and Level 2 fair value measurements during the period from January 1 to June 30, 2024 and 2023.

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

January 1 to June 30, 2024

Financial Assets	Financial Assets at FVTPL	Financial Assets at FVTOCI	Total
	Equity Instruments	Equity Instruments	
Opening balance	\$ 1,516,149	\$ 1,796,833	\$ 3,312,982
Purchases	341,109	340,337	681,446
Recognized in profit or loss (other gains and losses)	63,278	-	63,278
Recognized in other comprehensive income (unrealized valuation gain/loss on financial assets at FVTOCI)	-	87,150	87,150
Return of capital	(409)	-	(409)
Effects of foreign currency exchange differences	78,319	112,565	190,884
Ending balance	<u>\$ 1,998,446</u>	<u>\$ 2,336,885</u>	<u>\$ 4,335,331</u>

January 1 to June 30, 2023

Financial Assets	Equity Instruments Measured at FVTPL	Equity Instruments Measured at FVTOCI	Total
Opening balance	\$ 1,298,244	\$ 1,342,874	\$ 2,641,118
Purchases	177,904	167,949	345,853
Recognized in profit or loss (other gains and losses)	47,199	-	47,199
Recognized in other comprehensive income (unrealized valuation gain (loss) on financial assets at FVTOCI)	-	101,957	101,957
Disposal	(45,180)	-	(45,180)
Foreign currency translation difference	<u>17,292</u>	<u>24,554</u>	<u>41,846</u>
Ending balance	<u>\$ 1,495,459</u>	<u>\$ 1,637,334</u>	<u>\$ 3,132,793</u>

3) Valuation techniques and assumptions used for Level 2 fair value measurement

The fair values of foreign corporate bonds and government bonds are measured based on open market quotations provided by the third party.

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

The fair values of non-listed domestic equity securities, limited partnerships, and private equity securities are estimated using the market approach or based on the most recent net worth of the investees. When the market approach is adopted, the selling prices of comparable companies are used for comparison, analysis and adjustment to derive the fair value of the investees. The fair value of private equity funds is estimated using the asset approach.

c. Categories of financial instruments

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Financial assets</u>			
Financial assets measured at FVTPL			
Mandatorily measured at FVTPL	\$ 2,549,618	\$ 1,894,699	\$ 1,673,414
Financial assets measured at amortized cost (Note 1)	144,547,443	140,472,669	157,399,256
Financial assets measured at FVTOCI			
Investments in equity instruments	9,632,586	5,747,068	3,446,466
Investments in debt instruments	85,147,644	83,916,262	66,095,469
<u>Financial liabilities</u>			
Financial liabilities measured at amortized cost (Note 2)	84,939,995	83,262,207	73,817,221

Note 1: The balance comprises financial assets measured at amortized cost including cash and cash equivalents, trade receivables, other receivables, and refundable deposits.

Note 2: The balance comprises financial liabilities measured at amortized cost, including short-term borrowings, trade payables, other payables, and guarantee deposits received.

d. Objectives and policies for financial risk management

The Group's major financial instruments include equity and debt investments, trade receivables, trade payables, borrowings, and lease liabilities. The Group's Finance Department facilitates and coordinates various business units to invest in both domestic and international financial markets, monitoring as well as managing the financial risks associated with operations based on the internal risk reports which analyze exposures by degree and magnitude of risks. These risks include market risk (including foreign exchange rate risk, interest rate risk and other price risk), credit risk and liquidity risk.

The Group's material financial activities are reviewed by the Board of Directors in accordance with relevant regulations and internal control rules. Policy compliance and risk exposure are constantly reviewed by internal auditors. The Group does not trade financial instruments (including derivative financial instruments) for speculative purposes.

1) Market risk

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

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

a) Exchange rate risk

Engaging in foreign currency-denominated sales and purchases, the Group is exposed to exchange rate risk.

Refer to Note 34 for the carrying amounts of the Group's non-functional currency-denominated monetary assets and monetary liabilities (including the non-functional currency-denominated monetary items eliminated on consolidation) at the balance sheet date.

Sensitivity analysis

The Group is mainly affected by exchange rate volatility of the US dollar (USD).

The following table details the Group's sensitivity to a 1% increase and decrease in the functional currency against relevant foreign currencies. The sensitivity analysis only applies to outstanding foreign currency-denominated monetary items. A positive number below indicates an increase in net profit before income tax that would result from the depreciation of the NTD by 1% against the relevant foreign currencies. When the NTD appreciates by 1% against the relevant foreign currencies, there would be an equal and opposite impact on net profit before income tax, with the balances below turning to negative.

	USD impact	
	January 1 to June 30, 2024	January 1 to June 30, 2023
Income (loss)	\$ 895,992	\$ 910,125

The aforementioned foreign currency-denominated monetary assets or liabilities are mainly the Group's outstanding exposure to USD-denominated cash and

cash equivalents, financial assets at amortized cost, as well as receivables and payables, without cash flow hedge, as at the balance sheet date.

The decrease in the Group's sensitivity to the exchange rates of USD is mainly due to the decrease in the USD-denominated net assets. The Group's management believes that the sensitivity analysis cannot represent the inherent risk of exchange rates, because the foreign currency exposure at the reporting date does not reflect the mid-term risk exposure, where the USD-denominated sales revenue would vary along with customer orders and investment 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 Group manages interest rate risk by maintaining an appropriate mix of assets and liabilities at both fixed and floating interest rates.

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

	June 30, 2024	December 31, 2023	June 30, 2023
Fair value related interest rate risk			
Financial assets	\$219,662,632	\$217,817,358	\$205,863,714
Financial liabilities	7,679,822	4,514,834	136,869
Cash flow related interest rate risk			
Financial assets	2,409,279	1,149,791	8,762,200
Financial liabilities	71,610,000	73,040,000	66,856,000

Sensitivity analysis

The sensitivity analysis below was conducted based on the Group's exposure to interest rates for non-derivative instruments at the end of the balance sheet date. Analysis for the liabilities with floating interest rates was conducted assuming that the amount of the outstanding liabilities at the balance sheet date was outstanding for the reporting period.

If interest rates move 10 basis points higher/lower with all other variables held constant, the Group's profit before income tax for the period from January 1 to June 30 in 2024 and 2023 would decrease/increase by NT\$34,600 thousand and NT\$29,047 thousand, respectively. The change would have been mainly attributable to the Group's exposure to interest rate risk associated with the cash flow from its variable-rate bank borrowings.

c) Other price risk

The Group was exposed to equity price risk due to its investment in listed equity securities and beneficial certificates of mutual funds. The Group has managed the underlying risks via holding different investment portfolios and asset allocation.

Sensitivity analysis

The sensitivity analysis below was conducted based on the exposure to equity price risks at the balance sheet date.

If the equity price increases/decreases by 1%, the Group's profit before tax for the period from January 1 to June 30 in 2024 and 2023 would increase/decrease

by NT\$25,496 thousand and NT\$16,734 thousand, respectively, due to the increase/decrease in the fair value of financial assets measured at fair value through profit and loss (FVTPL), and its other comprehensive profit and loss before tax for the period from January 1 to June 30 in 2024 and 2023 would increase/decrease by NT\$96,326 thousand and NT\$34,465 thousand, respectively, due to the increase/decrease in the fair value of financial assets measured at fair value through other comprehensive income (FVTOCI).

2) Credit risk

Credit risk refers to the risk that a counterparty defaults in its contractual obligations and results in financial losses to the Group. As at the balance sheet date, the maximum credit risk exposure of the Group due to the failure of a counterparty to fulfill obligations is mainly the carrying amount of financial assets recognized in the consolidated balance sheets.

The Group's transaction counterparties are all corporate organizations with good credit; hence, there is no significant credit risk anticipated. Credit evaluations have been constantly performed on the financial conditions of customers with whom the Group has trade receivables.

Trade receivables with significantly concentrated credit risk were as follows:

	June 30, 2024		December 31, 2023		June 30, 2023	
	Amount	%	Amount	%	Amount	%
Company A	\$1,357,093	24	\$ 669,658	18	\$ 635,438	9
Company B	1,021,676	18	1,034,447	27	1,540,566	21
Company C	935,971	16	438,886	12	3,200,432	43
Company D	918,836	16	755,406	20	1,205,201	16
Company E	721,793	13	629,945	17	494,377	7

3) Liquidity risk

The Group manages liquidity risk by maintaining an adequate level of cash and cash equivalents to finance its operations and mitigate the impact of cashflow fluctuation. Management monitors the utilization of bank facilities and ensures to comply with the terms of loan covenants.

The Group's operating funds and bank facilities are deemed sufficient for future operations; therefore, there is no liquidity risk where the Group is unable to raise funds to fulfill its contractual obligations.

