

English Translation of Financial Statements Originally Issued in Chinese

TAH HSIN INDUSTRIAL CORPORATION

BALANCE SHEETS

As of June 30, 2021, December 31, 2020, and June 30, 2020

(June 30, 2021 and 2020 are unaudited)

(Amounts in thousands of New Taiwan Dollars)

		June 30, 2021		December 31, 2020		June 30, 2020	
		AMOUNT	%	AMOUNT	%	AMOUNT	%
ASSETS							
Current assets							
1100	Cash and cash equivalents(Note	\$2,551,340	19	\$3,987,427	31	\$6,250,611	44
1110	Current financial assets at fair	246	-	-	-	899	-
1120	Current financial assets at fair	4,081,237	30	3,079,853	24	2,238,551	15
1150	Notes receivable, net(Note 6(4))	78,583	-	90,597	-	101,524	1
1170	Accounts receivable, net(Note	246,430	2	310,098	2	241,944	2
1180	Accounts receivable due from	8,772	-	15,263	-	5,302	-
1200	Other receivables	13,286	-	13,225	-	5,870	-
1210	Other receivables due from	2,811	-	969	-	1,043	-
1220	Current tax assets	4,137	-	5,332	-	4,020	-
130x	Current inventories(Note 6(6))	686,955	5	606,977	5	665,790	5
1410	Prepayments	87,938	1	58,371	-	53,584	-
1476	Other current financial	2,431,148	18	1,532,322	12	1,390,354	10
1479	Other current assets, others	1,688	-	1,649	-	3,265	-
11xx	Total Current assets	10,194,571	75	9,702,083	74	10,962,757	77
Non-current assets							
1517	Non-current financial assets at	754,478	6	705,348	5	712,990	5
1550	Investments accounted for using	629,085	5	646,294	5	611,344	4
1600	Property, plant and	1,419,609	10	1,496,595	12	1,483,340	10
1755	Right-of-use asset(Note 6(10))	76,090	-	80,609	1	83,473	1
1760	Investment property, net(Note	345,492	3	271,896	2	271,912	2
1840	Deferred tax assets	106,004	1	106,332	1	102,762	1
1920	Guarantee deposits paid	2,697	-	2,789	-	13,929	-
1970	Other long-term investments, net	810	-	810	-	810	-
1980	Other non-current financial	53,862	-	50,335	-	48,197	-
1995	Other non-current assets, others	2,283	-	3,329	-	4,173	-
15xx	Total Non-current assets	3,390,410	25	3,364,337	26	3,332,930	23
1xxx	Total Assets	\$13,584,981	100	\$13,066,420	100	\$14,295,687	100
LIABILITIES AND EQUITY							
Current liabilities							
2100	Current borrowings(Note 6(102))	\$170,667	1	\$214,130	2	\$219,888	2
2120	Current financial liabilities at fair	-	-	39	-	-	-
2150	Notes payable	146,120	1	92,939	1	90,816	1
2170	Accounts payable	61,560	-	68,653	-	45,741	-
2200	Other payables	758,149	6	240,539	2	924,815	7
2220	Other payables to related parties	1,448	-	4,792	-	1,428	-
2230	Current tax liabilities	264,218	2	6,545	-	2,547	-
2250	Current provisions(Note 6(103))	9,467	-	9,467	-	9,467	-
2280	Current lease liabilities(Note	2,096	-	3,035	-	3,144	-
2320	Long-term liabilities, current	304	-	2,266	-	3,849	-
2399	Other current liabilities, others	22,645	-	10,258	-	24,717	-
21xx	Total Current liabilities	1,436,674	10	652,663	5	1,326,412	10
Non-current liabilities							
2540	Non-current portion of non-current	-	-	-	-	332	-
2570	Deferred tax liabilities	180,829	2	180,755	2	181,852	1
2580	Non-current lease liabilities(Note	11,790	-	12,948	-	14,936	-
2640	Net defined benefit liability, non-	5,907	-	7,920	-	5,839	-
2645	Guarantee deposits received	9,097	-	8,040	-	7,309	-
25xx	Total Non-current liabilities	207,623	2	209,663	2	210,268	1
2xxx	Total Liabilities	1,644,297	12	862,326	7	1,536,680	11
LIABILITIES AND EQUITY							
Equity							
Equity attributable to owners of							
3100	Share capital(Note 6(106))	1,386,000	10	1,386,000	11	1,980,000	14
3200	Capital surplus(Note 6(107))	152,055	1	151,782	1	131,798	1
3300	Retained earnings(Note 6(108))	7,577,529	56	8,350,263	64	8,708,999	61
3400	Other equity interest(Note 6(109))	2,898,105	22	2,388,550	18	2,034,869	14
3500	Treasury shares(Note 6(210))	(97,469)	(1)	(97,469)	(1)	(118,879)	(1)
31xx	Total Equity attributable to owners	11,916,220	88	12,179,126	93	12,736,787	89
36xx	Non-controlling interests(Note	24,464	-	24,968	-	22,220	-
3xxx	Total Equity	11,940,684	88	12,204,094	93	12,759,007	89
Total Liabilities And Equity		\$13,584,981	100	\$13,066,420	100	\$14,295,687	100

