

Tah Hsin Industrial Corp.2024 Annual Standing Meeting

Time: 09:00 a.m. on Friday, June 21, 2024

Place: No.51, Gongyequ 35th Rd., Xitun Dist., Taichung City (Head Office)

Attendance of shareholders: 77,484,676 shares represented by shareholders and their proxies (accounting for 81.11% of the total 95,526,932 shares issued by the company)

Attending Directors: Wu Zi Cong, Hu Po Yi, Hu Pie Tuan, Hu bor Chon, Liu Wan Cheng, Lai Ken Min, 6 seats

Attend Independent Directors: Lin Ko Wu, Yang Te Wang, Yang Kuo Shu 3 seats

List: Chen Yi-Chien General Manager

Crowe Horwath Certified Public Accountants: Chang Fu Lang (CPA)

Chiu kuei-Ling (CPA)

Chairman: Wu Zi Cong

Record: Yu Ze Rong

(The total number of shares present at the shareholders' representative has reached a statutory amount and the chairman announces the meeting)

Chairman's address: (omitted)

I. Report Items:

- (1) 2023 Business Report. (Attachment 1)**
- (2) 2023 Audit Committee Review Report and Report on Communication between the Audit Committee and the Chief Audit Officer (Attachment 2)**
- (3) Report on the situation of distribution of remuneration to directors and employees in 2023. (Please refer to the Meeting Handbook.)**
- (4) Report on the situation of appropriation of retained earnings via cash dividends in 2023. (Please refer to the Meeting Handbook.)**
- (5) Report on the situation of handling guarantee by endorsement. (Please refer to the Meeting Handbook.)**
- (6) Report on amendment of the "Rules of Procedures for Board of Directors Meetings"(Please refer to the Meeting Handbook.)**

II. Proposed Resolutions:

No. 1

Proposal: Ratification of the 2023 Business Report and Financial Statements

Proposed by the Board of Directors

Explanation: The Company's 2023 Financial Statements audited by CPAs have been submitted along with the 2023 Business Report to the Audit Committee for review without finding any non-conformity. Please acknowledge.

Attachments:I. Business Report (Attachment 1)
II . Financial Statements (Attachment 3)

Resolution:

Voting Results

Shares represented at the time of voting: 77,484,676

| Voting Result (include electronic voting) | % of the total represented share present |
|--|---|
| Votes in favor: 77,317,937 votes | 99.78% |
| Votes against: 22,131 votes | 0.02% |
| Abstention votes: 144,608 votes | 0.18% |

No. 2

Proposal: Ratification of the Company's Profit Distribution Proposal 2023

Proposed by the Board of Directors

Explanation:

I. As of 2023, the total amount of distributable earnings is NT\$5,678,263,964.

II. The Profit Distribution Table has been reviewed by the Audit Committee and approved by the Board of Directors.

Please acknowledge. (Attachment 4)

Resolution:

Voting Results

Shares represented at the time of voting: 77,484,676

| Voting Result (include electronic voting) | % of the total represented share present |
|--|---|
| Votes in favor: 77,349,094 votes | 99.82% |
| Votes against: 22,158 votes | 0.02% |
| Abstention votes: 113,424 votes | 0.14% |

The proposal was approved after voting.

III. Other Business and Special Motion: no

IV. Meeting Adjourned: June 21, 2024 at 09:20 am

There are no questions from shareholders at this shareholders meeting

Chairman: Wu Zi Cong

Record: Yu Ze Rong

Tahsin Industrial Corporation

2023 Business Report

2023 Business Report

Dear Shareholders, ladies and gentlemen

Now the Company's Operating Performance in 2023 is reported as follows: The Company's operating revenue in 2023 was NT\$1.81785 billion, a decrease of 22.19% compared with that in 2022. The operating profit was NT\$0.1867 million, a decrease by NT\$118.21 million compared with that in 2022. The net income before tax was NT\$359.97 million, a decrease by NT\$417.2 million compared with that in 2022, and net income after tax decreased by NT\$358.77 million from 2022 to NT\$349.39 million in 2023.

The segmental analysis of sales by product category and geographical market in recent two years is presented as follows:

| Sales by product category | | | | | | |
|---------------------------|---|--------|-----------|--------|---------------------|---------|
| Product category segment | 2023 | | 2022 | | Unit: NT\$ thousand | |
| | Improvement (Decline) compared with previous year | | | | | |
| | Amount | % | Amount | % | Amount | % |
| Rainwear department | 827,831 | 45.54 | 1,083,208 | 46.37 | (255,377) | (23.58) |
| Garment department | 456,919 | 25.14 | 616,709 | 26.40 | (159,790) | (25.91) |
| New product department | 172,360 | 9.48 | 213,944 | 9.16 | (41,584) | (19.44) |
| PP department | 209,052 | 11.50 | 243,016 | 10.40 | (33,964) | (13.98) |
| Others | 151,692 | 8.34 | 179,335 | 7.67 | (27,643) | (15.41) |
| Total | 1,817,854 | 100.00 | 2,336,212 | 100.00 | (518,358) | (22.19) |

| Sales by geographical market | | | | | | |
|------------------------------|---|--------|-----------|--------|---------------------|---------|
| Geographical market segment | 2023 | | 2022 | | Unit: NT\$ thousand | |
| | Improvement (Decline) compared with previous year | | | | | |
| | Amount | % | Amount | % | Amount | % |
| Taiwan | 381,074 | 20.96 | 409,421 | 17.52 | (28,347) | (6.92) |
| America | 324,141 | 17.83 | 368,335 | 15.77 | (44,194) | (12.00) |
| Europe | 666,650 | 36.68 | 1,014,098 | 43.41 | (347,448) | (34.26) |
| Japan | 173,121 | 9.52 | 250,534 | 10.72 | (77,413) | (30.90) |
| Other | 272,868 | 15.01 | 293,824 | 12.58 | (20,956) | (7.13) |
| Total | 1,817,854 | 100.00 | 2,336,212 | 100.00 | (518,358) | (22.19) |

The parent company only operating revenue, profitability and return on investment in the most recent two years are analyzed as shown below:

(1) Parent company only sales and profitability performance in the last two years

Unit: NT\$ thousand

| Items | 2023 | | 2022 | |
|------------------------|-----------|--------|-----------|--------|
| | Amount | % | Amount | % |
| Net operating revenue | 1,817,854 | 100.00 | 2,336,212 | 100.00 |
| Gross operating profit | 242,835 | 13.36 | 354,531 | 15.18 |
| Operating profit | 18,670 | 1.03 | 136,888 | 5.86 |
| Net profit before tax | 359,974 | 19.80 | 761,695 | 32.60 |
| Net income after tax | 349,399 | 19.22 | 708,174 | 30.31 |

(2) Profitability

| Items | | | 2023 | 2022 |
|---------------|------------------------------------|-----------------------|----------|----------|
| Profitability | Return on total assets (%) | | 3.14% | 6.00% |
| | Return on shareholders' equity (%) | | 3.30% | 6.39% |
| | to Paid-in capital | Operating profit | 1.88% | 13.81% |
| | | Net profit before tax | 36.32% | 76.86% |
| | Net profit rate (%) | | 19.22% | 30.31% |
| | Earnings per share (NT\$) | | NT\$3.66 | NT\$7.41 |

(3) Return on Investment

| Items | 2023 | 2022 |
|-------------------------|-------|-------|
| Price-to-Earnings Ratio | 19.46 | 10.09 |
| Price / Dividend Ratio | 14.25 | 12.47 |
| Cash Dividend Yield | 7.02% | 8.02% |

II. Outline of 2024 Business Plan

〈I〉 Summary of 2024 Business Plan

1. Operating Strategies:

[Improve staff living standards] [Technological innovation, Attaches great importance to the quality]

[Stimulate employees' potential to create profits] [Serve customers at reasonable prices]

2. Estimated target for sales:

The sales target in 2024 is NT\$1.96 billion for the Company, and NT\$2.3 billion for the Group. We will continue to stabilize order receiving, ensure balance of production capacity, maintain competitive advantages in order to improve business performance and profitability.

The anticipated sales for major products of the Group in 2024 is as follows:

Unit: NT\$ million

| | Anticipated sales for the Company | | | Anticipated sales for the Group | | |
|---------------------|-----------------------------------|--------------|----------------|---------------------------------|--------------|----------------|
| Product category | Domestic sales | Export sales | Expected sales | Domestic sales | Export sales | Expected sales |
| Raincoat | 101 | 859 | 960 | 101 | 1,045 | 1,146 |
| Garment | 113 | 407 | 520 | 113 | 496 | 609 |
| Stationery | 3 | 78 | 81 | 3 | 96 | 99 |
| Binding machine | - | 37 | 37 | - | 45 | 45 |
| Laminator | - | 140 | 140 | - | 172 | 172 |
| PP corrugated board | 185 | 37 | 222 | 185 | 44 | 229 |
| Total | 402 | 1,558 | 1,960 | 402 | 1,898 | 2,300 |

3. Important production and sales strategies:

- ① Domestic sales market: In order to enlarge the market share, continue to develop new products, enrich diversification of the product lines, provide sufficient inventor to satisfy needs of each major distributor; prepare online catalogs, and actively conduct the sales promotional activities for the purpose of attracting more consumers and new distributors to join in.
- ② Export market: Keep exploring new customers and maintaining close cooperation relationship with original customers, strive to improve quality and efficiency of each link from the innovative product design to efficient product manufacturing with a view to meeting customers' need and expectations, and winning their reliance and support.
- ③ Adjust stock level of products in response to customers, flexibly arrange manpower and capacity of the overseas production factories, meanwhile optimize cleaning and organization work, and provide operators with a safe and healthy work environment.
- ④ Deliver shipments of goods on time, based on customers' delivery time. The document machines and binding machines for export can be shipped subject to customers' demands; pay attention to inventory and price of materials, maintain

product quality and price competitiveness; meanwhile develop related products of the document machines, and enhance product assembly and manufacturing technology.

