

**DELTA ELECTRONICS, INC. AND
SUBSIDIARIES
CONSOLIDATED FINANCIAL STATEMENTS AND
INDEPENDENT AUDITORS' REVIEW REPORT
JUNE 30, 2023 AND 2022**

For the convenience of readers and for information purpose only, the auditors' report and the accompanying financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. In the event of any discrepancy between the English version and the original Chinese version or any differences in the interpretation of the two versions, the Chinese-language auditors' report and financial statements shall prevail.

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To the Board of Directors and Shareholders of Delta Electronics, Inc.

Introduction

We have reviewed the accompanying consolidated balance sheets of Delta Electronics, Inc. and its subsidiaries (the “Group”) as at June 30, 2023 and 2022, and the related consolidated statements of comprehensive income for the three months and six months then ended, as well as the related consolidated statements of changes in equity and of cash flows for the six months then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies. Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” and International Accounting Standard (IAS) No. 34, “Interim Financial Reporting” that came into effect as endorsed by the Financial Supervisory Commission (FSC). Our responsibility is to express a conclusion on these interim financial statements based on our reviews and the review reports of other independent auditors.

Scope of review

Except as explained in the Basis for Qualified Conclusion, we conducted our reviews in accordance with the Standard on Review Engagements 2410, “Review of Financial Information Performed by the Independent Auditor of the Entity” of the Republic of China. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

As explained in Note 4(3)B, the financial statements of certain insignificant consolidated subsidiaries and investments accounted for under the equity method were not reviewed by independent auditors. Those statements reflect total assets, including the balance of certain investments accounted for under the equity method of NT\$37,447,243 thousand and NT\$22,664,075 thousand, constituting 8.48% and 5.75% of the consolidated total assets, and total liabilities of NT\$10,290,593 thousand and NT\$6,212,789 thousand, constituting 4.58% and 3.16% of the consolidated total liabilities as at June 30, 2023 and 2022, respectively, and total comprehensive income (loss) of NT\$305,371 thousand and (NT\$370,128) thousand, constituting 2.82% and (3.04%) of the consolidated total comprehensive income for the three months then ended, respectively, and total comprehensive income (loss) of NT\$631,819 thousand and (NT\$15,229) thousand, constituting 3.42% and (0.06%) of the consolidated total comprehensive income for the six months then ended, respectively.

Qualified Conclusion

Based on our reviews and the review reports of other independent auditors as described in the Other Matter–Review Reports By Other Independent Auditors section of our report, except for the possible effects of the matter described in the Basis for Qualified Conclusion section of our report, nothing has come to our attention that causes us to believe that the accompanying interim financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as at June 30, 2023 and 2022, and of its consolidated financial performance for the three months and six months then ended, and its consolidated cash flows for the six months then ended in accordance with the “Rules Governing the Preparation of Financial Reports by Securities Issuers” and IAS No. 34, “Interim Financial Reporting” that came into effect as endorsed by the FSC.

Other Matter – Review Reports By Other Independent Auditors

We did not review the financial statements of certain subsidiaries which were reviewed by other independent auditors. Those statements reflect total assets amounting to NT\$62,489,029 thousand and NT\$65,120,611 thousand, constituting 14.15% and 16.53% of the consolidated total assets as at June 30, 2023 and 2022, respectively, and total operating revenues amounting to NT\$17,534,829 thousand and NT\$20,848,803 thousand, constituting 17.44% and 23.17% of the consolidated total operating revenues for the three months then ended, respectively, and total operating revenues amounting to NT\$34,053,525 thousand and NT\$39,216,681 thousand, constituting 17.61% and 22.73% of the consolidated total operating revenues for the six months then ended, respectively.

The consolidated financial statements of Delta Electronics, Inc. and subsidiaries as at and for the six months ended June 30, 2023 expressed in US dollars are presented solely for the convenience of the reader and were translated from the financial statements expressed in New Taiwan dollars using the exchange rate of \$31.14 to US\$1.00 at June 30, 2023. This basis of translation is not in accordance with International Financial Reporting Standards, International Accounting Standards, and relevant interpretations and interpretative bulletins that are ratified by the FSC.

Hsiao, Chun-Yuan Chou, Chien-Hung

for and on behalf of PricewaterhouseCoopers, Taiwan

July 31, 2023

The accompanying consolidated financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles generally accepted in countries and jurisdictions other than the Republic of China. The standards, procedures and practices in the Republic of China governing the review of such financial statements may differ from those generally accepted in countries and jurisdictions other than the Republic of China. Accordingly, the accompanying consolidated financial statements and review report of independent auditors are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice.