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

The remaining contractual maturity for the Group's non-derivative financial liabilities is analyzed using the undiscounted cash flows of financial liabilities (including both principal and estimated interest) based on the earliest date on which the Group would be required to pay. Therefore, the bank loans with a repayment on demand clause are included in the earliest time band regardless of the probability that the banks would choose to exercise their rights. The maturity analysis for other non-derivative financial liabilities is conducted based on the agreed repayment dates.

Where interest cash flows are paid at floating rates, the undiscounted interest is derived based on the yield curve at the balance sheet date.

June 30, 2024

	Less than 3 Months	3 Months-1 Year	1-5 Years	More than 5 Years
<u>Non-derivative financial liabilities</u>				
Non-interest bearing liabilities	\$ 8,080,764	\$ 1,088,768	\$ 13,019	\$ -
Lease liabilities	419	10,778	28,153	122,509
Variable interest rate instruments	66,260,502	5,560,156	-	-
Fixed interest rate instruments	<u>666,259</u>	<u>6,970,203</u>	<u>-</u>	<u>-</u>
	<u>\$75,007,944</u>	<u>\$13,629,905</u>	<u>\$ 41,172</u>	<u>\$ 122,509</u>

Maturity analysis of the aforementioned lease liabilities:

	Less than 1 Year	1-5 Years	5-10 Years	10-15 Years	15-20 Years	More than 20 Years
Lease liabilities	<u>\$ 11,197</u>	<u>\$28,153</u>	<u>\$25,123</u>	<u>\$25,123</u>	<u>\$47,140</u>	<u>\$25,123</u>

December 31, 2023

	Less than 3 Months	3 Months-1 Year	1-5 Years	More than 5 Years
<u>Non-derivative financial liabilities</u>				
Non-interest bearing liabilities	\$ 8,310,921	\$ 923,327	\$ 12,300	\$ -
Lease liabilities	-	4,951	19,802	125,979
Variable interest rate instruments	73,199,013	-	-	-
Fixed interest rate instruments	<u>987,616</u>	<u>3,461,574</u>	<u>-</u>	<u>-</u>
	<u>\$82,497,550</u>	<u>\$4,389,852</u>	<u>\$ 32,102</u>	<u>\$ 125,979</u>

Maturity analysis of the aforementioned lease liabilities:

	Less than 1 Year	1-5 Years	5-10 Years	10-15 Years	15-20 Years	More than 20 Years
Lease liabilities	<u>\$ 4,951</u>	<u>\$19,802</u>	<u>\$24,753</u>	<u>\$24,753</u>	<u>\$46,770</u>	<u>\$29,703</u>

June 30, 2023

	Less than 3 Months	3 Months-1 Year	1-5 Years	More than 5 Years
<u>Non-derivative financial liabilities</u>				
Non-interest bearing liabilities	\$12,420,968	\$1,330,929	\$ 12,965	\$ -
Lease liabilities	-	4,951	19,802	125,979
Variable interest rate instruments	<u>67,003,088</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$79,424,056</u>	<u>\$1,335,880</u>	<u>\$ 32,767</u>	<u>\$ 125,979</u>

Maturity analysis of the aforementioned lease liabilities:

	Less than 1 Year	1-5 Years	5-10 Years	10-15 Years	15-20 Years	More than 20 Years
Lease liabilities	<u>\$ 4,951</u>	<u>\$19,802</u>	<u>\$24,753</u>	<u>\$24,753</u>	<u>\$46,770</u>	<u>\$29,703</u>

Where variable interest rates differ from the estimated interest rates as at the balance sheet date, the amounts of the aforementioned variable interest rate instruments for both non-derivative financial assets and liabilities could change.

b) Bank facilities

	June 30, 2024	December 31, 2023	June 30, 2023
Unsecured bank facilities			
Amount used	\$62,782,551	\$63,937,822	\$59,910,233
Amount unused	<u>38,745,711</u>	<u>31,380,523</u>	<u>32,049,465</u>
	<u>\$101,528,262</u>	<u>\$95,318,345</u>	<u>\$91,959,698</u>
Secured bank facilities			
Amount used	\$16,409,833	\$13,542,181	\$ 7,000,000
Amount unused	<u>31,950,000</u>	<u>4,800,000</u>	<u>17,000,000</u>
	<u>\$48,359,833</u>	<u>\$18,342,181</u>	<u>\$24,000,000</u>

31. TRANSACTIONS WITH RELATED PARTIES

Transactions, account balance, income and expense, as well as gains and losses between the Company and its subsidiaries (which are related parties of the Company), have been eliminated on consolidation without being disclosed in this note. Unless otherwise disclosed in other notes, the transactions between the Group and related parties are as follows:

Compensation of key management personnel

	April 1 to June 30, 2024	April 1 to June 30, 2023	January 1 to June 30, 2024	January 1 to June 30, 2023
Short-term employee benefits	\$ 56,342	\$ 53,468	\$ 112,684	\$ 106,936
Retirement benefits	<u>8,608</u>	<u>10,782</u>	<u>17,216</u>	<u>21,564</u>
	<u>\$ 64,950</u>	<u>\$ 64,250</u>	<u>\$ 129,900</u>	<u>\$ 128,500</u>

The remuneration of directors and key management personnel are determined by the remuneration committee with due regard to industry practice, the performance of individuals and the Group, and reasonableness associated with future risks.

32. PLEDGED ASSETS

Assets provided as collateral for financing loans were as follows:

	June 30, 2024	December 31, 2023	June 30, 2023
Restricted bank deposits (financial assets measured at amortized cost - current)	<u>\$18,952,468</u>	<u>\$15,487,096</u>	<u>\$ 8,083,400</u>

33. MATERIAL CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

In addition to those disclosed in other notes, material commitments and contingent liabilities of the Group as of the balance sheet date were as follows:

Unrecognized commitments of the Group

	June 30, 2024	December 31, 2023	June 30, 2023
Acquisition of property, plant and equipment	\$ 149,605	\$ 130,872	\$ 243,199
Acquisition of inventories	\$ 63,467	\$ 124,163	\$ 63,857

34. FOREIGN CURRENCY ASSETS AND LIABILITIES WITH MATERIAL IMPACT

The information below is aggregated and presented in the foreign currencies other than the functional currencies adopted by the entities in the Group. The exchange rates disclosed are the rates used to convert the aforementioned foreign currencies into the respective functional currencies. Foreign currency assets and liabilities with material impact are as follows:

(In foreign currencies and New Taiwan dollars, all in thousands)

June 30, 2024

<u>Foreign currency assets</u>	<u>Foreign currency</u>	<u>Exchange rate</u>	<u>Carrying amount</u>
<u>Monetary items</u>			
USD	\$ 2,015,082	32.40 (USD:NTD)	\$ 65,288,654
USD	782,379	7.1268 (USD:RMB)	25,387,985
SGD	1,906	23.2202 (SGD:USD)	44,257
 <u>Foreign currency liabilities</u>			
<u>Monetary items</u>			
USD	14,567	32.50 (USD:NTD)	473,441
USD	18,613	7.1268 (USD:RMB)	604,002
RMB	8,344	4.470 (RMB:NTD)	37,296

December 31, 2023

<u>Foreign currency assets</u>	<u>Foreign currency</u>	<u>Exchange rate</u>	<u>Carrying amount</u>
<u>Monetary items</u>			
USD	\$ 2,266,914	30.65 (USD:NTD)	\$ 69,492,253
USD	785,939	7.0827 (USD:RMB)	23,904,512
SGD	117	21.1052 (SGD:USD)	2,464
<u>Foreign currency liabilities</u>			
<u>Monetary items</u>			
USD	11,110	30.755 (USD:NTD)	341,681
USD	16,565	7.0827 (USD:RMB)	503,843
RMB	15,328	4.352 (RMB:NTD)	66,709
JPY	21,154	0.2156 (JPY:RMB)	4,561

June 30, 2023

<u>Foreign currency assets</u>	<u>Foreign currency</u>	<u>Exchange rate</u>	<u>Carrying amount</u>
<u>Monetary items</u>			
USD	\$ 2,212,278	31.09 (USD:NTD)	\$ 68,779,724
USD	757,952	7.2258 (USD:RMB)	23,519,069
RMB	95	4.257 (RMB:NTD)	405
RMB	10	0.1384 (RMB:NTD)	40
<u>Foreign currency liabilities</u>			
<u>Monetary items</u>			
USD	12,860	31.19 (USD:NTD)	401,113
USD	28,528	7.2258 (USD:RMB)	885,225
RMB	23,342	4.3070 (RMB:NTD)	100,533
JPY	45,170	0.2151 (JPY:NTD)	9,716

The Group is mainly exposed to the USD. The information as follows was an aggregation of the functional currencies adopted by the entities in the Group, and the exchange rates disclosed are the rates used to convert the respective functional currencies into the presentation currency. Material foreign currency exchange gains and losses (realized and unrealized) were as follows:

