

TAH HSIN INDUSTRIAL CORPORATION

BALANCE SHEETS

As of September 30, 2024, December 31, 2023, and September 30, 2023

(September 30, 2024 and 2023 are unaudited)

(Amounts in thousands of New Taiwan Dollars)

	September 30, 2024		December 31, 2023		September 30, 2023	
	AMOUNT	%	AMOUNT	%	AMOUNT	%
ASSETS						
Current assets						
1100 Cash and cash equivalents(Note 6(1))	\$2,132,670	20	\$2,249,460	20	\$2,301,224	21
1110 Current financial assets at fair value through profit or loss(Note 6(2))	17,920	-	3,282	-	7,341	-
1120 Current financial assets at fair value through other comprehensive income(Note 6(3))	3,379,315	32	3,840,678	34	3,714,936	33
1150 Notes receivable, net(Note 6(4))	51,362	1	57,555	-	80,933	1
1170 Accounts receivable, net(Note 6(5))	231,410	2	256,909	2	224,690	2
1180 Accounts receivable due from related parties, net(Note 6(5))	13,066	-	9,311	-	17,004	-
1200 Other receivables	32,642	-	16,936	-	22,281	-
1210 Other receivables due from related parties	596	-	895	-	326	-
1220 Current tax assets	14,971	-	14,689	-	6,074	-
130x Current inventories(Note 6(6))	660,826	6	631,501	6	658,537	6
1410 Prepayments	45,121	-	31,186	-	51,773	-
1476 Other current financial assets(Note 6(1))	293,204	3	406,656	4	462,238	4
1479 Other current assets, others	708	-	758	-	734	-
11xx Total Current assets	6,873,811	64	7,519,816	66	7,548,091	67
Non-current assets						
1517 Non-current financial assets at fair value through other comprehensive income(Note 6(7))	676,027	7	697,089	6	668,814	6
1550 Investments accounted for using equity method(Note 6(8))	459,071	4	476,887	4	471,481	4
1600 Property, plant and equipment(Note 6(9))	2,007,264	19	1,971,976	18	1,994,086	18
1755 Right-of-use asset(Note 6(10))	125,202	1	134,241	1	71,866	1
1760 Investment property, net(Note 6(11))	345,452	3	345,455	3	345,458	3
1840 Deferred tax assets	99,707	1	97,185	1	92,764	1
1920 Guarantee deposits paid	6,068	-	7,128	-	5,215	-
1970 Other long-term investments, net	810	-	810	-	810	-
1975 Net defined benefit asset, non-current	-	-	-	-	5,977	-
1980 Other non-current financial assets(Note 6(1))	74,217	1	71,396	1	64,018	-
1995 Other non-current assets, others	15,094	-	20,836	-	11,288	-
15xx Total Non-current assets	3,808,912	36	3,823,003	34	3,731,777	33
1xxx Total Assets	\$10,682,723	100	\$11,342,819	100	\$11,279,868	100
LIABILITIES AND EQUITY						
Current liabilities						
2100 Current borrowings(Note 6(12))	\$126,893	1	\$129,017	1	\$129,720	1
2120 Current financial liabilities at fair value through profit or loss(Note 6(2))	2,818	-	-	-	-	-
2130 Current contract liabilities	14,568	-	7,379	-	11,440	-
2150 Notes payable	97,634	1	87,081	1	111,235	1
2170 Accounts payable	84,271	1	38,787	-	57,931	1
2200 Other payables(Note 6(13))	180,984	2	163,004	2	181,585	2
2220 Other payables to related parties	547	-	471	-	679	-
2230 Current tax liabilities	8,309	-	11,615	-	6,823	-
2250 Current provisions(Note 6(14))	8,458	-	8,458	-	8,458	-
2280 Current lease liabilities(Note 6(10))	12,083	-	13,009	-	2,778	-
2399 Other current liabilities, others	3,657	-	1,411	-	3,301	-
21xx Total Current liabilities	540,222	5	460,232	4	513,950	5
Non-current liabilities						
2570 Deferred tax liabilities	191,353	2	188,267	2	206,511	2
2580 Non-current lease liabilities(Note 6(10))	53,688	1	61,629	-	6,311	-
2640 Net defined benefit liability, non-current(Notes 4,6(15))	285	-	3,354	-	-	-
2645 Guarantee deposits received	6,872	-	6,207	-	9,605	-
25xx Total Non-current liabilities	252,198	3	259,457	2	222,427	2
2xxx Total Liabilities	792,420	8	719,689	6	736,377	7
LIABILITIES AND EQUITY						
Equity						
Equity attributable to owners of parent						
3100 Share capital(Note 6(16))	990,990	9	990,990	9	990,990	9
3200 Capital surplus(Note 6(17))	239,999	2	221,869	2	221,869	2
3300 Retained earnings(Note 6(18))	7,421,934	70	7,575,050	67	7,632,328	68
3400 Other equity interest(Note 6(19))	1,291,479	12	1,889,721	17	1,751,284	15
3500 Treasury shares(Note 6(20))	(83,230)	(1)	(83,230)	(1)	(83,230)	(1)
31xx Total Equity attributable to owners of parent	9,861,172	92	10,594,400	94	10,513,241	93
36xx Non-controlling interests(Note 6(21))	29,131	-	28,730	-	30,250	-
3xxx Total Equity	9,890,303	92	10,623,130	94	10,543,491	93
Total Liabilities And Equity	\$10,682,723	100	\$11,342,819	100	\$11,279,868	100

