

English Translation of Financial Statements Originally Issued in Chinese
KING YUAN ELECTRONICS CO., LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS

(Amounts in thousands of New Taiwan Dollars)

Assets	2023/9/30	2022/12/31	2022/9/30
Current assets			
Cash and cash equivalents	10,876,107	12,816,115	12,659,362
Contract assets-current	235,313	153,753	95,071
Notes receivable, net	0	7,218	4,631
Accounts receivable, net	5,820,749	5,382,077	5,701,196
Accounts receivable from related parties, net	1,804,165	1,753,148	2,036,232
Other receivables	737,509	408,138	722,265
Other receivables from related parties	53,452	28,582	3,075
Inventories, net	1,154,451	1,368,626	1,460,938
Prepayments	326,741	366,144	354,627
Other current assets	42,993	55,126	155,578
Other financial assets-current	4	4	4
Total current assets	21,051,484	22,338,931	23,192,979
Non-current assets			
Financial assets at fair value through other comprehensive income-non-current	5,983,680	4,794,451	4,439,189
Investments accounted for using the equity method	87,163	91,048	85,118
Property, plant and equipment	45,319,240	45,991,445	46,342,619
Right-of-use assets	636,281	651,296	662,663
Intangible assets	17,611	39,235	48,658
Deferred tax assets	232,282	296,256	286,146
Other financial assets-non-current	147,239	146,462	146,406
Other non-current assets	10,275	9,859	33,219
Total non-current assets	52,433,771	52,020,052	52,044,018
Total assets	73,485,255	74,358,983	75,236,997

English Translation of Financial Statements Originally Issued in Chinese
KING YUAN ELECTRONICS CO., LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS (Continued)

(Amounts in thousands of New Taiwan Dollars)

Liabilities and Equity	2023/9/30	2022/12/31	2022/9/30
Liabilities			
Current liabilities			
Short-term loans	401,417	1,023,149	1,535,512
Contract liabilities-current	21,237	156,639	160,254
Notes payable	10,906	11,446	22,129
Accounts payable	1,070,598	1,008,049	970,176
Accounts payable to related parties	1,314	6,215	16,962
Other payables	3,719,433	3,738,122	3,970,278
Other payables to related parties	77,261	94,707	127,582
Payables on equipment	740,731	1,054,070	702,375
Current tax liabilities	69,279	1,165,435	898,753
Lease liabilities-current	32,076	29,342	28,845
Current portion of long-term liabilities	364,112	805,353	1,384,961
Other current liabilities	1,252,009	1,151,849	1,370,109
Total current liabilities	7,760,373	10,244,376	11,187,936
Non-current liabilities			
Long-term loans	23,949,559	24,464,983	26,289,843
Deferred tax liabilities	2,157,481	1,504,657	1,362,739
Lease liabilities-non-current	447,676	465,796	473,233
Long-term deferred income	76,413	42,820	46,507
Net defined benefit liabilities	662,244	657,844	610,222
Guarantee deposits	34,185	33,090	33,094
Total non-current liabilities	27,327,558	27,169,190	28,815,638
Total liabilities	35,087,931	37,413,566	40,003,574
Equity			
Equity attributable to owners of the parent company			
Share capital			
Common stock	12,227,451	12,227,451	12,227,451
Capital surplus	5,005,800	4,953,859	4,910,058
Retained earnings			
Legal reserve	4,177,574	3,499,434	3,499,434
Special reserve	201,416	201,416	201,416
Undistributed earnings	12,544,378	13,213,921	11,765,482
Total retained earnings	16,923,368	16,914,771	15,466,332
Other equity	3,110,743	1,993,897	1,797,101
Equity attributable to owners of the parent company	37,267,362	36,089,978	34,400,942
Non-controlling interests	1,129,962	855,439	832,481
Total equity	38,397,324	36,945,417	35,233,423
Total liabilities and equity	73,485,255	74,358,983	75,236,997

English Translation of Financial Statements Originally Issued in Chinese
KING YUAN ELECTRONICS CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
(Amounts in thousands of New Taiwan Dollars, except for earnings per share)