Functional currency	April 1 to June 30, 2024		April 1 to June 30, 2023	
	Exchange rate	Net Foreign Exchange Gain (Loss)	Exchange rate	Net Foreign Exchange Gain (Loss)
USD	32.355 (USD:NTD)	(\$ 1,126)	30.705 (USD:NTD)	(\$ 91)
NTD	1 (NTD:NTD)	861,100	1 (NTD:NTD)	1,501,150
RMB	4.5522 (RMB:NTD)	118,379	4.3811 (RMB:NTD)	1,081,402
		<u>\$ 978,353</u>		<u>\$ 2,582,461</u>

Functional currency	January 1 to June 30, 2024		January 1 to June 30, 2023	
	Exchange rate	Net Foreign Exchange Gain (Loss)	Exchange rate	Net Foreign Exchange Gain (Loss)
USD	31.90 (USD:NTD)	(\$ 379)	30.55 (USD:NTD)	\$ 6
NTD	1 (NTD:NTD)	3,725,982	1 (NTD:NTD)	936,149
RMB	4.4898 (RMB:NTD)	160,032	4.4118 (RMB:NTD)	797,094
		<u>\$ 3,885,635</u>		<u>\$ 1,733,249</u>

35. SEPARATELY DISCLOSED ITEMS

a. Material transactions:

- 1) Loaning of funds to others. (Table 1)
- 2) Endorsements/guarantees provided. (Table 2)
- 3) Marketable securities held at the end of the period (excluding investment in subsidiaries and associates). (Table 3)
- 4) Acquisition or disposal of the same marketable securities at a cumulative amount of at least NT\$300 million or 20% of the Company's paid-in capital. (Table 4)
- 5) Acquisitions of individual real estate amounting to NT\$300 million or 20% of the Company's paid-in capital. (N/A)
- 6) Disposals of individual real estate at a price of at least NT\$300 million or 20% of the Company's 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 Company's paid-in capital. (Table 5)
- 8) Receivables from related parties amounting to at least NT\$100 million or 20% of the Company's paid-in capital. (Table 6)
- 9) Trading of derivative instruments. (N/A)
- 10) Others: Business relationships, material transactions and the transaction amount thereof between the parent company and subsidiaries, and among subsidiaries. (Table 9)

b. Information on investees. (Table 7)

c. Information on investments in Mainland China:

- 1) Names of the investee companies in Mainland China, main business activities, paid-in capital, methods of investment, inward and outward remittances of funds, percentage of ownership, net profit or loss for the current period and recognized investment profit or loss, carrying amount of investment at the end of the reporting period, repatriations of investment income or loss, and investment limits for Mainland China. (Table 8)
- 2) Prices, payment terms, and unrealized gains or losses from the following material

transactions with investee companies in Mainland China, either directly or indirectly through a third party. (Tables 1, 2, 5, 6, and 9)

- a) Purchase amount and percentage, and the closing balance and percentage of related payables.
 - b) Sales amount and percentage, and the closing balance and percentage of related receivables.
 - c) Amount of property transactions and the resulting profit or loss.
 - d) Ending balance of endorsements, guarantees, or pledges of collateral as well as the purposes thereof.
 - e) Financing – the maximum balance, ending balance, interest rate range, and the total amount of interest charged for the current period.
 - f) Other transactions having a material impact on profit or loss, or financial position for the current period, such as the provision or receipt of services.
- d. Information on major shareholder: names of the shareholders holding a 5% stake or more, number of shares held, and percentage of ownership. (Table 11)

36. INFORMATION ON SEGMENTS

For the purpose of resource allocation and performance assessment, the Group's decision makers review financial information by product category. Considering that all plants produce similar products through similar manufacturing processes, and the products are distributed and sold through a unified approach by the Group, hence, the Group can be regarded as a single operating unit for reporting purpose. The segment information provided by the Group to its decision makers is measured on the same basis as the consolidated financial statements. Therefore, the measurement amounts regarding segment revenues, operating results and assets for the periods from April 1 to June 30, 2024 and 2023 and from January 1 to June 30, 2024 and 2023, may be referred to the consolidated statements of comprehensive income for the periods from April 1 to June 30, 2024 and 2023 and from January 1 to June 30, 2024 and 2023, as well as the consolidated balance sheets as of June 30, 2024 and 2023.

Table 1

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

LOANING OF FUNDS TO OTHERS
JANUARY 1 TO JUNE 30, 2024
(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 to 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 from related parties	Yes	\$ 876,491	<u>\$ 876,491</u>	\$ 876,491	1.5%	Short-term financing	\$ -	Operating capital	\$ -	-	\$ -	\$836,222,505	<u>\$836,222,505</u>
2	Catcher Technology (Suqian) Co., Ltd.	Envio Technology (Suqian) Co., Ltd.	Other receivables from related parties	Yes	22,899	<u>\$ 22,766</u>	22,766	1.5%	Short-term financing	-	Operating capital	-	-	-	836,222,505	<u>\$836,222,505</u>
3	Vito Technology (Suqian) Co., Ltd.	Arcadia Technology (Suqian) Co., Ltd.	Other receivables from related parties	Yes	824,346	<u>\$ 364,256</u>	364,256	1.5%	Short-term financing	-	Operating capital	-	-	-	836,222,505	<u>\$836,222,505</u>

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 at the end of the period. Such of loans between domestic subsidiaries shall not exceed 40% of the subsidiary’s net worth at 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 at the end of the period. Such of loans between domestic subsidiaries shall not exceed 40% of the subsidiary’s net worth at the end of the period.

Note 3: The net asset value mentioned in Note 1 and 2 above refers to the equity attributable to the 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, 2024
(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 Asset Value 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	\$ 83,622,251	\$ 10,000	\$ 10,000	\$ 10,000	\$ -	0.01	\$ 167,244,501	N	N	N
1	Catcher Technology (Suqian) Co., Ltd.	Catcher Technology (Suqian) Co., Ltd.	Business relation	83,622,251	9,159	\$ 9,106	\$ 9,106	\$ -	0.01	\$ 167,244,501	N	N	Y
2	Vito Technology (Suqian) Co., Ltd.	Vito Technology (Suqian) Co., Ltd.	Business relation	83,622,251	18,041	\$ 9,106	\$ 9,106	\$ -	0.01	\$ 167,244,501	N	N	Y
3	Arcadia Technology (Suqian) Co., Ltd.	Arcadia Technology (Suqian) Co., Ltd.	Business relation	83,622,251	13,531	\$ 9,106	\$ 9,106	\$ -	0.01	\$ 167,244,501	N	N	Y
4	Envio Technology (Suqian) Co., Ltd.	Envio Technology (Suqian) Co., Ltd.	Business relation	83,622,251	13,531	\$ 4,553	\$ 4,553	\$ -	0.00	\$ 167,244,501	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 Note 1 and 2 above refers to the equity attributable to the owners of the Company on the consolidated balance sheets.