- ⑤ Continue to develop application of PP board products to each product by improving added value and new purposes on one hand and making use of recyclable features to promote green economy.

〈 II 〉 Future development strategy:

- ① Development of new customers and acquisition of new orders:

Actively participate in important exhibitions at home and abroad, demonstrate excellent product process technology and quality, visit new and old customers, and develop potential customers, provide customers with desirable products with enthusiastic service, trustworthy quality, and timely shipment. In terms of products for domestic sales, explore new projects from institutional groups and government departments and win their orders, and enhance product sales performance.

- ② Exploit overseas production bases and outsourcing:

Pay attention to the production conditions of textile garment in countries of the Association of Southeast Asian Nations, evaluate exploitation of overseas productions bases and order outsourcing, and meanwhile train excellent personnel, and strengthen production capability.

- ③ Optimization of new equipment:

Continue to replace equipment in each factory area, import various automation machines, match use of digital software, increase output of machines with precise and effective utilization, conduct statistics and analysis of backend big data, and achieve energy-saving and output maximization.

- ④ Use of solar energy use and energy-saving equipment:

The factory area is equipped with solar energy for self-used power generation; green environmental friendly products are produced by environmental friendly green power; renew and use energy-saving lighting equipment, air conditioning equipment and production equipment, take realistic actions to carry out energy-saving and carbon reduction policy and to do our best to fulfil corporate social responsibility.

- ⑤ Price negotiation of raw materials and stock management:

Strengthen price negotiation of raw materials, develop new suppliers, reduce production cost, create profit, activate stock, and increase product value.

Looking forward to the future, the global economy is full of challenges. In the face of multiple risks like regional wars, geopolitics, climate change, net-zero transformation, etc., Tahsin continues to move towards the re-layout for sustainable operation, always adhere to being practical and ethical, and do our best to fulfil corporate social responsibility. We will make strenuous efforts to pursue innovation and maintain competitiveness internally, actively develop market externally, improve operation to move towards the goal of creating stable profit, and create the best investment interests for all stakeholders and shareholders.

Chairman: Wu, Zi-Cong

Manager: Chen, Yi-Chien

Chief Accountant: Chen, Ming-Je

Tahsin Industrial Corporation

Audit Committee's Review Report

The 2023 Business Report and Profit Distribution Proposal prepared by the Company's Board of Directors, along with the consolidated and individual financial statements audited by Crowe Horwath (Taiwan) CPAs' Wang, Wu-Chang and Chiu, Kuei-Ling have been submitted to the Audit Committee for review and approval without finding any non-conformity. The Audit Committee hence issued the Review Report in accordance with Article 219 of the Companies Act for approval.

To

2024 Annual General Shareholders' Meeting

Convener of the Audit Committee: Lin, Ko-Wu

March 12, 2024

Independent Auditors' Report

To Tahsin Industrial Corporation:

Audit Opinion

Tahsin Industrial Corporation's Parent Company Only Balance Sheets as of December 31, 2023 and 2022, in addition to the Parent Company Only Statements of Comprehensive Income, Parent Company Only Statements of Changes in Equity, Parent Company Only Statements of Cash Flows, and Notes to the Parent Company Only Financial Statements (including the Summary of Significant Accounting Policies) from January 1 to December 31, 2023 and 2022, have been audited by the CPAs. According to our opinion, the Parent Company Only Financial Statements mentioned above have been prepared in accordance with the "Regulations Governing the Preparation of Financial Reports by Securities Issuers" in all material aspects, and are considered to have reasonably expressed the parent company only financial conditions of Tahsin Industrial Corporation as of December 31, 2023 and 2022, as well as the parent company only financial performance and cash flows from January 1 to December 31, 2023 and 2022.

Basis for Opinion

We conducted our audit in accordance with the Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants and auditing standards. Our responsibilities under those standards are further described in the section titled "Auditor's Responsibilities for the Audit of the Parent Company Only Financial Statements." We are independent from the Company pursuant to the Norm of Professional Ethics for Certified Public Accountant of the Republic of China, and we have fulfilled our other responsibilities in accordance with these requirements. We believe we have obtained sufficient and appropriate audit evidence to serve as a basis for our opinion.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Parent Company Only Financial Statements of Tahsin Industrial Corporation for the year ended December 31, 2023. Such matters have been dealt with in the course of auditing and compiling the parent company only financial statements and in the preparation of our audit opinion. As such, we do not respond to each key matter individually. The key audit matters for the parent company only financial statements of Tahsin Industrial Corporation for the year ended December 31, 2023 are as follows:

Revenue recognition

Please refer to Note 4 (17) of the Parent Company Only Financial Statements for accounting policies regarding revenue recognition; please see Note 5 (1) 3 of the Parent Company Only Financial Statements for critical accounting judgments, estimates, and assumptions regarding revenue recognition; please see Note 6 (20) of the Parent Company Only Financial Statement for disclosure of information related to income.

Key Audit Matters:

The operating revenue of Tahsin Industrial Corporation comes mainly from sale of products. Recognition of sales revenue is mainly to verify whether the control over goods is transferred to buyers and whether there are no non-performance obligations that may affect the acceptance of products, and also is the main indicator for investors and the management to assess the financial or business performance of the Company. As the accuracy of the amount and timing of revenue

recognition has a great influence on the financial statements, we have thus included it as one of the key audit matters.

Audit procedures adopted:

Our audit procedures include (i) understanding and testing the effectiveness of internal control mechanisms adopted by the management on revenue recognition; (ii) sampling and reviewing records of sales revenue recognition (including shipping documents) over a certain period of time before the balance sheet date, and determining the appropriateness of recognition timing thereof; (iii) testing selected underlying transactions before and after the end of the reporting date to verify if they were recognized in the correct period; (iv) assessing whether the risks and rewards of goods, of which the revenue had been recognized, have been transferred; and (v) performing a trend analysis on major buyers and revenues by product to determine if material irregularities exist.

Cash and cash equivalents

Please refer to Note 4 (5) of the parent company only financial statements for details of the accounting policies for cash and cash equivalents; please refer to Note 6 (1) of the parent company only financial statements for details of the accounting items for cash and cash equivalents and time deposits with an original maturity of more than three months.

Key Audit Matters:

As of December 31, 2023, the carrying amount of cash and cash equivalents and time deposits with initial term maturity date over three months (shown under other financial assets – current) held by Tahsin Industrial Corporation amounted to NTD2,238,551 thousand, accounting for approximately 20.20% of the total assets and the amounts are significant to the overall parent company only financial statements. We identified these as one of the key audit items due to the inherent risk of cash and cash equivalents and time deposits with initial term maturity date of over three months.

Audit procedures adopted:

1. Evaluate and test the effectiveness of the design and implementation of the internal control system for cash and cash equivalents and time deposits with initial terms of over three months.
2. Conduct significant transactions test and verification procedures for frequent bank accounts, including understanding the purpose of the bank account and reviewing relevant transaction vouchers to confirm the reasonableness of the receipt and payment of huge bank deposits.
3. Conduct an inventory verification process on cash and term deposits, including checking whether term deposits have provided guarantees or pledged to confirm consistency with the disclosures in the financial statements.
4. Obtain a breakdown of the balances of cash and cash equivalents and time deposits with initial terms maturity date of over three months and check the bank statements and the related relevant transaction voucher to confirm their existence. In addition, check the amount on the correspondence response letter for all financial institutions and examine whether there are any restricted incidents, which have been properly disclosed.

Financial assets measured at fair value through other comprehensive income

Accounting policies related to financial assets measured at fair value through other comprehensive income are detailed in Note 4 (6) of the parent company only financial statements; significant accounting judgments, estimates, and assumptions regarding the classification and fair value measurement of financial assets are provided in Note 5 (1) and 5 (2) of the consolidated financial statements; explanations regarding the accounting items of financial assets measured at fair value through other comprehensive income are disclosed in Note 6 (3) and 6 (7) of the consolidated financial statements.

Key Audit Matters:

As of December 31, 2023, the carrying amount of financial assets measured at fair value through other comprehensive income held by Tahsin Industrial Corporation and subsidiaries amounted to NTD4,281,917 thousand, accounting for approximately 38.64% of the total assets. The amount is significant to the overall consolidated financial statements. Therefore, the auditor considers these items as one of the key audit matters.

Audit procedures adopted:

1. Evaluate and test the effectiveness of internal control systems design and execution related to investment operations, including whether transactions are appropriately approved.
2. Perform substantive audit procedures on financial assets measured at fair value through other comprehensive income, including verifying the accuracy of initial recognition and subsequent measurement amounts, cross-checking relevant documents, obtaining confirmations or verifying relevant documents to confirm whether collateral or pledges have been provided, ensuring consistency with financial reporting information disclosure.