Chairman: Wu, Zi-Cong

President: Chen, Yi-Chien

Chief Accountant: Chen, Ming-Je

English Translation of Financial Statements Originally Issued in Chinese
TAH HSIN INDUSTRIAL CORPORATION
STATEMENTS OF COMPREHENSIVE INCOME
For the years ended September 30, 2024 and 2023
(Amounts in thousands of New Taiwan Dollars, except for earnings per share)

Description	Three Months Ended September 30				Nine Months Ended September 30			
	2024	%	2023	%	2024	%	2023	%
Operating revenue(Note 6(22))	\$510,672	100	\$525,000	100	\$1,525,172	100	\$1,693,225	100
Operating costs(Note 6(6)(23))	(450,800)	(88)	(442,538)	(84)	(1,338,081)	(88)	(1,401,288)	(83)
Unrealized profit (loss) from sales	59,872	12	82,462	16	187,091	12	291,937	17
Operating expenses(Note 6(23))								
Selling expenses	(31,471)	(6)	(30,194)	(6)	(94,654)	(6)	(87,587)	(5)
Administrative expenses	(61,021)	(12)	(57,916)	(11)	(184,856)	(12)	(170,043)	(10)
Expected credit impairment loss (or gain)	4,681	1	3,237	1	2,014	-	5,238	-
Operating expenses	(87,811)	(17)	(84,873)	(16)	(277,496)	(18)	(252,392)	(15)
Net operating income (loss)	(27,939)	(5)	(2,411)	-	(90,405)	(6)	39,545	2
Non-operating income and expenses								
Interest income(Note 6(24))	20,766	4	21,297	4	63,913	4	58,983	3
Other income(Note 6(25))	78,443	15	59,107	11	132,588	9	229,219	14
Other gains and losses(Note 6(26))	(42,543)	(8)	55,125	10	35,461	2	80,722	5
Finance costs(Note 6(27))	(619)	-	(375)	-	(1,778)	-	(1,252)	-
Share of profit (loss) of associates and joint ventures accounted for using equity method	13,275	2	13,698	3	23,638	2	29,826	2
Non-operating income and expenses	69,322	13	148,852	28	253,822	17	397,498	24
Profit (loss) from continuing operations before tax	41,383	8	146,441	28	163,417	11	437,043	26
Tax expense (income)(Note 6(28))	4,681	1	(15,323)	(3)	(16,775)	(1)	(38,246)	(2)
Profit (loss) from continuing operations	46,064	9	131,118	25	146,642	10	398,797	24
Net income (loss)(Note 6)	46,064	9	131,118	25	146,642	10	398,797	24
Other comprehensive income(Note 6(29))								
Unrealised gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	(176,950)	(35)	(320,286)	(61)	(406,187)	(27)	73,174	4
Unrealised gains (losses) from investments in equity instruments measured at fair value through other comprehensive income, associates and joint ventures	(6,544)	(1)	2,011	-	(14,873)	(1)	5,429	-
Components of other comprehensive income that will not be reclassified to profit or loss	(183,494)	(36)	(318,275)	(61)	(421,060)	(28)	78,603	4
Exchange differences on translation	5,408	1	23,307	5	25,705	2	14,241	1
Unrealised gains (losses) from investments in debt instruments measured at fair value through other comprehensive income	9,108	2	(10,362)	(2)	1,863	-	(10,066)	(1)
Income tax related to components of other comprehensive income that will be reclassified to profit or loss	(1,003)	-	(4,517)	(1)	(4,946)	-	(2,780)	-
Components of other comprehensive income that will be reclassified to profit or loss	13,513	3	8,428	2	22,622	2	1,395	-
Other comprehensive income	(\$169,981)	(33)	(\$309,847)	(59)	(\$398,438)	(26)	\$79,998	4
Total comprehensive income	(\$123,917)	(24)	(\$178,729)	(34)	(\$251,796)	(16)	\$478,795	28
Profit (loss), attributable to:								
Profit (loss), attributable to stockholders of the parent	\$44,417	9	\$130,703	25	\$143,548	10	\$397,023	24
Profit (loss), attributable to non-controlling interests	1,647	-	415	-	3,094	-	1,774	-
	\$46,064	9	\$131,118	25	\$146,642	10	\$398,797	24
Comprehensive income attributable to:								
Stockholders of the parent (Comprehensive income)	(\$125,956)	(24)	(\$179,867)	(34)	(\$255,863)	(16)	\$476,681	28
Non-controlling interests (Comprehensive income)	2,039	-	1,138	-	4,067	-	2,114	-
	(\$123,917)	(24)	(\$178,729)	(34)	(\$251,796)	(16)	\$478,795	28
Earnings Per Share								
Diluted earnings per share	\$0.46		\$1.37		\$1.50		\$4.15	