Table 3

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

MARKETABLE SECURITIES HELD
JUNE 30, 2024
(NTS'000 or Other Foreign Currencies in Thousands)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Issuing Company	Account	End of Period				Note
				Unit/Share/Value	Book Value	Percentage of Ownership (%)	Fair Value	
The Company	<u>Non-listed shares</u>							
	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	3,395,400	58,910	3.57	58,910	
	<u>Private equity funds</u>							
Ke Yue Co., Ltd.	Silver Lake Partners VII, L.P.	None	Financial assets at FVTPL - non-current	-	159,172	0.10	159,172	Note 3
	<u>Listed shares</u>							
	United Orthopedic Corporation	None	Financial assets at FVTOCI - current	3,634,000	410,642	3.77	410,642	
	Intai Technology Corp.	None	Financial assets at FVTOCI - current	2,315,000	284,745	4.65	284,745	
	Global PMX Co., Ltd.	None	Financial assets at FVTOCI - current	2,084,000	231,324	1.81	231,324	
	APEX Biotechnology Corporation	None	Financial assets at FVTOCI - current	1,312,000	45,920	1.31	45,920	
	Highlight Tech Corp.	None	Financial assets at FVTOCI - current	4,830,000	267,582	4.09	267,582	
	Feedback Technology Corp.	None	Financial assets at FVTOCI - current	1,801,000	285,458	3.76	285,458	
	Calitech Co., Ltd.	None	Financial assets at FVTOCI - current	1,811,000	118,621	4.84	118,621	
	Shih Her Technologies Inc.	None	Financial assets at FVTOCI - current	1,966,000	215,277	3.46	215,277	
	Yeedex Electronic Corporation	None	Financial assets at FVTOCI - current	326,000	44,010	1.36	44,010	
	Drewloong Precision, Inc.	None	Financial assets at FVTOCI - current	503,000	80,228	1.29	80,228	
	Aero Win Technology Corporation	None	Financial assets at FVTOCI - current	18,000	806	0.03	806	
	<u>Limited partnerships</u>							
	Taiwania Capital Buffalo Fund V, LP	None	Financial assets at FVTPL - non-current	-	172,969	12.78	172,969	Note 3
	MESH Cooperative Ventures Fund LP	None	Financial assets at FVTPL - non-current	-	91,070	7.39	91,070	Note 3
	<u>Beneficiaries certificates</u>							
	Yuanta Japan Leading Enterprise Fund	None	Financial assets at FVTPL - current	10,060,362	115,091	-	115,091	
	<u>Listed shares</u>							
	United Orthopedic Corporation	None	Financial assets at FVTOCI - current	3,625,000	409,625	3.76	409,625	
Yi De Co., Ltd.	Intai Technology Corp.	None	Financial assets at FVTOCI - current	2,308,000	283,884	4.64	283,884	
	Global PMX Co., Ltd.	None	Financial assets at FVTOCI - current	2,129,000	236,319	1.85	236,319	
	APEX Biotechnology Corporation	None	Financial assets at FVTOCI - current	2,380,000	83,300	2.38	83,300	
	Highlight Tech Corp.	None	Financial assets at FVTOCI - current	1,619,000	89,693	1.37	89,693	
	Feedback Technology Corp.	None	Financial assets at FVTOCI - current	1,109,000	175,777	2.31	175,777	
	Calitech Co., Ltd.	None	Financial assets at FVTOCI - current	842,000	55,151	2.25	55,151	
	Shih Her Technologies Inc.	None	Financial assets at FVTOCI - current	2,141,000	234,440	3.77	234,440	
	Yeedex Electronic Corporation	None	Financial assets at FVTOCI - current	83,000	11,205	0.35	11,205	
	Magnate Technology Co., Ltd.	None	Financial assets at FVTOCI - current	133,000	3,884	0.20	3,884	
	Drewloong Precision, Inc.	None	Financial assets at FVTOCI - current	183,000	29,188	0.47	29,188	
	Aero Win Technology Corporation	None	Financial assets at FVTOCI - current	216,000	9,677	0.31	9,677	
	UMS Holdings Limited	None	Financial assets at FVTOCI - current	6,300,000	177,821	0.89	177,821	
	Medtronic PLC	None	Financial assets at FVTPL - current	100	256	-	256	
	<u>Beneficiaries certificates</u>							
	Yuanta Japan Leading Enterprise Fund	None	Financial assets at FVTPL - current	53,614,369	217,785	-	217,785	
	<u>Listed shares</u>							
	United Orthopedic Corporation	None	Financial assets at FVTOCI - current	3,113,000	351,769	3.23	351,769	
	Intai Technology Corp.	None	Financial assets at FVTOCI - current	2,236,000	275,028	4.49	275,028	
	Global PMX Co., Ltd.	None	Financial assets at FVTOCI - current	2,110,000	234,210	1.83	234,210	
Yi Sheng Co., Ltd.	APEX Biotechnology Corporation	None	Financial assets at FVTOCI - current	1,285,000	44,975	1.29	44,975	
	Highlight Tech Corp.	None	Financial assets at FVTOCI - current	1,663,000	92,130	1.41	92,130	
	Feedback Technology Corp.	None	Financial assets at FVTOCI - current	1,836,000	291,006	3.83	291,006	
	Calitech Co., Ltd.	None	Financial assets at FVTOCI - current	1,053,000	68,971	2.81	68,971	
	Shih Her Technologies Inc.	None	Financial assets at FVTOCI - current	1,065,000	116,617	1.88	116,617	
	Yeedex Electronic Corporation	None	Financial assets at FVTOCI - current	108,000	14,580	0.45	14,580	
	Magnate Technology Co., Ltd.	None	Financial assets at FVTOCI - current	129,000	3,767	0.19	3,767	
	Drewloong Precision, Inc.	None	Financial assets at FVTOCI - current	55,000	8,773	0.14	8,773	
	Aero Win Technology Corporation	None	Financial assets at FVTOCI - current	261,000	11,693	0.38	11,693	
	UMS Holdings Limited	None	Financial assets at FVTOCI - current	10,600,000	299,191	1.49	299,191	
	Medtronic PLC	None	Financial assets at FVTPL - current	100	255	-	255	
	<u>Beneficiaries certificates</u>							
	Yuanta Japan Leading Enterprise Fund	None	Financial assets at FVTPL - current	53,614,369	217,785	-	217,785	

(Continued)

(Continued from previous page)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Issuing Company	Account	End of Period				Note
				Unit/Share/Value	Book Value	Percentage of Ownership (%)	Fair Value	
Yi Fa Co., Ltd.	Listed shares							
	United Orthopedic Corporation	None	Financial assets at FVTOCI - current	4,478,000	\$ 506,014	4.64	\$ 506,014	
Catcher Medtech Co., Ltd.	Intai Technology Corp.	None	Financial assets at FVTOCI - current	1,564,000	192,372	3.14	192,372	
	Listed shares							
	Intai Technology Corp.	None	Financial assets at FVTOCI - current	2,185,000	268,755	4.39	268,755	
	Global PMX Co., Ltd.	None	Financial assets at FVTOCI - current	1,654,000	183,594	1.44	183,594	
Nanomag International Co., Ltd.	Limited partnerships							
	China Renewable Energy Fund, L.P.	None	Financial assets at FVTOCI - non-current	-	USD 70,200	23.51	USD 70,200	Note 3
	Listed shares							
	UMS Holdings Limited		Financial assets at FVTOCI - current	9,500,000	USD 8,263	1.34	USD 8,263	
	Corporate bonds							
	AERCAP IRELAND CAPITAL DAC	None	Financial assets at FVTOCI - non-current	1,025,000	USD 1,011		USD 1,011	
	AIRCASTLE LTD	None	Financial assets at FVTOCI - non-current	1,000,000	USD 993		USD 993	
	BAT CAPITAL CORP	None	Financial assets at FVTOCI - non-current	1,500,000	USD 1,495		USD 1,495	
	BACARDI LTD	None	Financial assets at FVTOCI - non-current	1,615,000	USD 1,596		USD 1,596	
	CENTENE CORPORATION	None	Financial assets at FVTOCI - non-current	1,000,000	USD 955		USD 955	
	DUKE ENERGY OHIO INC	None	Financial assets at FVTOCI - non-current	1,011,000	USD 1,023		USD 1,023	
	DCP MIDSTREAM OPERATING LP	None	Financial assets at FVTOCI - non-current	636,000	USD 634		USD 634	
	DELTA AIR LINES INC	None	Financial assets at FVTOCI - non-current	2,000,000	USD 2,012		USD 2,012	
	DISCOVER BANK	None	Financial assets at FVTOCI - non-current	2,000,000	USD 1,986		USD 1,986	
	EDP FINANCE BV	None	Financial assets at FVTOCI - non-current	1,812,000	USD 1,811		USD 1,811	
	EQT CORP	None	Financial assets at FVTOCI - non-current	1,000,000	USD 956		USD 956	
	ENEL FINANCE INTERNATIONAL NV	None	Financial assets at FVTOCI - non-current	1,076,000	USD 1,069		USD 1,069	
	ENTERGY LOUISIANA LLC	None	Financial assets at FVTOCI - non-current	1,100,000	USD 1,087		USD 1,087	
	EXPEDIA INC	None	Financial assets at FVTOCI - non-current	1,200,000	USD 1,191		USD 1,191	
	EXPEDIA GROUP INC	None	Financial assets at FVTOCI - non-current	800,000	USD 802		USD 802	
	GENERAL MOTORS FINANCIAL CO INC	None	Financial assets at FVTOCI - non-current	1,500,000	USD 1,488		USD 1,488	
	HARLEY-DAVIDSON FINANCIAL SERVICES	None	Financial assets at FVTOCI - non-current	1,100,000	USD 1,074		USD 1,074	
	INTESA SANPAOLO SPA	None	Financial assets at FVTOCI - non-current	1,500,000	USD 1,492		USD 1,492	
	JDE PEETS NV	None	Financial assets at FVTOCI - non-current	580,000	USD 573		USD 573	
	LABORATORY CORPORATION OF AMERICA	None	Financial assets at FVTOCI - non-current	1,500,000	USD 1,494		USD 1,494	
	MPLX LP	None	Financial assets at FVTOCI - non-current	1,000,000	USD 996		USD 996	
	OMEGA HLTHCARE INVESTORS	None	Financial assets at FVTOCI - non-current	700,000	USD 694		USD 694	
	SYNCHRONY FINANCIAL	None	Financial assets at FVTOCI - non-current	1,000,000	USD 998		USD 998	
	VEB FINANCE PLC	None	Financial assets at FVTOCI - non-current	1,000,000	USD -		USD -	
	VALERO ENERGY CORPORATION	None	Financial assets at FVTOCI - non-current	367,000	USD 359		USD 359	
	VICI PROPERTIES LP/VICI NOTE CO IN	None	Financial assets at FVTOCI - non-current	1,000,000	USD 966		USD 966	
	VISTRA OPERATIONS CO LLC VISTRA OPERATIONS CO LLC	None	Financial assets at FVTOCI - non-current	1,000,000	USD 999		USD 999	
	VMWARE INC	None	Financial assets at FVTOCI - non-current	1,000,000	USD 991		USD 991	
	GOLDMAN SACHS INTERNATIONAL CALLABLE MEDIUM TERM NOTE FIXED	None	Financial assets at FVTOCI - non-current	80,000,000	USD 79,875		USD 79,875	
	Government bonds							
	US TREASURY	None	Financial assets at FVTOCI - non-current	2,647,000,000	USD 2,513,346		USD 2,513,346	
Cor Ventures Pte., Ltd.	Foreign non-listed shares							
	Vyisoneer Inc.	None	Financial assets at FVTPL - non-current	494,095	USD 1,600	8.89	USD 1,600	Note 3
	Private equity funds							
	ABG-CMRCO LP	None	Financial assets at FVTPL - non-current	-	USD 8,940	25.32	USD 8,940	Note 3
	Ally Bridge Group LP	None	Financial assets at FVTPL - non-current	-	USD 15,693	2.54	USD 15,693	Note 3
	Altara Ventures Fund LP	None	Financial assets at FVTPL - non-current	-	USD 4,606	3.84	USD 4,606	Note 3
	New Economy Ventures LP	None	Financial assets at FVTPL - non-current	-	USD 1,222	7.36	USD 1,222	Note 3
	Silver Lake Alpine Fund II	None	Financial assets at FVTPL - non-current	-	USD 7,877	0.30	USD 7,877	Note 3
	BPEA VIII	None	Financial assets at FVTPL - non-current	-	USD 8,607	0.27	USD 8,607	Note 3
	Foreign listed shares							
	Navitas Semiconductor Corp.	None	Financial assets at FVTOCI - non-current	200,000	USD 786	0.11	USD 786	
	UMS Holdings Limited	None	Financial assets at FVTOCI - non-current	9,000,000	USD 7,828	1.27	USD 7,828	
	Private equity securities							
	Via Surgical Ltd.	None	Financial assets at FVTPL - non-current	14,246	USD -	4.34	USD -	