Responsibilities of the Management and the Governance Unit for the Parent Company Only Financial Statements

To ensure that the parent company only financial statements do not contain material misstatements caused by fraud or errors, the management is responsible for preparing prudent parent company only financial statements in accordance with the "Regulations Governing the Preparation of Financial Reports by Securities Issuers" and for preparing and maintaining necessary internal control procedures pertaining to the parent company only financial statements.

In preparing the parent company only financial statements, the management is responsible for assessing Tahsin Industrial Corporation's ability to continue as a going concern, disclosing, as applicable, matters related to the going concern and using the going concern basis of accounting unless the management either intends to liquidate Tahsin Industrial Corporation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance (including the Audit Committee) are responsible for overseeing Tahsin Industrial Corporation's financial reporting process.

Auditor's Responsibilities for the Audit of the Parent Company Only Financial Statements

Our objectives are to obtain reasonable assurance about whether the parent company only financial statements as a whole are free from material misstatements, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the auditing standards will always detect a material misstatement when it exists in the parent company only financial statements. There may still be material misstatements due to fraud or errors. If it could be reasonably anticipated that misstated amounts, individually or on aggregate, could have influenced the economic decisions made by the users of the parent company only financial statements, it will be deemed as material.

As part of an audit in accordance with the auditing standards, we exercise professional judgment and skepticism throughout the audit. We have also performed the following tasks:

1. Identify and evaluate the risk of material misstatements due to fraud or error in the parent company only financial statements; design and carry out appropriate countermeasures for the evaluated risk; and obtain sufficient and appropriate evidence as the basis for audit opinion. As fraud may involve collusion, forgery, deliberate omissions, false statements, or violations of internal controls, the risk of an undetected material misstatement due to fraud is greater than that due to errors.
2. Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate under the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal controls of Tahsin Industrial Corporation.
3. Assess the appropriateness of the accounting policies adopted by the management and the reasonableness of the accounting estimates and related disclosures has made.
4. Conclude on the appropriateness of the management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on Tahsin Industrial Corporation's ability to operate as a going concern. If we believe that there may be factors causing significant uncertainties, we are required to remind the users of the parent company only financial statements in our audit report of the relevant disclosures therein, or to amend our report if inappropriate disclosure was made. Our conclusions are based on information available at the date of the

auditor's report. However, future events or circumstances may cause the Company to cease to continue as a going concern.

5. Evaluate the overall expression, structure and contents of the parent company only financial statements (including relevant Notes), and whether the parent company only financial statements fairly present relevant transactions and matters.
6. Obtain sufficient appropriate audit evidence regarding the financial information of the parent company only financial statements within Tahsin Industrial Corporation to express opinions on the parent company only financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine the key audit items of Tahsin Industrial Company's parent company only financial statements for the year ended December 31, 2023. Such matters have been explicitly stated in our audit report, unless laws or regulations prevent their disclosures, or, in extremely rare cases, we decide not to communicate such matters in our audit report in consideration that the reasonably anticipated adverse impacts of such communication would be greater than the public interest it would promote.

Crowe Horwath (TW) CPAs

CPA: Wang, Wu-Chang

CPA: Chiu, Kuei-Ling

No. of the official approval: FSC No. 10200032833

March 12, 2024

Tahsin Industrial Corporation
Parent Company Only Balance Sheets
December 31, 2023 and 2022

Unit: Thousand NTD

| Code | Assets | December 31, 2023 | | December 31, 2022 | |
|--------------------|---|-------------------|-----|-------------------|-----|
| | | Amount | % | Amount | % |
| Current Assets | | | | | |
| 1100 | Cash and cash equivalents (Notes 4 and 6 (1)) | \$1,863,013 | 17 | \$1,826,219 | 16 |
| 1110 | Financial assets at fair value- non-current (Notes 4 and 6 (2)) | 2,265 | - | 1,978 | - |
| 1120 | Financial assets at fair value through other comprehensive income - current (Notes 6 (3)) | 3,829,878 | 35 | 3,905,841 | 35 |
| 1150 | Notes receivable, net (Note 6 (4)) | 38,423 | - | 44,225 | 1 |
| 1160 | Accounts receivable – related parties (Note 6 (4)) | 1,003 | - | 1,710 | - |
| 1170 | Accounts receivable - net (Note 6 (5)) | 223,281 | - | 304,659 | 3 |
| 1180 | Accounts receivable – related parties (Note 6 (5)) | 19,399 | 2 | 35,506 | - |
| 1200 | Other receivables | 14,010 | - | 15,411 | - |
| 1210 | Other receivables - related parties | 4,573 | - | 2,016 | - |
| 1220 | Current income tax assets | 11,202 | - | 1,382 | - |
| 130x | Inventories (Notes 4 and 6 (6)) | 464,777 | 4 | 562,931 | 5 |
| 1410 | Prepayments | 21,348 | - | 19,609 | - |
| 1476 | Other financial assets - current (Note 6 (1)) | 375,538 | 4 | 580,710 | 5 |
| 11xx | Total current assets | 6,868,710 | 62 | 7,302,197 | 65 |
| Non-current Assets | | | | | |
| 1517 | Financial assets at fair value through other comprehensive income - non-current (Notes 6 (7)) | 452,039 | 4 | 349,883 | 3 |
| 1550 | Investments accounted for using the equity method (Notes 4 and 6 (8)) | 1,721,927 | 16 | 1,593,789 | 14 |
| 1600 | Property, plant, and equipment (Notes 4 and 6 (9)) | 1,576,689 | 14 | 1,553,072 | 14 |
| 1755 | Right-of-use asset (Notes 4 and 6 (10)) | 30,930 | - | 2,225 | - |
| 1760 | Investment properties (Notes 4 and 6 (11)) | 345,455 | 3 | 345,465 | 3 |
| 1840 | Deferred tax assets (Note 6 (26)) | 72,715 | 1 | 70,375 | 1 |
| 1920 | Refundable deposits | 3,202 | - | 1,818 | - |
| 1970 | Other long-term investment (net) | 810 | - | 810 | - |
| 1975 | Net defined benefit asset – non-current (Notes 6 (14)) | - | - | 1,043 | - |
| 1990 | Other non-current assets, others | 10,488 | - | - | - |
| 15xx | Total non-current assets | 4,214,255 | 38 | 3,918,480 | 35 |
| 1xxx | Total Assets | \$11,082,965 | 100 | \$11,220,677 | 100 |

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Tahsin Industrial Corporation

**Parent Company Only Balance Sheets
December 31, 2023 and 2022**

Unit: Thousand NTD

| Code | Liabilities and equity | December 31, 2023 | | December 31, 2022 | |
|------|---|-------------------|-----|-------------------|-----|
| | | Amount | % | Amount | % |
| | Current liabilities | | | | |
| 2130 | Contract liabilities - current (Note 6 (20)) | \$5,974 | - | \$11,686 | - |
| 2150 | Notes payable | 87,081 | 1 | 122,289 | 1 |
| 2170 | Accounts payable | 28,364 | - | 46,556 | 1 |
| 2180 | Accounts payable - related parties | 7,855 | - | 2,503 | - |
| 2200 | Other payables (Note 6 (12)) | 96,270 | 1 | 146,168 | 1 |
| 2220 | Other payables- related parties | 19,209 | - | 24,696 | - |
| 2230 | Current income tax liabilities | 9,390 | - | 28,402 | - |
| 2250 | Provisions - current (Notes 4 and 6 (13)) | 8,458 | - | 8,458 | - |
| 2280 | Lease liabilities - current (Note 6 (10)) | 8,159 | - | 1,339 | - |
| 2300 | Other current liabilities | 103 | - | 512 | - |
| 21xx | Total current liabilities | 270,863 | 2 | 392,609 | 3 |
| | Non-current liabilities | | | | |
| 2570 | Deferred tax liabilities (Note 6 (26)) | 187,955 | 2 | 197,569 | 2 |
| 2580 | Lease liabilities - non-current (Notes 6 (10)) | 22,837 | - | 900 | - |
| 2640 | Net defined benefit liabilities - non-current (Notes 4 and 6 (14)) | 3,354 | - | - | - |
| 2645 | Guarantee deposits received | 3,556 | - | 6,900 | - |
| 2650 | Investments accounted for using the equity method - credit (Note 6 (8)) | - | - | 13,254 | - |
| 25xx | Total non-current liabilities | 217,702 | 2 | 218,623 | 2 |
| 2xxx | Total liabilities | 488,565 | 4 | 611,232 | 5 |
| | Equity | | | | |
| 3100 | Share capital (Notes 4 and 6 (15)) | 990,990 | 9 | 990,990 | 9 |
| 3200 | Capital surplus (Note 6 (16)) | 221,869 | 2 | 200,160 | 2 |
| 3300 | Retained earnings (Note 6 (17)) | 7,575,050 | 69 | 7,760,947 | 69 |
| 3400 | Other equity (Note 6 (18)) | 1,889,721 | 17 | 1,740,578 | 16 |
| 3500 | Treasury shares (Note 6 (19)) | (83,230) | (1) | (83,230) | (1) |
| 3xxx | Total equity | 10,594,400 | 96 | 10,609,445 | 95 |
| | Total liabilities and equity | \$11,082,965 | 100 | \$11,220,677 | 100 |

(The accompanying notes are an integral part of the Parent Company Only Financial Statements.)