Chairman: Wu, Zi-Cong

President: Chen, Yi-Chien

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English Translation of Financial Statements Originally Issued in Chinese

TAI HSIEN INDUSTRIAL CORPORATION

STATEMENTS OF CHANGES IN EQUITY

For the nine months ended September 30, 2024 and 2023

(Amounts in thousands of New Taiwan Dollars)

Description	Equity attributable to owners of parent										Non-controlling interests	Total equity
	Ordinary share	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings (accumulated deficit)	Exchange differences on translation of foreign financial statements	Unrealised gains (losses) on financial assets measured at fair value through other comprehensive income	Treasury shares	Total equity attributable to owners of parent			
Beginning Balance	\$990,990	\$200,160	\$1,570,733	\$573,800	\$5,616,414	(\$77,742)	\$1,818,320	(\$83,230)	\$10,609,445	\$29,299		\$10,638,744
Appropriation and distribution of retained earnings:												
Cash dividends of ordinary share	-	-	-	-	(594,594)	-	-	-	(594,594)	-		(594,594)
Other changes in capital surplus	-	277	-	-	-	-	-	-	277	-		277
Consolidated Net Income	-	-	-	-	397,023	-	-	-	397,023	1,774		398,797
Total comprehensive income	-	-	-	-	-	11,121	68,537	-	79,658	340		79,998
Adjustments of capital surplus for company's cash dividends received by subsidiaries	-	21,432	-	-	-	-	68,537	-	476,681	2,114		478,795
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	(1,163)		(1,163)
Disposal of investments in equity instruments designated at fair value through other comprehensive income	-	-	-	-	68,952	-	(68,952)	-	-	-		-
End of Year	<u>\$990,990</u>	<u>\$221,869</u>	<u>\$1,570,733</u>	<u>\$573,800</u>	<u>\$5,487,795</u>	<u>(\$66,621)</u>	<u>\$1,817,905</u>	<u>(\$83,230)</u>	<u>\$10,513,241</u>	<u>\$30,250</u>		<u>\$10,543,491</u>
Beginning Balance	990,990	221,869	1,570,733	573,800	5,430,517	(87,329)	1,977,050	(83,230)	10,594,400	28,730		10,623,130
Appropriation and distribution of retained earnings:												
Cash dividends of ordinary share	-	-	-	-	(495,495)	-	-	-	(495,495)	-		(495,495)
Other changes in capital surplus	-	270	-	-	-	-	-	-	270	-		270
Consolidated Net Income	-	-	-	-	143,548	-	-	-	143,548	3,094		146,642
Total comprehensive income	-	-	-	-	-	19,786	(419,197)	-	(399,411)	973		(398,438)
Adjustments of capital surplus for company's cash dividends received by subsidiaries	-	17,860	-	-	-	-	-	-	17,860	-		17,860
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	(3,666)		(3,666)
Disposal of investments in equity instruments designated at fair value through other comprehensive income	-	-	-	-	198,831	-	(198,831)	-	-	-		-
End of Year	<u>\$990,990</u>	<u>\$239,999</u>	<u>\$1,570,733</u>	<u>\$573,800</u>	<u>\$5,277,401</u>	<u>(\$67,543)</u>	<u>\$1,359,022</u>	<u>(\$83,230)</u>	<u>\$9,861,172</u>	<u>\$29,131</u>		<u>\$9,890,303</u>