Note 1: Marketable 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.

Table 4

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

ACQUIRING OR DISPOSING OF THE SAME MARKETABLE SECURITIES WITH THE CUMULATIVE TRANSACTION AMOUNT OF NT\$300 MILLION OR MORE, OR 20% OR MORE OF THE PAID-IN CAPITAL
JANUARY 1 TO JUNE 30, 2024
(NTS'000 or Other Foreign Currencies in Thousands)

Company Name	Type and Name of Marketable Securities	Account	Transaction Counterparty	Relationship	Beginning of the Period (Note 1)		Acquisition		Disposal				End of the Period (Note 1)	
					Number of Shares/Units	Amount	Number of Shares/Units	Amount	Number of Shares/Units	Selling Price	Book Value	Disposal (Loss) Profit	Number of Shares/Units	Amount
Catcher Technology Co., Ltd.	<u>Non-listed shares</u>													
	Ke Yue Co., Ltd.	Investments accounted for using the equity method	Note 2	100%-owned subsidiary	198,390,000	\$ 3,056,462	10,229,800	\$ 1,022,980	-	\$ -	\$ -	\$ -	208,619,800	\$ 4,328,367
	Yi De Co., Ltd.	Investments accounted for using the equity method	Note 2	As above	80,270,000	1,857,807	7,000,000	700,000	-	-	-	-	87,270,000	2,717,275
	Yi Sheng Co., Ltd.	Investments accounted for using the equity method	Note 2	As above	78,770,000	1,612,772	8,000,000	800,000	-	-	-	-	86,770,000	2,608,211
	Yi Fa Co., Ltd.	Investments accounted for using the equity method	Note 2	As above	1,200,000	102,110	13,700,000	1,370,000	-	-	-	-	14,900,000	1,551,688
Yi Fa Co., Ltd.	<u>Listed shares</u> United Orthopedic Corporation	Financial assets at FVTOCI - current	—	—	-	-	4,478,000	433,223	-	-	-	-	4,478,0000	506,014
Nanomag International Co., Ltd.	<u>Corporate bonds</u>													
	Goldman Sachs International Callable Medium Term Note Fixed	Financial assets at FVTOCI - non-current	—	—	20,000,000	USD 20,227	60,000,000	USD 60,000	-	-	-	-	80,000,000	USD 79,875
	<u>Limited partnerships</u> China Renewable Energy Fund, L.P.	Financial assets at FVTOCI - non-current	—	—	-	USD 56,652	-	USD 10,822	-	-	-	-	-	USD 70,200
	<u>Non-listed shares</u> Cor Venturmes Pte., Ltd.	Investments accounted for using the equity method	Note 2	100%-owned subsidiary	100,165,797	USD 97,616	30,000,000	USD 30,000	-	-	-	-	130,165,797	USD 128,897

Note 1: The opening and closing balances include fair value adjustments, profit and loss of subsidiaries recognized using the equity method and other adjustment items.

Note 2: Cash capital increase.

Table 5

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO NT\$100 MILLION OR MORE, OR 20% OR MORE OF THE PAID-IN CAPITAL
JANUARY 1 TO JUNE 30, 2024
(In Thousands of New Taiwan Dollars)

Buyer (Seller)	Transaction Counterparty	Relationship	Transaction Details				Reasons for Unusual Transactions		Notes/Accounts Receivable (Payable)		Note
			Purchase/Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total	
Catcher Technology (Suqian) Co., Ltd.	Arcadia Technology (Suqian) Co., Ltd.	Same ultimate parent company	Sales	(\$ 1,958,998)	70	Settled monthly; credit on 30-90 days	Equivalent	Equivalent	\$ 2,035,739	69	
	Arcadia Technology (Suqian) Co., Ltd.	Same ultimate parent company	Purchase of goods	157,617	26	Settled monthly; credit on 30-90 days	Equivalent	Equivalent	(186,196)	21	
Vito Technology (Suqian) Co., Ltd.	Catcher Technology (Suqian) Co., Ltd.	Same ultimate parent company	Sales	(224,771)	14	Settled monthly; credit on 30-90 days	Equivalent	Equivalent	268,731	18	
	Arcadia Technology (Suqian) Co., Ltd.	Same ultimate parent company	Sales	(578,492)	36	Settled monthly; credit on 30-90 days	Equivalent	Equivalent	526,931	35	

Table 6

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

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

Company with Account Receivables	Transaction Counterparty	Relationship	Ending Balance	Turnover Ratio (%)	Overdue		Amount Subsequently Recovered	Allowance for Impairment Loss
					Amount	Actions Taken		
Catcher Technology (Suqian) Co., Ltd.	Vito Technology (Suqian) Co., Ltd.	Same ultimate parent company	\$ 346,135	- (Note)	\$ -	Not applicable	\$ -	\$ -
	Arcadia Technology (Suqian) Co., Ltd.	Same ultimate parent company	2,035,739	2.12	-	Not applicable	868,560	-
	Arcadia Technology (Suqian) Co., Ltd.	Same ultimate parent company	876,491	- (Note)	-	Not applicable	-	-
Vito Technology (Suqian) Co., Ltd.	Catcher Technology (Suqian) Co., Ltd.	Same ultimate parent company	268,731	2.38	-	Not applicable	11,858	-
	Arcadia Technology (Suqian) Co., Ltd.	Same ultimate parent company	526,931	1.10	-	Not applicable	74,015	-
	Arcadia Technology (Suqian) Co., Ltd.	Same ultimate parent company	364,256	- (Note)	-	Not applicable	-	-
Arcadia Technology (Suqian) Co., Ltd.	Catcher Technology (Suqian) Co., Ltd.	Same ultimate parent company	186,196	3.09	-	Not applicable	5,483	-

Note: Receivables from processing and loaning of funds to others; the turnover ratio is not applicable.