Chairman: Wu, Zi-Cong

President: Hu, Pao-Tse

Chief Accountant: Lai, Ken-Min

English Translation of Financial Statements Originally Issued in Chinese

**TAH HSIN INDUSTRIAL CORPORATION
STATEMENTS OF COMPREHENSIVE INCOME**

For the years ended June 30, 2021 and 2020

(Amounts in thousands of New Taiwan Dollars, except for earnings per share)

Description	Three Months Ended June 30				Six Months Ended June 30			
	2021	%	2020	%	2021	%	2020	%
Operating revenue(Note 6(2102))	\$542,168	100	\$481,209	100	\$1,081,362	100	\$1,002,853	100
Operating costs(Note 6(6)(2103))	(467,254)	(86)	(405,467)	(84)	(907,257)	(84)	(838,902)	(84)
Unrealized profit (loss) from sales	74,914	14	75,742	16	174,105	16	163,951	16
Operating expenses(Note 6(2103))								
Selling expenses	(27,789)	(5)	(26,600)	(6)	(55,471)	(5)	(55,611)	(5)
Administrative expenses	(55,604)	(10)	(57,507)	(12)	(112,341)	(10)	(119,019)	(12)
Expected credit impairment loss (or gain)	(1,748)	(1)	(2,332)	-	2,651	-	1,294	-
Operating expenses	(85,141)	(16)	(86,439)	(18)	(165,161)	(15)	(173,336)	(17)
Net operating income (loss)	(10,227)	(2)	(10,697)	(2)	8,944	1	(9,385)	(1)
Non-operating income and expenses								
Interest income(Note 6(2104))	5,477	1	3,389	1	11,076	1	5,467	1
Other income(Note 6(2105))	13,230	2	11,128	2	22,562	2	21,863	2
Other gains and losses(Note 6(2106))	(15,379)	(3)	5,686,171	1,182	(12,186)	(1)	5,686,872	567
Finance costs(Note 6(2107))	(480)	-	(976)	-	(1,112)	-	(2,076)	-
Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	5,150	1	-	-	5,150	-	-	-
Share of profit (loss) of associates and joint	(1,694)	-	37,678	8	(3,359)	-	35,806	3
Non-operating income and expenses	6,304	1	5,737,390	1,192	22,131	2	5,747,932	573
Profit (loss) from continuing operations	(3,923)	(1)	5,726,693	1,190	31,075	3	5,738,547	572
Tax expense (income)(Note 6(2108))	(263,936)	(49)	(499,706)	(104)	(267,770)	(25)	(502,907)	(50)
Profit (loss) from continuing operations	(267,859)	(50)	5,226,987	1,086	(236,695)	(22)	5,235,640	522
Net income (loss)(Note 6)	(267,859)	(50)	5,226,987	1,086	(236,695)	(22)	5,235,640	522
Other comprehensive income(Note 6(2109))								
Components of other comprehensive income								
Unrealised gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	179,240	33	418,084	87	506,095	47	(215,332)	(21)
Unrealised gains (losses) from investments in equity instruments measured at fair value through other comprehensive income, associates and joint ventures	14,854	3	71,686	15	38,299	4	49,754	5
Components of other comprehensive income that will not be reclassified to profit or loss	194,094	36	489,770	102	544,394	51	(165,578)	(16)
Components of other comprehensive income that will be reclassified to profit or loss								
Exchange differences on translation	(15,122)	(3)	(10,660)	(2)	(21,119)	(2)	(9,821)	(1)
Income tax related to components of other comprehensive income that will be reclassified to profit or loss	2,956	1	2,073	-	4,137	-	1,870	-
Components of other comprehensive income that will be reclassified to profit or loss	(12,166)	(2)	(8,587)	(2)	(16,982)	(2)	(7,951)	(1)
Other comprehensive income	\$181,928	34	\$481,183	100	\$527,412	49	(\$173,529)	(17)
Total comprehensive income	(\$85,931)	(16)	\$5,708,170	1,186	\$290,717	27	\$5,062,111	505
Profit (loss), attributable to:								
Profit (loss), attributable to stockholders of	(\$268,136)	(50)	\$5,226,140	1,086	(\$236,625)	(22)	\$5,234,877	522
Profit (loss), attributable to non-controlling interests	277	-	847	-	(70)	-	763	-
	(\$267,859)	(50)	\$5,226,987	1,086	(\$236,695)	(22)	\$5,235,640	522
Comprehensive income attributable to:								
Stockholders of the parent (Comprehensive income)	(\$85,867)	(16)	\$5,707,617	1,186	\$291,221	27	\$5,061,818	505
Non-controlling interests (Comprehensive income)	(64)	-	553	-	(504)	-	293	-
	(\$85,931)	(16)	\$5,708,170	1,186	\$290,717	27	\$5,062,111	505
Earnings Per Share								
Basic earnings per share(Note 6(310))	(\$2.01)		\$27.38		(\$1.77)		\$27.43	
Diluted earnings per share	(\$2.01)		\$27.31		(\$1.77)		\$27.35	