As the financial statements are the responsibility of the management, PricewaterhouseCoopers cannot accept any liability for the use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation.

DELTA ELECTRONICS, INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
JUNE 30, 2023, DECEMBER 31, 2022 AND JUNE 30, 2022
(EXPRESSED IN THOUSANDS OF DOLLARS)

Assets	Notes	US Dollars		New Taiwan Dollars	
		June 30, 2023	June 30, 2023	December 31, 2022	June 30, 2022
Current assets					
Cash and cash equivalents	6(1)	\$ 2,420,339	\$ 75,369,349	\$ 61,546,836	\$ 61,048,738
Financial assets at fair value through profit or loss - current	6(2)	70,508	2,195,627	1,759,612	1,449,914
Financial assets at amortised cost - current	8	4,555	141,835	265,382	316,331
Contract assets - current	6(19)	137,302	4,275,600	4,135,672	3,610,156
Notes receivable, net	6(5)	85,109	2,650,287	3,123,642	3,201,289
Accounts receivable, net	6(5)	2,551,521	79,454,363	84,074,069	71,554,046
Accounts receivable - related parties	7	785	24,443	29,551	30,816
Other receivables	7	45,743	1,424,426	2,449,171	1,851,363
Current income tax assets		19,525	608,012	379,086	464,441
Inventories	6(6)	2,634,311	82,032,430	79,844,364	71,344,118
Prepayments		101,256	3,153,126	2,690,148	2,678,000
Other current assets		2,821	87,859	152,933	83,182
Total current assets		<u>8,073,775</u>	<u>251,417,357</u>	<u>240,450,466</u>	<u>217,632,394</u>
Non-current assets					
Financial assets at fair value through profit or loss - non-current	6(2)	73,140	2,277,590	2,771,627	2,711,600
Financial assets at fair value through other comprehensive income - non-current	6(3)	76,538	2,383,383	1,740,553	1,638,731
Contract assets - non-current	6(19)	15,010	467,418	503,403	716,632
Investments accounted for under the equity method		2,937	91,454	92,430	73,869
Property, plant and equipment	6(7) and 8	2,928,315	91,187,717	86,266,587	80,310,399
Right-of-use assets	6(8)	143,194	4,459,052	5,086,323	4,261,646
Investment property, net		452	14,070	18,128	14,070
Intangible assets	6(9)	2,486,487	77,429,193	77,169,854	76,308,689
Deferred income tax assets		280,698	8,740,926	8,175,453	7,428,432
Other non-current assets	6(5)(10) and 8	104,710	3,260,687	3,598,982	2,852,209
Total non-current assets		<u>6,111,481</u>	<u>190,311,490</u>	<u>185,423,340</u>	<u>176,316,277</u>
Total assets		<u>\$ 14,185,256</u>	<u>\$ 441,728,847</u>	<u>\$ 425,873,806</u>	<u>\$ 393,948,671</u>

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DELTA ELECTRONICS, INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
JUNE 30, 2023, DECEMBER 31, 2022 AND JUNE 30, 2022
(EXPRESSED IN THOUSANDS OF DOLLARS)