Table 7

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

INFORMATION ON INVESTEEES

JANUARY 1 TO JUNE 30, 2024

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

Investor Company	Investee Company	Location	Main Businesses	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	% Ownership	Book Value			
The Company	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	\$ 2,216,325	\$ 60,652	\$ 60,652	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	162,429,891	4,909,646	4,945,872	
	Smart Ecare Inc.	Address: 13F, No. 99, Sec. 2, Dunhua S. Rd., Da'an District, Taipei City	Health and medical treatment consultant	72,000	72,000	1,440,000	45	3,639	(158)	(71)	
	Ke Yue Co., Ltd.	Address: 1F, No. 10, Lane 138, Ren'ai St, Yongkang District, Tainan City	Investing activities	4,022,980	3,000,000	208,619,800	100	4,328,367	52,675	52,675	
	Yi Sheng Co., Ltd.	Address: 1F, No. 10, Lane 138, Ren'ai St, Yongkang District, Tainan City	Investing activities	2,349,919	1,549,919	86,770,000	100	2,608,211	41,674	41,674	
	Yi De Co., Ltd.	Address: 1F, No. 10, Lane 138, Ren'ai St, Yongkang District, Tainan City	Investing activities	2,399,930	1,699,930	87,270,000	100	2,717,275	39,378	39,378	
	Catcher Medtech Co., Ltd.	No. 10, Yongke 5th Rd., Yongkang District, Tainan City	Manufacturing and selling medical devices	1,150,000	1,150,000	11,500,000	100	1,113,962	8,560	8,577	
	Catcher Holdings International Inc.	3524 Silverside Road Suite 35B, Wilmington, New Castle, United State	Investing activities	- (USD 0)	- (USD 0)	-	-	-	-	-	
	Yi Fa Co., Ltd.	Address: 1F, No. 10, Lane 138, Ren'ai St, Yongkang District, Tainan City	Investing activities	1,472,000	102,000	14,900,000	100	1,551,688	7,808	7,808	
	Yi Chuan Co., Ltd.	Address: 1F, No. 10, Lane 138, Ren'ai St, Yongkang District, Tainan City	Investing activities	2,000	2,000	200,000	100	1,975	(10)	(10)	
	Yi Zhu Co., Ltd.	Address: 1F, No. 10, Lane 138, Ren'ai St, Yongkang District, Tainan City	Investing activities	2,000	2,000	200,000	100	1,975	(10)	(10)	
	Xincher Precision Manufacturing Co., Ltd.	House No.1 - Block A1 - Unit 6 - Lot CN5, Minh Duc Industrial Park, Ngoc Lam Ward, My Hao Town, Hung Yen Province	Manufacturing and selling varied alloy products	8,580	-	-	100	7,951	(647)	(647)	
	Ke Yue Co., Ltd.	Pacific Hospital Supply Co., Ltd.	Biotechnology and medical care	528,203	528,203	7,155,000	9.86	512,925	207,478		
		Bioteque Corporation	Biotechnology and medical care	756,426	756,426	6,788,000	9.80	796,535	250,207		
Yi Sheng Co., Ltd.	Pacific Hospital Supply Co., Ltd.	No. 8, Tongke 2nd Rd., Jiuhu Village, Tongluo Township, Hsinchu Science Park, Miaoli County	Biotechnology and medical care	240,757	240,757	3,254,000	4.48	232,598	207,478		
	Bioteque Corporation	5F-6, No. 23, Sec. 1, Chang'an East Rd., Zhongshan District, Taipei City 104	Biotechnology and medical care	279,319	279,319	2,591,000	3.74	305,314	250,207		
Yi De Co., Ltd.	Pacific Hospital Supply Co., Ltd.	No. 8, Tongke 2nd Rd., Jiuhu Village, Tongluo Township, Hsinchu Science Park, Miaoli County	Biotechnology and medical care	295,411	295,411	4,047,000	5.57	289,282	207,478		
	Bioteque Corporation	5F-6, No. 23, Sec. 1, Chang'an East Rd., Zhongshan District, Taipei City 104	Biotechnology and medical care	245,534	245,534	2,252,000	3.25	265,339	250,207		
Catcher Medtech Co., Ltd.	Pacific Hospital Supply Co., Ltd.	No. 8, Tongke 2nd Rd., Jiuhu Village, Tongluo Township, Hsinchu Science Park, Miaoli County	Biotechnology and medical care	251,915	251,915	3,003,000	4.14	260,940	207,478		
	Bioteque Corporation	5F-6, No. 23, Sec. 1, Chang'an East Rd., Zhongshan District, Taipei City 104	Biotechnology and medical care	290,840	290,840	2,729,000	3.94	301,168	250,207		
Yi Fa Co., Ltd.	Ren He Medtech Co., Ltd.	No. 10, Yongke 5th Rd., Yongkang District, Tainan City	Selling medical devices	2,000	2,000	200,000	100	1,970	(11)		
	Ren Yi Medtech Co., Ltd.	No. 10, Yongke 5th Rd., Yongkang District, Tainan City	Selling medical devices	2,000	2,000	200,000	100	1,970	(11)		
	Pacific Hospital Supply Co., Ltd.	No. 8, Tongke 2nd Rd., Jiuhu Village, Tongluo Township, Hsinchu Science Park, Miaoli County	Biotechnology and medical care	279,134	19,120	3,112,000	4.29	283,101	207,478		
	Bioteque Corporation	5F-6, No. 23, Sec. 1, Chang'an East Rd., Zhongshan District, Taipei City 104	Biotechnology and medical care	206,482	25,466	1,773,000	2.56	210,583	250,207		
Nanomag International Co., Ltd.	Castmate International Co., Ltd.	Vistra Corporate Services Centre, Wickhams Cay II, Road Town, Tortola, VG1110, British Virgin Islands	Investing activities	28,127 (USD 1,009,592)	28,127 (USD 1,009,592)	1,009,592	100	3,428	3,449		
	Stella International Co., Ltd.	P.O. Box31119 Grand Pavilion, Hibiscus Way, 802 West Bay Road, Grand Cayman, KY1-1205 Cayman Islands	Investing activities	9,251,725 (USD 332,079,144)	9,251,725 (USD 332,079,144)	332,079,144	100	18,971,568	559,144		
	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 (USD 1,120,000)	31,203 (USD 1,120,000)	1,050,000	75	2	336		
	Uranus International Co., Ltd.	Room 1907, 19/F, Lee Garden One, 33 Hysan Avenue, Causeway Bay, Hong Kong	Investing activities	8,330,401 (USD 299,009,383)	11,116,401 (USD 399,009,383)	299,009,383	100	16,781,929	1,064,271		
	Norma International Co., Ltd.	Room 1907, 19/F, Lee Garden One, 33 Hysan Avenue, Causeway Bay, Hong Kong	Investing activities	8,345,009 (USD 299,533,691)	8,345,009 (USD 299,533,691)	299,533,691	100	11,435,868	697,094		
	Next Level Ltd.	Vistra Corporate Services Centre, Ground Floor NPF Building, Beach Road, Apia, Samoa	Investing activities	279 (USD 10,000)	279 (USD 10,000)	10,000	100	518,534	36,215		
	Cor Ventures Pte. Ltd.	160 Robinson Road, #14-04 Singapore Business Federation Centre, Singapore 068914	Investing activities	3,873,844 (USD 130,165,797)	2,931,244 (USD 100,165,797)	130,165,797	100	4,182,694	102,061		
	Stella International Co., Ltd.	Room 1907, 19/F, Lee Garden One, 33 Hysan Avenue, Causeway Bay, Hong Kong	Investing activities	1 (USD 30)	1 (USD 30)	30	100	23,416	600		
Catcher Holdings International Inc.	Catcher Ventures Inc.	14451 Chambers Road Suite 100 Tustin, CA 92780, United State	Investing activities	- (USD 0)	- (USD 0)	-	-	-	-	-	Note 3

Note 1: Disclose only investment income (loss) from directly owned subsidiaries and the investees accounted for using the equity method.

Note 2: Refer to Table 8 for information on investment in Mainland China.

Note 3: The investees were established and registered in June 2022 with no investment funds remitted in yet.