Chairman: Wu, Zi-Cong

Manager: Chen, Yi-Chien

Chief Accountant: Chen, Ming-Je

Tahsin Industrial Corporation

Parent Company Only Statements of Comprehensive Income For the Years Ended December 31, 2023 and 2022

Unit: Thousand NTD

| Code | Items | December 31, 2023 | | December 31, 2022 | |
|------|--|-------------------|------|-------------------|------|
| | | Amount | % | Amount | % |
| 4000 | Operating revenue (Notes 4 and 6 (20)) | \$1,817,854 | 100 | \$2,336,212 | 100 |
| 5000 | Operating costs (Note 6 (6) (21)) | (1,575,019) | (87) | (1,981,681) | (85) |
| 5900 | Gross Profit | 242,835 | 13 | 354,531 | 15 |
| 5910 | Unrealized gain (loss) from sale, net (loss) | (1,644) | - | (2,057) | - |
| 5920 | Realized gain (loss) from sale (Loss) | 2,057 | - | 1,429 | - |
| 5950 | Net Gross Profit | 243,248 | 13 | 353,903 | 15 |
| | Operating expenses (Note 6 (21)) | | | | |
| 6100 | Marketing expenses | (115,446) | (6) | (108,457) | (5) |
| 6200 | Administrative expenses | (113,205) | (6) | (107,267) | (4) |
| 6450 | Expected credit impairment loss (gain) | 4,073 | - | (1,291) | - |
| 6000 | Total operating expenses | (224,578) | (12) | (217,015) | (9) |
| 6900 | Operating profit | 18,670 | 1 | 136,888 | 6 |
| | Non-operating income and expenses | | | | |
| 7100 | Interest income (Note 6 (22)) | 77,703 | 4 | 31,853 | 1 |
| 7010 | Other income (Note 6 (23)) | 209,768 | 12 | 378,762 | 16 |
| 7020 | Other gains and losses (Notes 4 and 6 (24)) | (74) | - | 146,457 | 6 |
| 7050 | Finance costs (Notes 4 and 6 (25)) | (263) | - | (188) | - |
| 7070 | Share of profit or loss of subsidiaries, associates, and joint ventures accounted for using the equity method | 54,170 | 3 | 67,923 | 3 |
| 7000 | Total non-operating income and expenses | 341,304 | 19 | 624,807 | 26 |
| 7900 | Net profit before tax | 359,974 | 20 | 761,695 | 32 |
| 7950 | Expense (benefit) of income tax (Note 6 (26)) | (10,575) | (1) | (53,521) | (2) |
| 8000 | Profit from continuing operations | 349,399 | 19 | 708,174 | 30 |
| 8200 | Net Income | 349,399 | 19 | 708,174 | 30 |
| | Other comprehensive income (Note 6 (27)) | | | | |
| | Items that will not be reclassified to profit or loss: | | | | |
| 8311 | Remeasurement of defined benefit plans (Note 6 (14)) | (9,654) | (1) | 9,270 | - |
| 8316 | Unrealized valuation profit or loss on investments in equity instruments at fair value through other comprehensive income | 159,932 | 9 | (992,065) | (42) |
| 8336 | Unrealized valuation gain or loss on investments in equity instruments measured at FVTOCI - subsidiaries, associates, and joint ventures | 66,258 | 4 | (210,468) | (9) |
| 8310 | Total items that will not be reclassified subsequently to profit or loss: | 216,536 | 12 | (1,193,263) | (51) |
| | Items that may be reclassified to profit or loss | | | | |
| 8361 | Exchange differences on translating the financial statements of foreign operations | (11,983) | (1) | 35,732 | 1 |
| 8367 | Bond investments with unrealized gain and loss at fair value through other profit or loss | 1,492 | - | (1,256) | - |
| 8399 | Income tax relating to items that may be reclassified subsequently to profit or loss | 2,396 | - | (7,146) | - |
| 8360 | Items that may be reclassified subsequently to profit or loss: | (8,095) | - | 27,330 | 1 |
| 8300 | Other comprehensive income - net | \$208,441 | 11 | (\$1,165,933) | (50) |
| 8500 | Total Comprehensive Income for the Year | \$557,840 | 30 | (\$457,759) | (20) |
| | Earnings Per Share | | | | |
| 9750 | Basic earnings per share (Note 6 (28)) | \$3.66 | | \$7.41 | |
| 9850 | Diluted earnings per share (Note 6 (28)) | \$3.66 | | \$7.41 | |

(The accompanying notes are an integral part of the Parent Company Only Financial Statements.)

Chairman: Wu, Zi-Cong

Manager: Chen, Yi-Chien

Chief Accountant: Chen, Ming-Je

Tahsin Industrial Corporation

**Parent Company Only Statements of Changes in Equity
For the Years Ended December 31, 2023 and 2022**

Unit: Thousand NTD

| | Retained earnings | | | | Other Equity | | | Treasury stock | Total Equity |
|--|-------------------------------|------------------|--------------------|------------------|--|--|---|-------------------|---------------------|
| | Share capital of common stock | Capital Surplus | Legal reserve | Special reserve | Undistributed earnings (or loss to be compensated) | Exchange differences on translation of foreign operating organizations' financial statements | Unrealized valuation (losses) gains from financial assets measured at fair value through other comprehensive income | | |
| Balance as of January 1, 2022 | 990,990 | 182,030 | 1,570,733 | 573,800 | 5,394,465 | (106,328) | 3,022,109 | (83,230) | 11,544,569 |
| Appropriation and distribution of earnings: | | | | | | | | | |
| Ordinary cash dividends | - | - | - | - | (495,495) | - | - | - | (495,495) |
| Other changes in capital surplus | - | 270 | - | - | - | - | - | - | 270 |
| Net income for 2022 | - | - | - | - | 708,174 | - | - | - | 708,174 |
| Other comprehensive income for 2022 | - | - | - | - | 9270 | 28586 | (1,203,789) | - | (1,165,933) |
| Total comprehensive income in 2022 | - | - | - | - | 717,444 | 28586 | (1,203,789) | - | (457,759) |
| Adjustments of capital surplus for the Company's cash | - | 17,860 | - | - | - | - | - | - | 17,860 |
| Balance as of December 31, 2022 | <u>\$990,990</u> | <u>\$200,160</u> | <u>\$1,570,733</u> | <u>\$573,800</u> | <u>\$5,616,414</u> | <u>(\$77,742)</u> | <u>\$1,818,320</u> | <u>(\$83,230)</u> | <u>\$10,609,445</u> |
| Balance as of January 1, 2023 | 990,990 | 200,160 | 1,570,733 | 573,800 | 5,616,414 | (77,742) | 1,818,320 | (83,230) | 10,609,445 |
| Appropriation and distribution of earnings: | | | | | | | | | |
| Ordinary cash dividends | - | - | - | - | (594,594) | - | - | - | (594,594) |
| Other changes in capital surplus | - | 277 | - | - | - | - | - | - | 277 |
| Net income for 2023 | - | - | - | - | 349,399 | - | - | - | 349,399 |
| Other comprehensive income for 2023 | - | - | - | - | (9,654) | (9,587) | 227,682 | - | 208,441 |
| Total comprehensive income in 2023 | - | - | - | - | 339,745 | (9,587) | 227,682 | - | 557,840 |
| Adjustments of capital surplus for the Company's cash dividends received by subsidiaries | - | 21,432 | - | - | - | - | - | - | 21,432 |
| Disposals of investments in equity instruments designated at fair value through other comprehensive income | - | - | - | - | 68,952 | - | (68,952) | - | - |
| Balance as of December 31, 2023 | <u>\$990,990</u> | <u>\$221,869</u> | <u>\$1,570,733</u> | <u>\$573,800</u> | <u>\$5,430,517</u> | <u>(\$87,329)</u> | <u>\$1,977,050</u> | <u>(\$83,230)</u> | <u>\$10,594,400</u> |

(The accompanying notes are an integral part of the Parent Company Only Financial Statements.)