Liabilities and Equity	Notes	US Dollars		New Taiwan Dollars	
		June 30, 2023	June 30, 2023	December 31, 2022	June 30, 2022
Current liabilities					
Short-term borrowings	6(11)	\$ 78,743	\$ 2,452,071	\$ 2,076,762	\$ 2,335,181
Financial liabilities at fair value	6(2)				
through profit or loss - current		12,462	388,074	74,232	229,195
Contract liabilities - current	6(19)	245,727	7,651,939	7,536,826	6,052,343
Notes payable		147	4,566	1,406	1,944
Accounts payable		1,934,811	60,250,024	62,685,739	56,404,082
Accounts payable - related parties	7	1,202	37,417	28,525	6,291
Other payables	6(12)				
and 7		2,153,775	67,068,545	40,718,682	48,788,693
Current income tax liabilities		162,979	5,075,165	5,547,274	3,691,010
Other current liabilities	6(14)	186,187	5,797,860	6,343,982	5,014,587
Total current liabilities		4,776,033	148,725,661	125,013,428	122,523,326
Non-current liabilities					
Bonds payable	6(13)	934,489	29,100,000	11,600,000	6,600,000
Long-term borrowings	6(14)	437,155	13,612,997	32,737,342	38,727,429
Deferred income tax liabilities		674,805	21,013,436	19,342,795	18,387,937
Lease liabilities - non-current		72,632	2,261,761	2,302,735	1,506,754
Other non-current liabilities		316,561	9,857,694	9,510,321	9,168,670
Total non-current liabilities		2,435,642	75,845,888	75,493,193	74,390,790
Total liabilities		7,211,675	224,571,549	200,506,621	196,914,116
Equity					
Share capital	6(16)				
Common stock		834,150	25,975,433	25,975,433	25,975,433
Capital surplus	6(17)				
Capital surplus		1,586,530	49,404,548	49,321,767	49,019,740
Retained earnings	6(18)				
Legal reserve		1,145,621	35,674,625	32,386,305	32,386,305
Special reserve		95,333	2,968,678	13,166,722	16,166,722
Unappropriated retained earnings		2,098,060	65,333,574	65,907,358	46,927,545
Other equity interest					
Other equity interest		(69,115)	(2,152,244)	(2,968,678)	(7,826,201)
Equity attributable to owners of the parent		5,690,579	177,204,614	186,788,907	162,649,544
Non-controlling interest	4(3)	1,283,002	39,952,684	38,578,278	34,385,011
Total equity		6,973,581	217,157,298	225,367,185	197,034,555
Significant contingent liabilities and unrecorded contract commitments	9				
Significant events after the balance sheet date	11				
Total liabilities and equity		\$ 14,185,256	\$ 441,728,847	\$ 425,873,806	\$ 393,948,671

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

DELTA ELECTRONICS, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
SIX MONTHS ENDED JUNE 30, 2023 AND 2022
(EXPRESSED IN THOUSANDS OF DOLLARS, EXCEPT EARNINGS PER SHARE DATA)

Items	Notes	US Dollars		New Taiwan Dollars		
		Six months ended	Three months ended June 30,		Six months ended June 30,	
		June 30, 2023	2023	2022	2023	2022
Operating revenue	6(19) and 7	\$ 6,211,003	\$ 100,551,392	\$ 89,996,793	\$ 193,410,636	\$ 172,534,868
Operating costs	6(6)(24)(25) and 7	(4,446,763)	(71,180,655)	(63,526,620)	(138,472,195)	(123,552,139)
Gross profit		<u>1,764,240</u>	<u>29,370,737</u>	<u>26,470,173</u>	<u>54,938,441</u>	<u>48,982,729</u>
Operating expenses	6(24)(25)					
Selling expenses		(379,363)	(6,026,417)	(5,405,018)	(11,813,376)	(10,366,285)
General and administrative expenses		(251,124)	(4,133,349)	(3,610,588)	(7,819,990)	(6,775,140)
Research and development expenses		(529,949)	(8,831,063)	(7,691,908)	(16,502,616)	(14,557,804)
Expected credit impairment loss	12(2)	(3,637)	(97,292)	(107,888)	(113,255)	(159,609)
Total operating expenses		<u>(1,164,073)</u>	<u>(19,088,121)</u>	<u>(16,815,402)</u>	<u>(36,249,237)</u>	<u>(31,858,838)</u>
Operating profit		<u>600,167</u>	<u>10,282,616</u>	<u>9,654,771</u>	<u>18,689,204</u>	<u>17,123,891</u>
Non-operating income and expenses						
Interest income	6(20)	26,153	442,767	95,833	814,415	187,049
Other income	6(21)	60,708	958,908	814,195	1,890,445	1,658,653
Other gains and losses	6(22)	32,179	507,616	361,415	1,002,051	568,830
Finance costs	6(23)	(15,786)	(237,695)	(105,033)	(491,588)	(178,557)
Share of profit (loss) of associates and joint ventures accounted for under the equity method		<u>91</u>	<u>(6,138)</u>	<u>9,884</u>	<u>2,848</u>	<u>10,576</u>
Total non-operating income and expenses		<u>103,345</u>	<u>1,665,458</u>	<u>1,176,294</u>	<u>3,218,171</u>	<u>2,246,551</u>
Profit before income tax		<u>703,512</u>	<u>11,948,074</u>	<u>10,831,065</u>	<u>21,907,375</u>	<u>19,370,442</u>
Income tax expense	6(26)	(141,718)	(2,424,885)	(1,989,543)	(4,413,105)	(3,698,130)
Profit for the period		<u>\$ 561,794</u>	<u>\$ 9,523,189</u>	<u>\$ 8,841,522</u>	<u>\$ 17,494,270</u>	<u>\$ 15,672,312</u>