Table 8

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA
JANUARY 1 TO JUNE 30, 2024
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investee Company	Main Businesses	Paid-in Capital (Note 13)	Method of Investment (Note 1)	Accumulated Investment Amount Remitted from Taiwan at the Beginning of the Current Period (Note 13)	Remittance of Funds		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 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 alloy products	\$ -	(2) Cygnus International Co., Ltd. (Note 8)	\$ 1,081,883 (USD 33,340,000)	\$ -	\$ -	\$ 1,081,883 (USD 33,340,000)	\$ -	-	\$ -	\$ -	\$ -
Topo Technology (Suzhou) Co., Ltd.	Manufacturing, selling and developing varied alloy products	-	(2) Lyra International Co., Ltd. (Note 4 and 5)	1,309,033 (USD 40,340,000)	-	-	1,309,033 (USD 40,340,000)	-	-	-	-	930,304
Topo Technology (Taizhou) Co., Ltd.	Manufacturing, selling and developing varied alloy products	-	(2) Lyra International Co., Ltd. (Note 9)	-	-	-	-	-	-	-	-	18,644,177
Meecca Technology (Taizhou) Co., Ltd.	Manufacturing, selling and developing varied alloy products	-	(2) Lyra International Co., Ltd. (Note 12)	-	-	-	-	-	-	-	-	4,777,580
Meecca Technology (Suzhou Industrial Park) Co., Ltd.	Manufacturing, selling and developing varied alloy products	-	(2) Cygnus International Co., Ltd. (Note 6)	-	-	-	-	-	-	-	-	2,109,621
Catcher Technology (Suqian) Co., Ltd.	Manufacturing, selling and developing varied alloy products	3,245,000 (USD 100,000,000)	(2) Uranus International Co., Ltd. (Note 7)	3,082,718 (USD 94,999,000)	-	-	3,082,718 (USD 94,999,000)	675,685	100	666,328 (2)A.	7,079,762	10,801,111
Vito Technology (Suqian) Co., Ltd.	Manufacturing, selling and developing varied alloy products	6,157,358 (RMB 409,431,280) (USD 132,300,000)	(2) Uranus International Co., Ltd. (Note 10)	-	-	-	-	395,394	100	397,921 (2)A.	9,789,440	603,460
Arcadia Technology (Suqian) Co., Ltd.	Manufacturing, selling and developing varied alloy products	6,318,621 (RMB 398,499,193) (USD 138,803,527)	(2) Norma International Co., Ltd. (Note 11)	-	-	-	-	653,500	100	712,966 (2)A.	8,024,590	6,250,159
Envio Technology (Suqian) Co., Ltd.	Manufacturing, selling and developing varied alloy products	3,164,633 (RMB 188,956,820) (USD 71,010,000)	(2) Norma International Co., Ltd. (Note 16)	-	-	-	-	(20,011)	100	(15,886) (2)A.	3,411,095	184,042
Aquila Technology (Suqian) Co., Ltd. (Note 17)	Manufacturing and selling varied molds and electronic components	-	(2) Cepheus International Co., Ltd.	36,344 (USD 1,120,000)	-	-	36,344 (USD 1,120,000)	-	-	-	-	169,684
WIT Technology (Taizhou) Co., Ltd. (Note 14)	Researching, developing and manufacturing electronic components	-	(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.	716,558 (USD 22,081,923)	-	-	716,558 (USD 22,081,923)	-	-	-	-	-
Accumulated Investment Amount Remitted from Taiwan to the Mainland China at the End of the Current Period (Note 13)		Investment Amounts Authorized by the Investment Commission, MOEA (Notes 13 and 14)		Upper Limit on the Amount of Investment in Mainland China Stipulated by the Investment Commission, MOEA (Note 3)								
\$ 6,226,536 (USD 191,880,923)		\$ 47,315,512 (USD 1,087,490,591.89) (RMB 2,641,316,560.48)		\$ 100,346,701								

Note 1: The methods of investment include:

1. Direct investment in Mainland China.
2. Investment in the companies in Mainland China via a company incorporated in the third region.
3. Other methods.

Note 2: Investment income (loss) shall be:

1. Specified if the investee is in the preparation stage with no investment income (loss) incurred.
2. Specified based on the following three principles of recognition:
 - (1) The financial statements reviewed by global accounting firms affiliated with the accounting firms in Taiwan.
 - (2) The financial statements reviewed by the CPAs of the parent company in Taiwan.
 - (3) Others.

Note 3: The upper limit on investment in Mainland China is calculated as: $\$167,244,501 \times 60\% = \$100,346,701$

Note 4: The paid-in capital of US\$6,670,000, which was self-owned funds of Nanomag International Co., Ltd., was then invested in Topo Technology (Suzhou) Co., Ltd. via Stella International Co., Ltd. The investee thereafter raised its capital by US\$33,300,000 out of earnings in the third quarter of 2011 and returned US\$33,300,000 via capital reduction in the fourth quarter of 2014.

Note 5: The paid-in capital of US\$30,000,000, which was the earnings distributed by Topo Technology (Suzhou) Co., Ltd. to Stella International Co., Ltd., was then invested in Topo Technology (Suzhou) Co., Ltd., with the amount of US\$67,000,000 returned via capital reduction in the first quarter of 2016. Lyra International Co., Ltd. sold all of its equity in November 2021; the proceeds have not yet been remitted back to Taiwan and therefore have not been deducted from the investment amount authorized by the Investment Commission, MOEA.

Note 6: The paid-in capital of US\$106,000,000, which was the earnings distributed by Catcher Technology (Suzhou) Co., Ltd. to Castmate International Co., Ltd., was then invested in Meecca Technology (Suzhou Industrial Park) Co., Ltd., with capital increase of US\$16,670,000 out of earnings in the third quarter of 2011. The amount of US\$16,670,000 was returned via 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 via capital reduction in the second quarter of 2017, and the amount of US\$32,000,000 was returned via capital reduction in the third quarter of 2017. Cygnus International Co., Ltd. sold all of its equity in November 2021; the proceeds have not yet been remitted back to Taiwan and therefore have not been deducted from the investment amount authorized by the Investment Commission, MOEA.

Note 7: The paid-in capital of US\$5,001,000, which was the earnings distributed by Catcher Technology (Suzhou) Co., Ltd. to Castmate International Co., Ltd., was then invested in Catcher Technology (Suqian) Co., Ltd. The amount of US\$100,000,000, which was the earnings distributed by Topo Technology (Suzhou) Co., Ltd. to Stella International Co., Ltd., was reinvested in Catcher Technology (Suqian) Co., Ltd. via Uranus International Co., Ltd. This amount was returned as a capital reduction of US\$100,000,000 in May 2024, but the investment funds have not yet been remitted back to Taiwan. Therefore, this amount has not yet been deducted from the approved investment amount by the Ministry of Economic Affairs.

Note 8: The paid-in capital of US\$16,670,000 was from earnings distributed in the third quarter of 2011 and US\$40,000,000 was returned through capital reduction in the second quarter of 2014. An additional US\$10,010,000 was returned in August 2016 upon liquidation. However, the investment funds have not yet been remitted back to Taiwan and, therefore, have not yet been deducted from the investment amount approved by the Investment Commission, MOEA.

Note 9: The paid-in capital of RMB227,510,746, which was the earnings distributed by Topo Technology (Suzhou) Co., Ltd. to Stella International Co., Ltd., was then invested in Topo Technology (Taizhou) Co., Ltd. The paid-in capital of US\$65,979,240 and RMB602,268,326, which were the earnings distributed by subsidiaries in Mainland China to Nanomag International Co., Ltd., 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; the proceeds have not yet been remitted back to Taiwan and therefore have not been deducted from the investment amount authorized by the Investment Commission, MOEA.

Note 10: The paid-in capital of US\$99,000,000, which was the earnings distributed by Catcher Technology (Suzhou) Co., Ltd. to Nanomag International Co., Ltd., was 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, which were the earnings respectively distributed by Topo Technology (Suzhou) Co., Ltd. to Nanomag International Co., Ltd., were then invested in Vito Technology (Suqian) Co., Ltd. via Uranus International Co., Ltd.

Note 11: The paid-in capital of US\$27,332,360 and RMB398,499,193, which were the earnings respectively distributed by Catcher Technology (Suzhou) Co., Ltd. and Topo Technology (Suzhou) Co., Ltd. to Nanomag International Co., Ltd., were then invested in Arcadia Technology (Suqian) Co., Ltd. via Norma International Co., Ltd. The paid-in capital of US\$89,970,000, which was the proceeds from the capital reduction of Catcher Technology (Suzhou) Co., Ltd., Topo Technology (Suzhou) Co., Ltd., and Meecca Technology (Suzhou Industrial Park) Co., Ltd., was then invested in Arcadia Technology (Suqian) Co., Ltd. via Norma International Co., Ltd. The paid-in capital of US\$21,501,167, which was the earning distributed by Catcher Technology (Suzhou) Co., Ltd. and Topo Technology (Suzhou) Co., Ltd. to Nanomag International Co., Ltd., was then invested in Arcadia Technology (Suqian) Co., Ltd. via Norma International Co., Ltd.

Note 12: The paid-in capital of US\$17,610,861 and RMB529,989,796, which were the earnings distributed by Catcher Technology (Suzhou) Co., Ltd. and Topo Technology (Suzhou) Co., Ltd. to Nanomag International Co., Ltd., were then invested in Meecca Technology (Taizhou) Co., Ltd. via Lyra International Co., Ltd. The paid-in capital of US\$20,000,000 and RMB284,660,400, which were the earnings and liquidation income distributed by Catcher Technology (Suzhou) Co., Ltd. and earnings distributed by Topo Technology (Suzhou) Co., Ltd. and Meecca Technology (Suzhou Industrial Park) Co., Ltd. to Nanomag International Co., Ltd., were then invested in Meecca Technology (Taizhou) Co., Ltd. via Lyra International Co., Ltd. The paid-in capital of US\$18,000,000, which was the earning distributed by Lyra International Co., Ltd. to Topo Technology (Taizhou) Co., Ltd., was invested in Meecca Technology (Taizhou) Co., Ltd. Lyra International Co., Ltd. sold all of its equity in December 2020; the proceeds have not yet been remitted back to Taiwan and therefore have not been deducted from the investment amount authorized by the Investment Commission, MOEA.