	For the three months ended September 30		For the nine months ended September 30,	
	2023	2022	2023	2022
Net sales	8,593,708	9,020,335	24,525,468	27,932,433
Operating costs	5,531,837	5,909,993	16,223,332	17,890,708
Gross profit	3,061,871	3,110,342	8,302,136	10,041,725
Operating expenses				
Selling expenses	102,702	96,678	292,680	278,364
Administrative expenses	561,282	570,982	1,626,722	1,677,869
Research and development expenses	341,149	305,948	949,312	944,501
Expected credit losses	8,683	516	9,201	3,486
Total operating expenses	1,013,816	974,124	2,877,915	2,904,220
Operating Income	2,048,055	2,136,218	5,424,221	7,137,505
Non-operating income and expenses				
Interest income	22,482	11,034	88,515	25,475
Other income	53,190	22,539	220,020	188,292
Other gains and losses	59,593	(43,238)	131,114	(43,269)
Finance costs	(162,008)	(153,609)	(521,106)	(345,143)
Share of profit of associates accounted for using the equity method	2,576	6,856	10,935	18,982
Total non-operating income and expenses	(24,167)	(156,418)	(70,522)	(155,663)
Net income before income tax	2,023,888	1,979,800	5,353,699	6,981,842
Income tax expense	431,423	450,561	945,078	1,533,572
Net income	1,592,465	1,529,239	4,408,621	5,448,270
Other comprehensive income				
Items that will not be reclassified subsequently to profit or loss:				
Unrealized gains or losses from equity instrument investments measured at fair value through other comprehensive income	215,354	(451,941)	1,189,229	(2,107,288)
Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	(43,070)	90,388	(237,845)	421,301
Items that will be reclassified subsequently to profit or loss:				
Exchange differences resulting from translating the financial statements of foreign operations	532,518	104,924	250,267	287,501
Income tax related to components of other comprehensive income that will be reclassified to profit or loss	(97,515)	(19,431)	(45,411)	(53,251)
Total other comprehensive income (losses), net of tax	607,287	(276,060)	1,156,240	(1,451,737)
Total comprehensive income	2,199,752	1,253,179	5,564,861	3,996,533
Net income attributable to:				
Owners of the parent company	1,539,016	1,497,084	4,272,025	5,332,960
Non-controlling interests	53,449	32,155	136,596	115,310
	1,592,465	1,529,239	4,408,621	5,448,270
Total comprehensive income attributable to:				
Owners of the parent company	2,101,361	1,213,258	5,405,051	3,859,978
Non-controlling interests	98,391	39,921	159,810	136,555
	2,199,752	1,253,179	5,564,861	3,996,533
Basic earnings per share	1.26	1.22	3.49	4.36
Diluted earnings per share	1.25	1.21	3.47	4.29

English Translation of Financial Statements Originally Issued in Chinese

KING YUAN ELECTRONICS CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

(Amounts in thousands of New Taiwan Dollars)

	Common stock	Capital surplus	Legal reserve	Special reserve	Undistributed earnings	Exchange differences resulting from translating the financial statements of foreign operations	Unrealized gains or losses from equity instrument investments measured at fair value through other comprehensive income	Equity attributable to owners of the parent company	Non- controlling interests	Total equity
Balance as of January 1, 2022	12,227,451	4,885,134	3,019,879	201,416	10,580,312	(390,828)	3,660,911	34,184,275	693,893	34,878,168
Appropriation and distribution of 2021 earnings:										
Legal reserve			479,555		(479,555)			0		0
Cash dividends					(3,668,235)			(3,668,235)		(3,668,235)
Profit for the nine months ended September 30, 2022					5,332,960			5,332,960	115,310	5,448,270
Other comprehensive income for the nine months ended September 30, 2022						213,005	(1,685,987)	(1,472,982)	21,245	(1,451,737)
Total comprehensive income	0	0	0	0	5,332,960	213,005	(1,685,987)	3,859,978	136,555	3,996,533
Changes in ownership interests in subsidiaries		24,924						24,924	2,033	26,957
Balance as of September 30, 2022	12,227,451	4,910,058	3,499,434	201,416	11,765,482	(177,823)	1,974,924	34,400,942	832,481	35,233,423
Balance as of January 1, 2023	12,227,451	4,953,859	3,499,434	201,416	13,213,921	(284,878)	2,278,775	36,089,978	855,439	36,945,417
Appropriation and distribution of 2022 earnings:										
Legal reserve			678,140		(678,140)			0		0
Cash dividends					(4,279,608)			(4,279,608)		(4,279,608)
Profit for the nine months ended September 30, 2023					4,272,025			4,272,025	136,596	4,408,621
Other comprehensive income for the nine months ended September 30, 2023						181,642	951,384	1,133,026	23,214	1,156,240
Total comprehensive income	0	0	0	0	4,272,025	181,642	951,384	5,405,051	159,810	5,564,861
Changes in ownership interests in subsidiaries		51,941						51,941	114,713	166,654
Disposal of equity instrument investments measured at fair value through other comprehensive income					16,180		(16,180)	0		0
Balance as of September 30, 2023	12,227,451	5,005,800	4,177,574	201,416	12,544,378	(103,236)	3,213,979	37,267,362	1,129,962	38,397,324