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TAH HSIN INDUSTRIAL CORPORATION

STATEMENTS OF CASH FLOWS

For the nine months ended September 30, 2024 and 2023

(Amounts in thousands of New Taiwan Dollars)

Description	2024	2023
Cash flows from (used in) operating activities, indirect method		
Profit (loss) before tax	\$163,417	\$437,043
Adjustments		
Adjustments to reconcile profit (loss)		
Depreciation expense	75,956	60,189
Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	(2,014)	(5,238)
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	3,020	(8,639)
Interest expense	1,778	1,252
Interest income	(63,913)	(58,983)
Dividend income	(106,995)	(195,394)
Share of loss (profit) of associates and joint ventures accounted for using equity method	(23,638)	(29,826)
Loss (gain) on disposal of property, plan and equipment	(27)	(392)
Unrealized foreign exchange loss (gain)	(5,977)	(13,279)
Other Adjustments to Reconcile Net Income	270	277
Total adjustments to reconcile profit (loss)	(121,540)	(250,033)
Changes in operating assets and liabilities		
Changes in operating assets		
Decrease (increase) in notes receivable	6,367	(4,785)
Decrease (increase) in accounts receivable	27,440	122,528
Decrease (increase) in accounts receivable due from related parties	(3,871)	1,808
Decrease (increase) in other receivable	(1,200)	(3,420)
Decrease (increase) in other receivable due from related parties	299	507
Decrease (increase) in inventories	(29,325)	90,855
Decrease (increase) in prepayments	(13,935)	(26,554)
Decrease (increase) in other current assets	50	254
Decrease (increase) in other financial assets	(12,086)	28,640
Decrease (increase) in other operating assets	-	(4,934)
Total changes in operating assets	(26,261)	204,899
Changes in operating liabilities		
Increase (decrease) in contract liabilities	7,189	(677)
Increase (decrease) in notes payable	10,553	(11,054)
Increase (decrease) in accounts payable	45,484	(2,314)
Increase (decrease) in accounts payable to related parties	-	(140)
Increase (decrease) in other payable	1,611	(17,325)
Increase (decrease) in other payable to related parties	76	(2,734)
Increase (decrease) in other current liabilities	2,246	1,299

Increase (decrease) in net defined benefit liability	(3,069)	-
Total changes in operating liabilities	64,090	(32,945)
Total changes in operating assets and liabilities	37,829	171,954
Total adjustments	(83,711)	(78,079)
Cash inflow (outflow) generated from operations	79,706	358,964
Interest received	61,144	59,363
Dividends received	132,010	232,769
Interest paid	(1,828)	(1,251)
Income taxes refund (paid)	(23,891)	(70,237)
Net cash flows from (used in) operating activities	247,141	579,608
Cash flows from (used in) investing activities		
Acquisition of financial assets at fair value through other comprehensive income	(461,855)	(191,784)
Proceeds from disposal of financial assets at fair value through other comprehensive income	535,837	519,455
Acquisition of financial assets measured at fair value through profit or loss	(15,000)	-
Acquisition of property, plant and equipment	(73,971)	(109,278)
Proceeds from disposal of property, plant and equipment	80	519
Increase in refundable deposits	-	(1,408)
Decrease in refundable deposits	1,060	-
Increase in other financial assets	(2,821)	(37,570)
Decrease in other financial assets	125,538	149,998
Increase in other non-current assets	-	(5,529)
Decrease in other non-current assets	5,742	-
Net cash flows from (used in) investing activities	114,610	324,403
Cash flows from (used in) financing activities		
Decrease in short-term loans	(3,785)	(20,919)
Decrease in short-term notes and bills payable	-	(25,000)
Increase in guarantee deposits received	558	-
Repayments of principle of lease liabilities	(10,122)	(2,209)
Cash dividends paid	(477,635)	(573,162)
Change in non-controlling interests	(3,666)	(1,163)
Net cash flows from (used in) financing activities	(494,650)	(622,453)
Effect of exchange rate changes on cash and cash equivalents	16,109	77
Net increase (decrease) in cash and cash equivalents	(116,790)	281,635
Cash and cash equivalents at beginning of period	2,249,460	2,019,589
Cash and cash equivalents at end of period	<u>\$2,132,670</u>	<u>\$2,301,224</u>

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