Note 13: Calculated based on the USD to NTD exchange rate of 32.45 as at the end of period.

Calculated based on the RMB to NTD exchange rate of 4.5532 as at the end of period.

Note 14: WIT Technology (Taizhou) Co., Ltd. was dissolved in June 2012; the remaining share capital has not yet been remitted back to Taiwan and therefore has not been deducted from the investment amount authorized by the Investment Commission, MOEA.

Note 15: Sagitta International Co., Ltd. sold all of its shares of Chaohu Yunhai Magnesium Co., Ltd. in June 2016, but has not remitted the proceeds back to Taiwan. The investment thus has not been deducted from the investment amount authorized by the Investment Commission, MOEA.

Note 16: The paid-in capital of US\$71,010,000 and RMB188,956,820, which were the returned capital resulting from liquidating Catcher Technology (Suzhou) Co., Ltd. and the returned capital resulting from the capital reduction of Topo Technology (Suzhou) Co., Ltd. and Meecca Technology (Suzhou Industrial Park) Co., Ltd., were reinvested in Envio Technology (Suqian) Co., Ltd. through Norma International Co., Ltd.

Note 17: Aquila Technology (Suqian) Co., Ltd. was dissolved in February 2022; the proceeds have not been remitted back to Taiwan and therefore have not been deducted from the investment amount authorized by the Investment Commission, MOEA.

Table 9

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT TRANSACTIONS
JANUARY 1 TO JUNE 30, 2024
(In Thousands of New Taiwan Dollars)

No.	Company Name	Transaction Counterparty	Relationship (Note 1)	Transaction Details			
				Account	Amount (Note 2)	Payment Terms	% of Total Sales or Assets
0	Catcher Technology (Suqian) Co., Ltd.	Vito Technology (Suqian) Co., Ltd.	3	Other receivables from related parties	\$ 346,135		0.13
				Processing income	302,268	Calculated based on general transaction prices; settled monthly; credit on 30-90 days	3.63
				Processing expenses	71,077	Calculated based on general transaction prices; settled monthly; credit on 30-90 days	0.85
		Arcadia Technology (Suqian) Co., Ltd.	3	Receivables from related parties	2,035,739		0.77
				Payables to related parties	186,196		0.07
				Other receivables from related parties (loaning of funds)	876,491		0.33
				Sales revenue	1,958,998	Calculated based on general transaction prices; settled monthly; credit on 30-90 days	23.51
				Purchase of goods	157,617	Calculated based on general transaction prices; settled monthly; credit on 30-90 days	1.89
1	Vito Technology (Suqian) Co., Ltd.	Envio Technology (Suqian) Co., Ltd.	3	Receivables from related parties	54,778		0.02
		Arcadia Technology (Suqian) Co., Ltd.	3	Receivables from related parties	526,931		0.20
				Payables to related parties	63,839		0.02
				Other receivables from related parties (loaning of funds)	364,256		0.14
				Sales revenue	578,492	Calculated based on general transaction prices; settled monthly; credit on 30-90 days	6.94
				Purchase of goods	55,493	Calculated based on general transaction prices; settled monthly; credit on 30-90 days	0.67
2	Arcadia Technology (Suqian) Co., Ltd.	Catcher Technology (Suqian) Co., Ltd.	3	Receivables from related parties	268,731		0.10
				Other receivables from related parties	93,014		0.04
				Sales revenue	224,771	Calculated based on general transaction prices; settled monthly; credit on 30-90 days	2.70
		Envio Technology (Suqian) Co., Ltd.	3	Payables to related parties	94,657		0.04
				Purchase of goods	70,129		0.84

Note 1: The relationships with the transaction counterparty include:

- 1. Transactions from the parent company to subsidiaries.
- 2. Transactions from subsidiaries to the parent company.
- 3. Transactions between 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, 2024 AND 2023

(In Thousands of New Taiwan Dollars)

	Land	Buildings	Machinery and Equipment	Other Equipment	Total
<u>Costs</u>					
Balance at January 1, 2023	\$ 1,865,382	\$ 16,128,894	\$ 51,401,009	\$ 6,398,357	\$ 75,793,642
Addition	-	5,526	223,954	75,641	305,121
Disposal	-	-	(843,202)	(3,732)	(846,934)
Reclassification	(193,165)	(24,053)	203,895	7,068	(6,255)
Effect of foreign currency exchange difference	-	(296,112)	(1,038,144)	(97,700)	(1,431,956)
Balance at June 30, 2023	<u>\$ 1,672,217</u>	<u>\$ 15,814,255</u>	<u>\$ 49,947,512</u>	<u>\$ 6,379,634</u>	<u>\$ 73,813,618</u>
<u>Accumulated depreciation and impairment</u>					
Balance at January 1, 2023	\$ -	\$ 7,187,512	\$ 48,283,593	\$ 5,984,142	\$ 61,455,247
Depreciation expense	-	357,592	904,361	166,853	1,428,806
Disposal	-	-	(843,031)	(3,673)	(846,704)
Reclassification	-	(989)	-	-	(989)
Effect of foreign currency exchange difference	-	(153,410)	(1,002,132)	(90,578)	(1,246,120)
Balance at June 30, 2023	<u>\$ -</u>	<u>\$ 7,390,705</u>	<u>\$ 47,342,791</u>	<u>\$ 6,056,744</u>	<u>\$ 60,790,240</u>
Net amount as of June 30, 2023	<u>\$ 1,672,217</u>	<u>\$ 8,423,550</u>	<u>\$ 2,604,721</u>	<u>\$ 322,890</u>	<u>\$ 13,023,378</u>
<u>Costs</u>					
Balance at January 1, 2024	\$ 1,998,517	\$ 16,032,925	\$ 50,106,542	\$ 6,411,835	\$ 74,549,819
Addition	-	1,757	56,900	45,496	104,153
Disposal	-	(95)	(3,419,877)	(29,983)	(3,449,955)
Reclassification	-	674	94,646	-	95,320
Effect of foreign currency exchange difference	-	646,554	868,086	213,209	1,727,849
Balance at June 30, 2024	<u>\$ 1,998,517</u>	<u>\$ 16,681,815</u>	<u>\$ 47,706,297</u>	<u>\$ 6,640,557</u>	<u>\$ 73,027,186</u>
<u>Accumulated depreciation and impairment</u>					
Balance at January 1, 2024	\$ -	\$ 7,764,547	\$ 47,838,191	\$ 6,174,619	\$ 61,777,357
Depreciation expense	-	323,792	614,661	103,225	1,041,678
Disposal	-	(13)	(3,411,234)	(29,868)	(3,441,115)
Effect of foreign currency exchange difference	-	353,202	803,026	201,668	1,357,896
Balance at June 30, 2024	<u>\$ -</u>	<u>\$ 8,441,528</u>	<u>\$ 45,844,644</u>	<u>\$ 6,449,644</u>	<u>\$ 60,735,816</u>
Net amount as of January 1, 2024	<u>\$ 1,998,517</u>	<u>\$ 8,268,378</u>	<u>\$ 2,268,351</u>	<u>\$ 237,216</u>	<u>\$ 12,772,462</u>
Net amount as of June 30, 2024	<u>\$ 1,998,517</u>	<u>\$ 8,240,287</u>	<u>\$ 1,861,653</u>	<u>\$ 190,913</u>	<u>\$ 12,291,370</u>

Table 11**CATCHER TECHNOLOGY CO., LTD.****INFORMATION OF MAJOR SHAREHOLDERS
JANUARY 1 TO JUNE 30, 2024**

Major shareholders	Shareholding	
	Number of shares held (shares)	Shareholding ratio
Taishin International Bank Co., Ltd. is the custodian for the Cathay Taiwan High Dividend Umbrella Fund's Taiwan ESG Sustainable High Dividend ETF Sub-Fund.	49,707,000	7.30%

Note 1: Information of major shareholders in this table comprises shareholders holding more than 5% of the Company's common and preferred shares (including treasure shares), registered in uncertificated form and calculated by Taiwan Depository & Clearing Corporation as of the last business day of the quarter. The share capital recorded in the Company's consolidated financial statements may be different from the actual number of shares registered in uncertificated form due to different bases of preparation and calculation.

Note 2: Where shareholders entrust their shares, the information is disclosed by the trustee in a designated individual trust account. As for shareholders holding more than 10% stake make insider equity declaration in accordance with the Securities and Exchange Act, the shares shall include self-held shares plus entrusted shares with the right to manage the entrusted assets. Please refer to the Market Observation Post System for the information of insider equity declaration.