Chairman: Wu, Zi-Cong

President: Hu, Pao-Tse

Chief Accountant: Lai, Ken-Min

English Translation of Financial Statements Originally Issued in Chinese
TAH HSIN INDUSTRIAL CORPORATION
STATEMENTS OF CHANGES IN EQUITY
For the six months ended June 30, 2021 and 2020
(Amounts in thousands of New Taiwan Dollars)

Description	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	Non-controlling interests	Total equity
Beginning Balance	\$1,980,000	\$105,429	\$759,713	\$2,515,291	\$921,818	(\$70,282)	\$2,278,210	(\$118,879)	\$8,371,300	\$21,927	\$8,393,227
Appropriation and distribution of retained earnings:											
Legal reserve appropriated	-	-	73,817	-	(73,817)	-	-	-	-	-	-
Cash dividends of ordinary share	-	-	-	-	(722,700)	-	-	-	(722,700)	-	(722,700)
Reversal of special reserve	-	-	-	(1,941,491)	1,941,491	-	-	-	-	-	-
Other changes in capital surplus	-	319	-	-	-	-	-	-	319	-	319
Consolidated Net Income	-	-	-	-	5,234,877	-	-	-	5,234,877	763	5,235,640
Total comprehensive income	-	-	-	-	-	(7,481)	(165,578)	-	(173,059)	(470)	(173,529)
Adjustments of capital surplus for company's cash dividends received by subsidiaries	-	26,050	-	-	-	-	-	-	26,050	-	26,050
End of Year	\$1,980,000	\$131,798	\$833,530	\$573,800	\$7,301,669	(\$77,763)	\$2,112,632	(\$118,879)	\$12,736,787	\$22,220	\$12,759,007
Beginning Balance	\$1,386,000	\$151,782	\$833,530	\$573,800	\$6,942,933	(\$83,976)	\$2,472,526	(\$97,469)	\$12,179,126	\$24,968	\$12,204,094
Appropriation and distribution of retained earnings:											
Legal reserve appropriated	-	-	737,203	-	(737,203)	-	-	-	-	-	-
Cash dividends of ordinary share	-	-	-	-	(554,400)	-	-	-	(554,400)	-	(554,400)
Other changes in capital surplus	-	273	-	-	-	-	-	-	273	-	273
Consolidated Net Income	-	-	-	-	(236,625)	-	-	-	(236,625)	(70)	(236,695)
Total comprehensive income	-	-	-	-	-	(16,548)	544,394	-	527,846	(434)	527,412
Disposal of investments in equity instruments designated at fair value through other comprehensive income	-	-	-	-	(236,625)	(16,548)	544,394	-	291,221	(504)	290,717
End of Year	\$1,386,000	\$152,055	\$1,570,733	\$573,800	\$5,432,996	(\$100,524)	\$2,998,629	(\$97,469)	\$11,916,220	\$24,464	\$11,940,684

Chairman: Wu, Zi-Cong

President: Hu,Pao-Tse

Chief Accountant: Lai, Ken-Min

English Translation of Financial Statements Originally Issued in
TAH HSIN INDUSTRIAL CORPORATION
STATEMENTS OF CASH FLOWS

For the six months ended June 30, 2021 and 2020

(Amounts in thousands of New Taiwan Dollars)