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DELTA ELECTRONICS, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
SIX MONTHS ENDED JUNE 30, 2023 AND 2022
(EXPRESSED IN THOUSANDS OF DOLLARS, EXCEPT EARNINGS PER SHARE DATA)

Items	Notes	US Dollars	New Taiwan Dollars			
		Six months ended June 30, 2023	Three months ended June 30,		Six months ended June 30,	
			2023	2022	2023	2022
Other comprehensive income (loss)						
Components of other comprehensive income (loss)						
that will not be reclassified to profit or loss						
Gain (loss) on remeasurements of defined benefit plans		\$ 937	\$ (34)	\$ 78,834	\$ 29,168	\$ 208,988
Unrealised gain (loss) on valuation of equity investment at fair value through other comprehensive income	6(3)	17,120	(106,504)	89,345	533,131	123,304
Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	6(26)	(2,766)	-	(1,382)	(86,143)	(1,382)
Other comprehensive income (loss) that will not be reclassified to profit or loss		15,291	(106,538)	166,797	476,156	330,910
Components of other comprehensive income (loss)						
that will be reclassified to profit or loss						
Financial statements translation differences of foreign operations		15,152	1,395,524	3,282,991	471,840	10,640,474
Share of other comprehensive loss of associates and joint ventures accounted for under the equity method that will be reclassified to profit or loss	6(26)	(64)	(2,345)	(831)	(1,989)	(767)
Income tax relating to the components of other comprehensive income (loss) that will be reclassified to profit or loss		1,811	1,121	(133,661)	56,399	(549,513)
Other comprehensive income that will be reclassified to profit or loss		16,899	1,394,300	3,148,499	526,250	10,090,194
Other comprehensive income for the period		\$ 32,190	\$ 1,287,762	\$ 3,315,296	\$ 1,002,406	\$ 10,421,104
Total comprehensive income for the period		\$ 593,984	\$ 10,810,951	\$ 12,156,818	\$ 18,496,676	\$ 26,093,416
Profit attributable to:						
Owners of the parent		\$ 483,526	\$ 8,149,266	\$ 7,627,940	\$ 15,056,991	\$ 13,686,562
Non-controlling interest		\$ 78,268	\$ 1,373,923	\$ 1,213,582	\$ 2,437,279	\$ 1,985,750
Comprehensive income attributable to:						
Owners of the parent		\$ 510,364	\$ 9,405,985	\$ 10,255,464	\$ 15,892,752	\$ 22,244,564
Non-controlling interest		\$ 83,620	\$ 1,404,966	\$ 1,901,354	\$ 2,603,924	\$ 3,848,852
Earnings per share (in dollars)						
Basic earnings per share	6(27)	\$ 0.19	\$ 3.14	\$ 2.94	\$ 5.80	\$ 5.27
Diluted earnings per share		\$ 0.19	\$ 3.13	\$ 2.93	\$ 5.78	\$ 5.25

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

DELTA ELECTRONICS, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
SIX MONTHS ENDED JUNE 30, 2023 AND 2022
(EXPRESSED IN THOUSANDS OF DOLLARS)