Chairman: Wu, Zi-Cong

Manager: Chen, Yi-Chien

Chief Accountant: Chen, Ming-Je

Tahsin Industrial Corporation

**Parent Company Only Statements of Cash Flows
For the Years Ended December 31, 2023 and 2022**

Unit: Thousand NTD

| Item | December 31, 2023 | December 31, 2022 |
|---|-------------------|-------------------|
| Cash flows from operating activities | | |
| Net profit before tax | \$359,974 | \$761,695 |
| Adjustments | | |
| Adjustments to reconcile profit (loss) | | |
| Depreciation expenses | 50,860 | 38,652 |
| Expected credit losses (benefits) | (4,073) | 1,291 |
| Financial assets and debts at fair value through profit and loss | (287) | 825 |
| Interest expenses | 263 | 188 |
| Interest revenue | (77,703) | (31,853) |
| Dividend revenue | (177,446) | (348,774) |
| Share of loss (profit) of subsidiaries, associates and joint ventures accounted for using the equity method | (54,170) | (67,923) |
| Loss (gain) on disposal and disposition of property, plant and equipment | (27) | (572) |
| Reversal of provision for property, plant, and equipment | - | 2,130 |
| Unrealized gain (loss) from sale, net (loss) | 1,644 | 2,057 |
| Realized loss (gain) on sales | (2,057) | (1,429) |
| Unrealized exchange loss (gain) | 468 | 2,147 |
| Other items | 277 | 270 |
| Total adjustments to reconcile profit (loss) | (262,251) | (402,991) |
| Changes in operating assets and liabilities | | |
| Changes in operating assets | | |
| Decrease (increase) in notes receivable | 5,982 | 15,381 |
| Decrease (increase) in notes receivable - related parties | 707 | (346) |
| Decrease (increase) in accounts receivable | 80,136 | (32,059) |
| Decrease (increase) in accounts receivable - related parties | 15,721 | 8,978 |
| Decrease (increase) in other receivables | 1,336 | 1,863 |
| Decrease (increase) in other receivables - related parties | (2,558) | 3 |
| Decrease (increase) in inventories | 98,154 | 39,396 |
| Decrease (increase) in prepayments | (1,739) | 12,493 |
| Decrease (increase) in net-defined benefit assets | 1,043 | (1,043) |
| Total changes in operating assets | 198,782 | 44,666 |
| Changes in operating liabilities | | |
| Increase (decrease) in contract liabilities | (5,712) | 572 |
| Increase (decrease) in notes payable | (35,208) | (23,886) |
| Increase (decrease) in accounts payable | (18,192) | (16,340) |
| Increase (decrease) in accounts payable - related parties | 5,352 | (1,155) |
| Increase (decrease) in other payables | (10,604) | (3,986) |

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Tahsin Industrial Corporation

**Parent Company Only Statements of Cash Flows
For the Years Ended December 31, 2023 and 2022**

Unit: Thousand NTD

| Item | December 31, 2023 | December 31, 2022 |
|--|-------------------|-------------------|
| Increases (decreases) in other payables - related parties | (\$5,487) | \$1,312 |
| Increase (decrease) in other current liabilities | (409) | (11) |
| Increase (decrease) in net defined benefit liabilities | (6,300) | (4,056) |
| Total changes in operating liabilities | (76,560) | (47,550) |
| Total changes in operating assets and liabilities | 122,222 | (2,884) |
| Total adjustments | (140,029) | (405,875) |
| Cash inflow (outflow) generated from operations | 219,945 | 355,820 |
| Interest received | 76,772 | 28,406 |
| Dividends received | 239,526 | 492,444 |
| Interest paid | (263) | (188) |
| Income tax refunded (paid) | (48,965) | (270,599) |
| Net cash provided by (used in) operating activities | 487,015 | 605,883 |
| Cash flows from investing activities | | |
| Acquisition of financial assets at fair value through other comprehensive income | (201,609) | (414,313) |
| Disposal of financial assets at fair value through other comprehensive income | 342,164 | - |
| Acquisition of financial assets at fair value through profit and loss | - | (2,803) |
| Acquisition of investments accounted for using the equity method | (72,302) | (18,997) |
| Acquisition of property, plant, and equipment | (111,355) | (147,867) |
| Disposal of property, plant, and equipment | 54 | 827 |
| Increase in refundable deposits | (1,384) | - |
| Decrease in other financial assets | 205,172 | 1,109,290 |
| Increase in non-current assets | (10,488) | - |
| Decrease in other non-current assets | | 13 |
| Net cash provided by (used in) investing activities | 150,252 | 526,150 |
| Cash flows from financing activities | | |
| Increase in guarantee deposits received | - | 2,170 |
| Decrease in guarantee deposits received | (3,344) | (1,208) |
| Repayments of principal portion of the lease | (2,535) | (1,377) |
| Cash dividends paid | (594,594) | (495,495) |
| Net cash provided by (used in) financing activities | (600,473) | (495,910) |
| Increase (decrease) in cash and cash equivalents | 36,794 | 636,123 |
| Cash and cash equivalents at beginning of the period | 1,826,219 | 1,190,096 |
| Cash and cash equivalents at end of the period | \$1,863,013 | \$1,826,219 |

(The accompanying notes are an integral part of the Parent Company Only Financial Statements.)

Chairman: Wu, Zi-Cong

Manager: Chen, Yi-Chien

Chief Accountant: Chen, Ming-Je

Independent Auditors' Report

To Tahsin Industrial Corporation:

Audit Opinion

Tahsin Industrial Corporation and subsidiaries' Consolidated Balance Sheets as of December 31, 2023 and 2022, in addition to the Consolidated Statements of Comprehensive Income, Consolidated Statements of Changes in Equity, Consolidated Statements of Cash Flows, and Notes to Consolidated Financial Statements (including the Summary of Significant Accounting Policies) for the years then ended, have been audited by the CPAs.

In our opinion, the Consolidated Financial Statements mentioned above have been prepared in accordance with the "Regulations Governing the Preparation of Financial Reports by Securities Issuers", which bring impact of the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) (hereinafter referred to as "IFRSs") endorsed and effected by the Financial Supervisory Commission (hereinafter referred to as the "FSC") in all material aspects, and are considered to have reasonably expressed the Tahsin Industrial Corporation's and subsidiaries' financial conditions as of December 31, 2023 and 2022, as well as the consolidated financial performance and cash flows from January 1 to December 31, 2023 and 2022.

Basis for Opinion

We conducted our audit in accordance with the Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants and generally accepted auditing standards. Our responsibilities under those standards are further described in the section titled "Auditor's Responsibilities for the Audit of the Consolidated Financial Statements." We are independent from Tahsin Group pursuant to the Norm of Professional Ethics for Certified Public Accountant of the Republic of China, and we have fulfilled our other responsibilities in accordance with these requirements. We believe we have obtained sufficient and appropriate audit evidence to serve as a basis for our opinion.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Consolidated Financial Statements of Tahsin Industrial Corporation and its subsidiaries for the year ended December 31, 2023. Such matters have been dealt with in the course of auditing the consolidated financial statements and in the preparation of our audit opinion. As such, we do not respond to each key matter individually. The key audit matters for the consolidated financial statements of Tahsin Industrial Corporation and its subsidiaries for the year ended December 31, 2023 are as follows:

Revenue recognition

Please refer to Note 4 (18) of the Consolidated Financial Statements for accounting policies regarding revenue recognition; please see Note 5 (1) 3 of the Consolidated Financial Statements for critical accounting judgments, estimates, and assumptions regarding revenue recognition; please see Note 6 (23) of the Consolidated Financial Statement for disclosure of information related to income.

Key Audit Matters:

The operating revenue of Tahsin Industrial Corporation and subsidiaries comes mainly from sale of products. Recognition of sales revenue is mainly to verify whether the control over goods is transferred to buyers and whether there are no non-performance obligations that may affect the acceptance of products, and also is the main indicator for investors and the management to assess the

financial or business performance of Tahsin Industrial Corporation and subsidiaries. As the accuracy of the amount and timing of revenue recognition has a great influence on the financial statements, we have thus included it as one of the key audit matters.

Audit procedures adopted:

Our audit procedures include (i) understanding and testing the effectiveness of internal control mechanisms adopted by the management on revenue recognition; (ii) sampling and reviewing records of sales revenue recognition (including shipping documents) over a certain period of time before the balance sheet date, and determining the appropriateness of recognition timing thereof; (iii) testing selected underlying transactions before and after the end of the reporting date to verify if they were recognized in the correct period; (iv) assessing whether the risks and rewards of goods, of which the revenue had been recognized, have been transferred; and (v) performing a trend analysis on major buyers and revenues by product to determine if material irregularities exist.

Cash and cash equivalents

Please refer to Note 4 (6) of the consolidated financial statements for details of the accounting policies for cash and cash equivalents. Please refer to note 6 (1) of the consolidated financial statements for details of the accounting items of cash, equivalent cash and time deposits with an original maturity of more than three months.

Key Audit Matters:

As of December 31, 2023, the cash and cash equivalents held by Tahsin Industrial Corporation and subsidiaries and time deposits with original maturities of more than three months and more than one year carrying value (listed in other financial of assets-current and other financial assets-non-current) is NTD2,727,512 thousand, accounting for approximately 24.05% of total assets, and the amount is significant to the consolidated financial statements. Due to the inherent risk of cash and cash equivalents and time deposits with an original maturity of more than three months and more than one year, we list these items as one of the key audit items.

Audit procedures adopted:

1. Evaluate and test the effectiveness of the design and implementation of the internal control system for cash and cash equivalents and term deposits with initial terms of over three months and over one year.
2. Conduct significant transactions test and verification procedures for frequent bank accounts, including understanding the purpose of the bank account and reviewing relevant transaction vouchers to confirm the reasonableness of the receipt and payment of huge bank deposits.
3. Conduct an inventory verification process on cash and term deposits, including checking whether term deposits have provided guarantees or pledged to confirm consistency with the disclosures in the financial statements.
4. To obtain a breakdown of the balances of cash and cash equivalents and term deposits with initial terms of over three months and over one year and to check the balance on bank statements and the relevant transaction evidence to confirm the existence. In addition, check the amount on the correspondence response letter for all financial institutions and examine whether there are any restricted incidents, which have been properly disclosed.