	Description	2021	2020
	Cash flows from (used in) operating activities, indirect method		
A10000	Profit (loss) before tax	\$31,075	\$5,738,547
	Adjustments		
	Adjustments to reconcile profit (loss)		
A20100	Depreciation expense	29,095	27,164
A20300	Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	(7,801)	(1,294)
A20400	Net loss (gain) on financial assets or liabilities at fair value through profit or loss	(292)	(896)
A20900	Interest expense	1,112	2,076
A21200	Interest income	(11,076)	(5,467)
A21300	Dividend income	(6,192)	-
A22300	Share of loss (profit) of associates and joint ventures accounted for using equity method	3,359	(35,806)
A22500	Loss (gain) on disposal of property, plant and equipment	(144)	(1,721)
A23000	Loss (gain) on disposal of non-current assets classified as held for sale	-	(5,754,207)
A24100	Unrealized foreign exchange loss (gain)	(201)	824
A29900	Other Adjustments to Reconcile Net Income	273	319
A20010	Total adjustments to reconcile profit (loss)	8,133	(5,769,008)
	Changes in operating assets and liabilities		
	Changes in operating assets		
A31130	Decrease (increase) in notes receivable	12,070	(25,913)
A31150	Decrease (increase) in accounts receivable	66,313	24,605
A31160	Decrease (increase) in accounts receivable due from related parties	6,727	14,887
A31180	Decrease (increase) in other receivable	(169)	(1,585)
A31190	Decrease (increase) in other receivable due from related parties	(1,842)	163
A31200	Decrease (increase) in inventories	(79,978)	(36,975)
A31230	Decrease (increase) in prepayments	(29,567)	708
A31240	Decrease (increase) in other current assets	(39)	(186)
A31250	Decrease (increase) in other financial assets	1,174	70,104
A31000	Total changes in operating assets	(25,311)	45,808
	Changes in operating liabilities		
A32130	Increase (decrease) in notes payable	53,181	(26,462)
A32150	Increase (decrease) in accounts payable	(7,093)	2,138
A32160	Increase (decrease) in accounts payable to related parties	-	(3)
A32180	Increase (decrease) in other payable	(44,002)	25,271
A32190	Increase (decrease) in other payable to related parties	(3,344)	(4,779)

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TAH HSIN INDUSTRIAL CORPORATION
STATEMENTS OF CASH FLOWS

For the six months ended June 30, 2021 and 2020
(Amounts in thousands of New Taiwan Dollars)

	Description	2021	2020
A32230	Increase (decrease) in other current liabilities	12,387	14,574
A32240	Increase (decrease) in net defined benefit liability	(2,013)	(44,406)
A32000	Total changes in operating liabilities	9,116	(33,667)
A30000	Total changes in operating assets and liabilities	(16,195)	12,141
A20000	Total adjustments	(8,062)	(5,756,867)
A33000	Cash inflow (outflow) generated from operations	23,013	(18,320)
A33100	Interest received	12,023	5,275
A33200	Dividends received	57,467	10,650
A33300	Interest paid	(1,093)	(2,091)
A33500	Income taxes refund (paid)	(5,014)	(818)
AAAA	Net cash flows from (used in) operating activities	86,396	(5,304)
	Cash flows from (used in) investing activities		
B00010	Acquisition of financial assets at fair value through other comprehensive income	(780,354)	(128,911)
B00020	Proceeds from disposal of financial assets at fair value through other comprehensive income	241,956	-
B02600	Proceeds from disposal of non-current assets classified as held for sale	-	8,351,965
B02700	Acquisition of property, plant and equipment	(39,024)	(32,838)
B02800	Proceeds from disposal of property, plant and equipment	252	2,121
B03800	Decrease in refundable deposits	92	85
B06500	Increase in other financial assets	(903,527)	(1,423,197)
B06800	Decrease in other non-current assets	6,501	93
B07700	Income taxes refund (paid)	-	(1,029,158)
BBBB	Net cash flows from (used in) investing activities	(1,474,104)	5,740,160
	Cash flows from (used in) financing activities		
C00200	Decrease in short-term loans	(25,619)	(83,776)
C00600	Decrease in short-term notes and bills payable	-	(40,000)
C01700	Repayments of long-term debt	(1,829)	(1,941)
C03000	Increase in guarantee deposits received	1,106	84
C03100	Decrease in guarantee deposits received	-	(2,200)
C04020	Repayments of principle of lease liabilities	(1,417)	(1,445)
CCCC	Net cash flows from (used in) financing activities	(27,759)	(129,278)
DDDD	Effect of exchange rate changes on cash and cash equivalents	(20,620)	(5,220)
EEEE	Net increase (decrease) in cash and cash equivalents	(1,436,087)	5,600,358
E00100	Cash and cash equivalents at beginning of period	3,987,427	650,253
E00200	Cash and cash equivalents at end of period	\$2,551,340	\$6,250,611

Chairman: Wu, Zi-Cong

President: Hu, Pao-Tse

Chief Accountant: Lai, Ken-Min