English Translation of Financial Statements Originally Issued in Chinese
KING YUAN ELECTRONICS CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
(Amounts in thousands of New Taiwan Dollars)

	For the nine months ended September 30,	
	2023	2022
Cash flows from operating activities		
Profit before income tax from continuing operations	5,353,699	6,981,842
Adjustments for :		
Depreciation	6,810,212	6,907,639
Amortization	24,839	33,656
Expected credit losses	9,201	3,486
Interest expenses	521,106	345,143
Interest income	(88,515)	(25,475)
Dividend income	(99,233)	(96,288)
Share-based payment expenses	142,297	26,920
Investment gain accounted for using the equity method	(10,935)	(18,982)
Gain on disposal of property, plant and equipment	(11,991)	(95,270)
Unrealized foreign exchange loss	83,738	1,193,541
Changes in operating assets and liabilities		
Contract assets	(81,560)	83,809
Notes receivable	7,218	3,075
Accounts receivable	(447,884)	60,781
Accounts receivable from related parties	(51,017)	115,681
Other receivable	(333,090)	(366,277)
Other receivable from related parties	(27,202)	1,811
Inventories	214,175	(89,465)
Prepayments	82,758	(29,121)
Other current assets	12,133	(88,418)
Contract liabilities	(135,402)	3,230
Notes payable	(540)	12,063
Accounts payable	62,549	(148,968)
Accounts payable to related parties	(4,901)	(4,452)
Other payables	4,257	220,556
Other payables to related parties	(9,139)	22,686
Other current liabilities	100,160	485,461
Accrued pension liabilities	4,400	0
Other operating liabilities	33,593	29,969
Cash generated from operating activities	12,164,926	15,568,633
Interest received	90,392	14,043
Income taxes paid	(1,607,692)	(1,122,227)
Net cash provided by operating activities	10,647,626	14,460,449
Cash flows from investing activities		
Acquisition of property, plant and equipment	(6,292,075)	(8,522,181)
Proceeds from disposal of property, plant and equipment	57,812	270,995
Increase in refundable deposits	(392)	0
Decrease in refundable deposits	0	16,404
Acquisition of intangible assets	(3,184)	(8,603)
Acquisition of right-of-use assets	(2,401)	(76,557)
Increase in other financial assets	(777)	(40,435)
Dividend received	114,053	109,278
Net cash used in investing activities	(6,126,964)	(8,251,099)
Cash flows from financing activities		
Increase in short-term loans	221,830	1,424,717
Decrease in short-term loans	(849,470)	(491,258)
Borrowing in long-term loans	10,855,206	14,675,876
Repayments of long-term loans	(11,900,029)	(13,705,055)
Increase in deposits received	1,095	0
Decrease in deposits received	0	(757)
Cash payments for the principal portion of the lease liabilities	(22,240)	(84,878)
Cash dividends	(4,279,608)	(3,668,235)
Interest paid	(533,544)	(314,873)
Change in non-controlling interests	24,258	0
Net cash used in financing activities	(6,482,502)	(2,164,463)
Effect of change in exchange rate on cash and cash equivalents	21,832	(35,457)
Net increase (decrease) in cash and cash equivalents	(1,940,008)	4,009,430
Cash and cash equivalents at the beginning of the period	12,816,115	8,649,932
Cash and cash equivalents at the end of the period	10,876,107	12,659,362