Financial assets measured at fair value through other comprehensive income

Accounting policies related to financial assets measured at fair value through other comprehensive income are detailed in Note 4 (7) of the consolidated financial statements; significant accounting judgments, estimates, and assumptions regarding the classification and fair value measurement of financial assets are provided in Note 5 (1) and 5 (2) of the consolidated financial statements; explanations regarding the accounting items of financial assets measured at fair value through other comprehensive income are disclosed in Note 6 (3) and 6 (7) of the consolidated financial statements.

Key Audit Matters:

As of December 31, 2023, the carrying amount of financial assets measured at fair value through other comprehensive income held by Tahsin Industrial Corporation and subsidiaries amounted to NTD4,537,767 thousand, accounting for approximately 40% of the total assets. The amount is

significant to the overall consolidated financial statements. Therefore, the auditor considers these items as one of the key audit matters.

Audit procedures adopted:

1. Evaluate and test the effectiveness of internal control systems design and execution related to investment operations, including whether transactions are appropriately approved.
2. Perform substantive audit procedures on financial assets measured at fair value through other comprehensive income, including verifying the accuracy of initial recognition and subsequent measurement amounts, cross-checking relevant documents, obtaining confirmations or verifying relevant documents to confirm whether collateral or pledges have been provided, ensuring consistency with financial reporting information disclosure.

Other Matters

We have also audited the Parent Company Only Financial Statements of Tahsin Industrial Corporation for 2023 and 2021, on which we have issued an unqualified opinion.

Responsibilities of the Management and the Governance Unit for the Consolidated Financial Statements

To ensure that the Consolidated Financial Statements do not contain material misstatements caused by fraud or errors, the management is responsible for preparing prudent Consolidated Financial Statements in accordance with the "Regulations Governing the Preparation of Financial Reports by Securities Issuers," as well as the IFRS, IAS, law and regulation reviews and their announcements recognized and announced by the Financial Supervisory Commission, and for preparing and maintaining necessary internal control procedures pertaining to the Consolidated Financial Statements.

In preparing the Consolidated Financial Statements, the responsibility of management includes assessing the ability of Tahsin Industrial Corporation and its subsidiaries to continue as going concerns, disclosing related matters, as well as adopting the going-concern basis of accounting, unless the management intends to liquidate Tahsin Industrial Corporation and subsidiaries or terminate the business, or no practicable measure other than liquidation or termination of the business can be taken. Those charged with governance (including the Audit Committee) are responsible for overseeing Tahsin Industrial Corporation's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Statements as a whole are free from material misstatements, whether due to fraud or error, and to issue an auditors' report. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the auditing standards generally accepted in the Republic of China will always detect a material misstatement when it exists. There may still be material misstatements due to fraud or errors. If it could be reasonably anticipated that misstated amounts, individually or in aggregate, could have influenced the economic decisions made by the users of the consolidated financial statements, it will be deemed as material.

As part of an audit in accordance with the auditing standards generally accepted in the Republic of China, we exercise professional judgment and maintain professional skepticism throughout the audit.

We have also performed the following tasks:

1. Identify and evaluate the risk of material misstatements due to fraud or error in the Consolidated Financial Statements; design and carry out appropriate countermeasures for the evaluated risk; and obtain sufficient and appropriate evidence as the basis for their audit opinion. As fraud may involve collusion, forgery, deliberate omissions, false statements, or violations of internal controls, the risk of an undetected material misstatement due to fraud is greater than that due to errors.
2. Acquired necessary understanding of internal controls pertaining to the audit in order to develop audit procedures appropriate under the circumstances. Nevertheless, the purpose of such understanding is not to provide any opinion on the effectiveness of the internal controls of Tahsin Industrial Corporation and subsidiaries.

3. Assess the appropriateness of the accounting policies adopted by the management and the reasonableness of the accounting estimates and related disclosures has made.
4. Based on the audit evidence acquired, on the appropriateness of the management's use of the going-concern basis of accounting, and determined whether a material uncertainty exists where events or conditions that might cast significant doubt on the ability of Tahsin Industrial Corporation and subsidiaries to continue to operate as going concerns. If we believe there may be factors causing significant uncertainties, we are required to remind the users of the consolidated financial statements in our audit report of the relevant disclosures therein, or to amend our report if inappropriate disclosure was made. Our conclusions are based on information available at the date of the auditor's report. However, future events or circumstances may cause Tahsin Industrial Corporation and subsidiaries to cease to continue as a going concern.
5. Evaluate the overall expression, structure and contents of the Consolidated Financial Statements (including relevant Notes), and whether the Consolidated Financial Statements fairly present relevant transactions and events.
6. To obtain sufficient and appropriate audit evidence on the financial information from Tahsin Group members to express opinions on the Consolidated Financial Statements. We are responsible for the direction, supervision and performance of the audit, and responsible for forming our opinions on the Group.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

We determined the key audit matters of the consolidated financial statements of Tahsin Industrial Corporation and subsidiaries of 2023 from the matters communicated with the governance authorities. Such matters have been explicitly stated in our audit report, unless laws or regulations prevent their disclosures, or, in extremely rare cases, we decide not to communicate such matters in our audit report in consideration that the reasonably anticipated adverse impacts of such communication would be greater than the public interest it would promote.

Crowe Horwath (TW) CPAs

CPA: Wang, Wu-Chang

CPA: Chiu, Kuei-Ling

No. of the official approval: FSC No. 10200032833
March 12, 2024

Tahsin Industrial Corporation and subsidiaries

**Consolidated Balance Sheets
December 31, 2023 and 2022**

Unit: Thousand NTD

| Code | Assets | December 31, 2023 | | December 31, 2022 | |
|------|---|-------------------|-----|-------------------|-----|
| | | Amount | % | Amount | % |
| | Current Assets | | | | |
| 1100 | Cash and cash equivalents (Notes 4 and 6 (1)) | \$2,249,460 | 20 | \$2,019,589 | 18 |
| 1110 | Financial assets at fair value through profit and loss-current (Notes 4 and 6(2)) | 3,282 | - | 1,978 | - |
| 1120 | Financial assets at fair value through other comprehensive income - current (Notes 6 (3)) | 3,840,678 | 34 | 4,050,561 | 35 |
| 1150 | (Net) Notes receivables (Note 6 (4)) | 57,555 | - | 76,177 | 1 |
| 1170 | (Net) Accounts receivable (Note 6 (5)) | 256,909 | 2 | 339,514 | 3 |
| 1180 | (Net) Accounts receivable – related parties (Note 6 (5)) | 9,311 | - | 18,535 | - |
| 1200 | Other receivables | 16,936 | | 20,914 | |
| 1210 | Other receivables - related parties | | - | | - |
| | | 895 | - | 833 | - |
| 1220 | Current income tax assets | 14,689 | | 8,472 | |
| | | | - | | - |
| 130x | Inventories (Notes 4 and 6 (6)) | 631,501 | 6 | 749,392 | 6 |
| 1410 | Prepayments | 31,186 | - | 25,219 | - |
| 1476 | Other financial assets - current (Note 6 (1)) | 406,656 | 4 | 640,876 | 6 |
| 1479 | Other current assets - Others | | - | | - |
| | | 758 | | 988 | - |
| 11xx | Total current assets | 7,519,816 | 66 | 7,953,048 | 69 |
| | Non-current Assets | | | | |
| 1517 | Financial assets at fair value through other comprehensive income - non-current (Notes 6 (7)) | 697,089 | 6 | 586,578 | 5 |
| 1550 | Investments accounted for using the equity method (Notes 4 and 6 (8)) | 476,887 | 4 | 471,598 | 4 |
| 1600 | Property, plant and equipment (Notes 4 and 6 (9)) | 1,971,976 | 18 | 1,970,028 | 17 |
| 1755 | Right-of-use asset (Notes 4 and 6 (10)) | 134,241 | 1 | 74,039 | 1 |
| 1760 | Investment properties - net (Notes 4 and 6 (11)) | 345,455 | 3 | 345,465 | 3 |
| 1840 | Deferred tax assets (Note 6 (29)) | 97,185 | 1 | 95,918 | 1 |
| 1920 | Refundable deposits | 7,128 | - | 3,807 | - |
| 1970 | Other long-term investment (net) | | - | | - |
| | | 810 | | 810 | - |
| 1975 | Net defined benefit asset – non-current (Note 6 (16)) | - | - | 1,043 | - |
| 1980 | Other financial assets – non-current (Note 6 (1)) | 71,396 | 1 | 26,448 | - |
| | | | | | - |
| 1995 | Other non-current assets, others | 20,836 | - | 5,759 | |
| | | | | | - |
| 15xx | Total non-current assets | 3,823,003 | 34 | 3,581,493 | 31 |
| 1xxx | Total Assets | \$11,342,819 | 100 | \$11,534,541 | 100 |

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Tahsin Industrial Corporation and its subsidiaries
Consolidated Balance Sheets
December 31, 2023 and 2022

Unit: Thousand NTD

| Code | Liabilities and equity | December 31, 2023 | | December 31, 2022 | |
|------|--|---------------------|------------|---------------------|------------|
| | | Amount | % | Amount | % |
| | Current liabilities | | | | |
| 2100 | Short-term loans (Note 6 (12)) | \$129,017 | 1 | \$160,541 | 1 |
| 2110 | Short-term bonds payable(Note 6(13)) | - | - | 25,000 | - |
| 2120 | Financial assets at fair value through profit or loss - current (Note 6 (2)) | - | - | 3,209 | - |
| 2130 | Contract liabilities - current (Note 6 (23)) | 7,379 | - | 12,117 | - |
| 2150 | Notes payable | 87,081 | 1 | 122,289 | 1 |
| 2170 | Accounts payable | 38,787 | - | 60,245 | 1 |
| 2180 | Accounts payable-related parties | - | - | - | - |
| | | | | 140 | |
| 2200 | Other payables (Note 6 (14)) | 163,004 | 2 | 229,807 | 2 |
| 2220 | Other payables- related parties | - | - | 3,413 | - |
| | | 471 | | | |
| 2230 | Current income tax liabilities | 11,615 | - | 50,252 | 1 |
| 2250 | Provisions - current (Notes 4 and 6 (15)) | 8,458 | - | 8,458 | - |
| 2280 | Lease liabilities - current (Note 6 (10)) | 13,009 | - | 2,904 | - |
| 2399 | Other current liabilities - others | 1,411 | - | 2,002 | - |
| 21xx | Total current liabilities | 460,232 | 4 | 680,377 | 6 |
| | Non-current liabilities | | | | |
| 2570 | Deferred tax liabilities (Note 6 (29)) | 188,267 | 2 | 197,569 | 2 |
| 2580 | Lease liabilities - non-current (Notes 6 (10)) | 61,629 | - | 8,250 | - |
| 2640 | Net defined benefit liabilities - non-current (Notes 4 and 6 (16)) | 3,354 | - | - | - |
| 2645 | Guarantee deposits received | 6,207 | - | 9,601 | - |
| 25xx | Total non-current liabilities | 259,457 | 2 | 215,420 | 2 |
| 2xxx | Total liabilities | 719,689 | 6 | 895,797 | 8 |
| | Equity | | | | |
| | Equity Attributable to the Shareholders of the Parent Company | | | | |
| 3100 | Share capital (Note 4 and 6 (17)) | 990,990 | 9 | 990,990 | 9 |
| 3200 | Capital surplus (Note 6 (18)) | 221,869 | 2 | 200,160 | 2 |
| 3300 | Retained earnings (Note 6 (19)) | 7,575,050 | 67 | 7,760,947 | 67 |
| 3400 | Other equity (Note 6 (20)) | 1,889,721 | 17 | 1,740,578 | 15 |
| 3500 | Treasury shares (Note 6 (21)) | - | (1) | - | (1) |
| | | (83,230) | | (83,230) | |
| 31xx | Total equity attributable to owners of the parent company | 10,594,400 | 94 | 10,609,445 | 92 |
| 36xx | Non-controlling interests (Note 6 (22)) | 28,730 | - | 29,299 | - |
| 3xxx | Total equity | 10,623,130 | 94 | 10,638,744 | 92 |
| | Total liabilities and equity | \$11,342,819 | 100 | \$11,534,541 | 100 |

(The accompanying notes are an integral part of the Consolidated Financial Statements.)

Chairman: Wu, Zi-Cong

Manager: Chen, Yi-Chien

Chief Accountant: Chen, Ming-Je

Tahsin Industrial Corporation and its subsidiaries

**Consolidated Statements of Comprehensive Income
For the Years Ended December 31, 2023 and 2022**

Unit: Thousand NTD

| Code | Items | December 31, 2023 | | December 31, 2022 | |
|------|--|-------------------|------|-------------------|------|
| | | Amount | % | Amount | % |
| 4000 | Operating revenue (Notes 4 and 6 (23)) | \$2,157,193 | 100 | \$2,669,360 | 100 |
| 5000 | Operating Costs (Note 6 (6) (24)) | (1,804,934) | (84) | (2,164,045) | (81) |
| 5900 | Gross Profit | 352,259 | 16 | 505,315 | 19 |
| | Operating expenses (Note 6 (24)) | | | | |
| 6100 | Marketing expenses | (112,875) | (5) | (108,441) | (4) |
| 6200 | Administrative expenses | (229,238) | (10) | (225,260) | (8) |
| 6450 | Expected credit losses (benefits) | 4,196 | - | (1,181) | - |
| 6000 | Total operating expenses | (337,917) | (15) | (334,882) | (12) |
| 6900 | Operating profit | 14,342 | 1 | 170,433 | 7 |
| | Non-operating income and expenses | | | | |
| 7100 | Interest income (Note 6 (25)) | 82,062 | 4 | 33,568 | 1 |
| 7010 | Other income (Note 6 (26)) | | | | |
| | | 244,673 | 11 | 431,635 | 16 |
| 7020 | Other gains and losses (Note 6 (27)) | 2,079 | - | 130,305 | 5 |
| 7050 | Finance costs (Notes 4 and 6 (28)) | (2,214) | - | (2,342) | - |
| 7060 | Share of profit (loss) of associates and joint ventures accounted for using equity method | 26,780 | 1 | 23,146 | 1 |
| 7000 | Total non-operating income and expenses | 353,380 | 16 | 616,312 | 23 |
| 7900 | Net profit before tax | 367,722 | 17 | 786,745 | 30 |
| 7950 | Benefit of income tax (expense) (Note 6 (29)) | (17,215) | (1) | (75,521) | (3) |
| 8000 | Profit from continuing operations | 350,507 | 16 | 711,224 | 27 |
| 8200 | Profit | 350,507 | 16 | 711,224 | 27 |
| | Other comprehensive income (Note 6 (30)) | | | | |
| | Items that will not be reclassified to profit or loss: | | | | |
| 8311 | Remeasurement of defined benefit plans (Note 6 (16)) | (9,654) | - | 9,270 | - |
| 8316 | Unrealized valuation profit or loss on investments in equity instruments at fair value through other comprehensive income | 211,658 | 10 | (1,108,888) | (42) |
| 8326 | Unrealized gains (losses) on investments in equity instruments at fair value through other comprehensive income of affiliated enterprises and joint ventures | 14,532 | - | (93,645) | (3) |
| 8310 | Components of other comprehensive income that will not be reclassified to profit or loss: | 216,536 | 10 | (1,193,263) | (45) |
| | Items that may be reclassified to profit or loss | | | | |
| 8361 | Exchange differences on translating the financial statements of foreign operations | (12,497) | - | 36,819 | 1 |
| 8367 | Unrealized valuation profit or loss on investment in debt instruments financial assets at fair value through other comprehensive income at FVTOCI | 1,492 | - | (1,256) | - |
| 8399 | Income tax relating to items that may be reclassified subsequently to profit or loss | 2,396 | - | (7,146) | - |
| 8360 | Items that may be reclassified subsequently to profit or loss: | (8,609) | - | 28,417 | 1 |
| 8300 | Other comprehensive income - net after tax | \$207,927 | 10 | (\$1,164,846) | (44) |
| 8500 | Total Comprehensive Income for the Year | \$558,434 | 26 | (\$453,622) | (17) |
| 8600 | Profit (loss), attributable to: | | | | |
| 8610 | Shareholders of the parent company (net income/loss) | \$349,399 | 16 | \$708,174 | 27 |
| 8620 | Non-controlling interests (profit or loss) | 1,108 | - | 3,050 | - |
| | | \$350,507 | 16 | \$711,224 | 27 |
| 8700 | Total comprehensive income attributable to: | | | | |
| 8710 | Owners of the parent company (consolidated profit and loss) | \$557,840 | 26 | (\$457,759) | (17) |
| 8720 | Non-controlling interests (consolidated profit and loss) | 594 | - | 4,137 | - |
| | | \$558,434 | 26 | (\$453,622) | (17) |
| | Earnings Per Share | | | | |
| 9750 | Basic earnings per share (Note 6 (31)) | \$3.66 | | \$7.41 | |
| 9850 | Diluted earnings per share | \$3.66 | | \$7.41 | |

(The accompanying notes are an integral part of the Consolidated Financial Statements.)

Chairman: Wu, Zi-Cong

Manager: Chen, Yi-Chien

Chief Accountant: Chen, Ming-Je

Tahsin Industrial Corporation and its subsidiaries
Consolidated Statements of Changes in Equity
For the Years Ended December 31, 2023 and 2022

Unit: Thousand NTD

| | Equity Attributable to the Shareholders of the Parent Company | | | | | | | | Total equity to owners of the parent company | Non-controlling interests | Total Equity |
|--|---|-----------------|---------------|-----------------|--|--|---|----------------|--|---------------------------|--------------|
| | Retained earnings | | | | | Other Equity | | | | | |
| | Share capital of common stock | Capital surplus | Legal reserve | Special reserve | Undistributed earnings (or loss to be compensated) | Exchange differences on translating the financial statements of foreign operations | Unrealized valuation (losses) gains from financial assets measured at fair value through other comprehensive income | Treasury stock | | | |
| Balance as of January 1, 2022 | 990,990 | 182,030 | 1,570,733 | 573,800 | 5,394,465 | (106,328) | 3,022,109 | (83,230) | 11,544,569 | 25,713 | 11,570,282 |
| Appropriation and distribution of earnings: | | | | | | | | | | | |
| Ordinary cash dividends | - | - | - | - | (495,495) | - | - | - | (495,495) | - | (495,495) |
| Other changes in capital surplus | - | 270 | - | - | - | - | - | - | 270 | - | 270 |
| Profit after tax of 2022 | - | - | - | - | 708,174 | - | - | - | 708,174 | 3,050 | 711,224 |
| Other comprehensive income after tax in 2022 | - | - | - | - | 9,270 | 28,586 | (1,203,789) | - | (1,165,933) | 1,087 | (1,164,846) |
| Total Comprehensive Income for the Year | - | - | - | - | 717,444 | 28,586 | (1,203,789) | - | (457,759) | 4,137 | (453,622) |
| Adjustments of capital surplus for the Company's cash dividends received by subsidiaries | - | 17,860 | - | - | - | - | - | - | 17,860 | - | 17,860 |
| Increase and decrease in non-controlling interests | - | - | - | - | - | - | - | - | - | (551) | (551) |
| Balance as of December 31, 2022 | \$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 |
| Balance as of January 1, 2023 | 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 earnings: | | | | | | | | | | | |
| Ordinary cash dividends | - | - | - | - | (594,594) | - | - | - | (594,594) | - | (594,594) |
| Other changes in capital surplus | - | 277 | - | - | - | - | - | - | 277 | - | 277 |
| Profit after tax of 2023 | - | - | - | - | 349,399 | - | - | - | 349,399 | 1,108 | 350,507 |
| Other comprehensive income after tax in 2023 | - | - | - | - | (9,654) | (9,587) | 227,682 | - | 208,441 | (514) | 207,927 |
| Total Comprehensive Income for the Year | - | - | - | - | 339,745 | (9,587) | 227,682 | - | 557,840 | 594 | 558,434 |
| Adjustments of capital surplus for the Company's cash dividends received by subsidiaries | - | 21,432 | - | - | - | - | - | - | 21,432 | - | 21,432 |
| Increase and decrease in non-controlling interests | - | - | - | - | - | - | - | - | - | (1,163) | (1,163) |
| Disposals of investments in equity instruments designated at fair value through other comprehensive income | - | - | - | - | 68,952 | - | (68,952) | - | - | - | - |
| Balance as of December 31, 2023 | \$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 |

(The accompanying notes are an integral part of the Consolidated Financial Statements.)

Chairman: Wu, Zi-Cong

Manager: Chen, Yi-Chien

Chief Accountant: Chen, Ming-Je

Tahsin Industrial Corporation and its subsidiaries

**Consolidated Statements of Cash Flows
For the Years Ended December 31, 2023 and 2022**

Unit: Thousand NTD

| Items | December 31, 2023 | December 31, 2022 |
|---|-------------------|-------------------|
| Cash flows from (used in) operating activities | | |
| Net profit before tax | \$367,722 | \$786,745 |
| Adjustments | | |
| Adjustments to reconcile profit (loss) | | |
| Depreciation expenses | 86,228 | 66,710 |
| Expected credit losses (benefits) | (4,196) | 1,181 |
| Net loss (gain) on financial assets or liabilities at fair value through profit or loss | (4,391) | 3,974 |
| Interest expenses | 2,214 | 2,342 |
| Interest revenue | (82,062) | (33,568) |
| Dividend revenue | (198,694) | (382,489) |
| Share of loss (profit) of associates and joint ventures accounted for using equity method | (26,780) | (23,146) |
| Loss (gain) on disposal and disposition of property, plant and equipment | (451) | (705) |
| Reversal of provision for property, plant, and equipment | - | 3,194 |
| Unrealized exchange loss (gain) | 138 | 2,281 |
| Other adjustments to reconcile profit (loss) | 277 | 270 |
| Total adjustments to reconcile profit (loss) | (227,717) | (359,956) |
| Changes in operating assets and liabilities | | |
| Changes in operating assets | | |
| Decrease (increase) in notes receivable | 18,802 | 12,925 |
| Decrease (increase) in accounts receivable | 81,517 | (26,952) |
| Decrease (increase) in accounts receivable - related parties | 9,169 | (2,100) |
| Decrease (increase) in other receivables | 2,580 | 2,130 |
| Decrease (increase) in other receivables - related parties | (62) | 1,001 |
| Decrease (increase) in inventories | 117,891 | 7,027 |
| Decrease (increase) in prepayments | (5,967) | 15,157 |
| Decrease (increase) in other non-current assets | 230 | 165 |
| Decrease (increase) in other financial assets | 29,048 | (37,804) |
| Decrease (increase) in net defined benefit assets | 1,043 | (1,043) |
| Total changes in operating assets | 254,251 | (29,494) |
| Changes in operating liabilities | | |
| Increase (decrease) in contract liabilities | (4,738) | 660 |
| Increase (decrease) in notes payable | (35,208) | (23,886) |
| Increase (decrease) in accounts payable | (21,458) | (19,694) |
| Increase (decrease) in accounts payable to related parties | (140) | 140 |
| Increase (decrease) in other payables | (26,825) | 1,564 |
| Increases (decreases) in other payables to related parties | (2,942) | 2,202 |
| Increase (decrease) in other current liabilities | (591) | (110) |
| Increase (decrease) in net defined benefit liabilities | (6,300) | (4,056) |
| Total changes in operating liabilities | (98,202) | (43,180) |
| Total changes in operating assets and liabilities | 156,049 | (72,674) |
| Total adjustments | (71,668) | (432,630) |
| Cash inflow (outflow) generated from operations | 296,054 | 354,115 |

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Tahsin Industrial Corporation and its subsidiaries

Consolidated Statements of Cash Flows
For the Years Ended December 31, 2023 and 2022

Unit: Thousand NTD

| Items | December 31, 2023 | December 31, 2022 |
|---|-------------------|-------------------|
| Interest received | \$81,638 | \$29,530 |
| Dividends received | 236,069 | 419,367 |
| Interest paid | (2,213) | (2,321) |
| Income tax refunded (paid) | (71,011) | (274,407) |
| Net cash provided by (used in) operating activities | 540,537 | 526,284 |
| Cash flows from (used in) investing activities | | |
| Acquisition of financial assets at fair value through other comprehensive income | (201,609) | (414,313) |
| Disposal of financial assets at fair value through other comprehensive income | 519,455 | - |
| Acquisition of financial assets at fair value through profit and loss | - | (2,803) |
| Acquisition of investments using equity methods | - | (4,180) |
| Acquisition of property, plant and equipment | (127,919) | (171,669) |
| Disposal of property, plant, and equipment | 598 | 971 |
| Increase in refundable deposits | (3,321) | - |
| Decrease in refundable deposits | - | 76 |
| Acquisition of investment properties | - | (780) |
| Increase in other financial assets | (44,948) | - |
| Decrease in other financial assets | 205,172 | 1,119,766 |
| Increase in other non-current assets | (15,077) | (4,274) |
| Net cash flows from (used in) investing activities | 332,351 | 522,794 |
| Cash flows from financing activities | | |
| Decrease in short-term loans | (22,202) | (89,839) |
| Increase in short-term bonds payable | (25,000) | 25,000 |
| Increase in guarantee deposits received | - | 2,170 |
| Decrease in guarantee deposits received | (3,344) | (1,659) |
| Repayments of principal portion of the lease | (5,931) | (2,674) |
| Cash dividends paid | (573,162) | (477,635) |
| Changes in non-controlling interests | (1,163) | (551) |
| Net cash provided by (used in) financing activities | (630,802) | (545,188) |
| Effects of exchange rate changes on the balance of cash and cash equivalents held in foreign currencies | (12,215) | 6,004 |
| Net increase (decrease) in cash and cash equivalents | 229,871 | 509,894 |
| Cash and cash equivalents at beginning of the period | 2,019,589 | 1,509,695 |
| Cash and cash equivalents at end of period | \$2,249,460 | \$2,019,589 |

(The accompanying notes are an integral part of the Consolidated Financial Statements.)

Chairman: Wu, Zi-Cong

Manager: Chen, Yi-Chien

Chief Accountant: Chen, Ming-Je

Tahsin Industrial Corporation

Profit Distribution Table

2023

Unit: New Taiwan Dollars (NT\$)

| Items | Amount |
|--|---------------|
| Distributable net profit | |
| Beginning balance of retained earnings | 5,269,567,399 |
| Net Profit of January 1 to December 31, 2023 | 349,398,772 |
| Re-measurements of defined benefit plans changes for current year | (9,654,153) |
| Disposals of investments in equity instruments designated at fair value through other comprehensive income | 68,466,355 |
| Disposals by subsidiaries of investments in equity instruments designated at fair value through other comprehensive income | 485,591 |
| Provision for legal capital reserve (2023) | 0 |
| Total | 5,678,263,964 |
| Distributable items: | |
| Cash dividends (NT\$2.5 per share) – first half of the year 2023 | 247,747,500 |
| Cash dividends (NT\$ 2.5 per share) - second half of the year 2023 | 247,747,500 |
| Unappropriated retained earnings at period end | 5,182,768,964 |
| Total | 5,678,263,964 |

Notes:

1. The company's earnings distribution shall be given priority to the undistributed earnings in 2022 and 2023.
2. The cash dividend is rounded off to the nearest NT Dollar, with the decimal places removed. The aggregated rounded off amounts shall be recorded as other income of the Company.

Chairman: Wu, Zi-Cong

Manager: Chen, Yi-Chien

Chief Accountant: Chen, Ming-Je