Items	Notes	Equity attributable to owners of the parent										Total	Non-controlling interest	Total equity
		Retained Earnings					Other Equity Interest							
		Share capital - common stock	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Financial statements translation differences of foreign operations	Unrealised gain (loss) on financial assets measured at fair value through other comprehensive income	Gain (loss) on hedging instruments					
2022 New Taiwan Dollars														
Balance at January 1, 2022		\$ 25,975,433	\$ 49,114,151	\$ 29,697,752	\$ 12,543,208	\$ 53,622,701	(\$ 15,520,287)	(\$ 776,353)	\$ 129,917	\$ 154,786,522	\$ 31,338,136	\$ 186,124,658		
Profit for the period		-	-	-	-	13,686,562	-	-	-	13,686,562	1,985,750	15,672,312		
Other comprehensive income for the period		-	-	-	-	208,988	8,227,092	121,922	-	8,558,002	1,863,102	10,421,104		
Total comprehensive income for the period		-	-	-	-	13,895,550	8,227,092	121,922	-	22,244,564	3,848,852	26,093,416		
Distribution of 2021 earnings	6(18)													
Legal reserve appropriated		-	-	2,688,553	-	(2,688,553)	-	-	-	-	-	-		
Special reserve appropriated		-	-	-	3,623,514	(3,623,514)	-	-	-	-	-	-		
Cash dividends of ordinary share		-	-	-	-	(14,286,488)	-	-	(14,286,488)	-	(14,286,488)	-		
Changes in ownership interests in subsidiaries		(105,868)	-	-	-	(643)	-	-	(106,511)	-	(106,511)	-		
Difference between consideration and carrying amount of subsidiaries acquired	6(31)	-	11,457	-	-	-	-	-	-	11,457	(91,184)	(79,727)		
Disposal of financial assets at fair value through other comprehensive income		-	-	-	-	8,492	(8,492)	-	-	-	-	-		
Changes in non-controlling interests		-	-	-	-	-	-	-	-	(710,793)	(710,793)	-		
Balance at June 30, 2022		\$ 25,975,433	\$ 49,019,740	\$ 32,386,305	\$ 16,166,722	\$ 46,927,545	(\$ 7,293,195)	(\$ 662,923)	\$ 129,917	\$ 162,649,544	\$ 34,385,011	\$ 197,034,555		
2023 New Taiwan Dollars														
Balance at January 1, 2023		25,975,433	\$ 49,321,767	\$ 32,386,305	\$ 16,166,722	\$ 65,907,358	(\$ 2,530,216)	(\$ 568,379)	\$ 129,917	\$ 186,788,907	\$ 38,578,278	\$ 225,367,185		
Profit for the period		-	-	-	-	15,056,991	-	-	-	15,056,991	2,437,279	17,494,270		
Other comprehensive income for the period		-	-	-	-	19,327	369,446	446,988	-	835,761	166,645	1,002,406		
Total comprehensive income for the period		-	-	-	-	15,076,318	369,446	446,988	-	15,892,752	2,603,924	18,496,676		
Distribution of 2022 earnings	6(18)													
Legal reserve appropriated		-	-	3,288,320	-	(3,288,320)	-	-	-	-	-	-		
Special reserve reversed		-	-	-	(13,198,044)	13,198,044	-	-	-	-	-	-		
Cash dividends of ordinary share		-	-	-	-	(25,559,826)	-	-	(25,559,826)	-	(25,559,826)	-		
Changes in ownership interests in subsidiaries		-	82,781	-	-	-	-	-	-	82,781	-	82,781		
Changes in non-controlling interests		-	-	-	-	-	-	-	-	(1,229,518)	(1,229,518)	-		
Balance at June 30, 2023		\$ 25,975,433	\$ 49,404,548	\$ 35,674,625	\$ 2,968,678	\$ 65,333,574	(\$ 2,160,770)	(\$ 121,391)	\$ 129,917	\$ 177,204,614	\$ 39,952,684	\$ 217,157,298		

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

DELTA ELECTRONICS, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
SIX MONTHS ENDED JUNE 30, 2023 AND 2022
(EXPRESSED IN THOUSANDS OF DOLLARS)

Items	Notes	Equity attributable to owners of the parent										
		Retained Earnings					Other Equity Interest					
		Share capital - common stock	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Financial statements translation differences of foreign operations	Unrealised gain (loss) on financial assets measured at fair value through other comprehensive income	Gain (loss) on hedging instruments	Total	Non-controlling interest	Total equity
<u>2023 US Dollars</u>												
Balance at January 1, 2023		\$ 834,150	\$ 1,583,872	\$ 1,040,023	\$ 519,162	\$ 2,116,486	(\$ 81,253)	(\$ 18,252)	\$ 4,172	\$ 5,998,360	\$ 1,238,866	\$ 7,237,226
Profit for the period		-	-	-	-	483,526	-	-	-	483,526	78,268	561,794
Other comprehensive income for the period		-	-	-	-	620	11,864	14,354	-	26,838	5,352	32,190
Total comprehensive income for the period		-	-	-	-	484,146	11,864	14,354	-	510,364	83,620	593,984
Distribution of 2021 earnings	6(18)											
Legal reserve appropriated		-	-	105,598	-	(105,598)	-	-	-	-	-	-
Special reserve reversed		-	-	-	(423,829)	423,829	-	-	-	-	-	-
Cash dividends of ordinary share		-	-	-	-	(820,803)	-	-	-	(820,803)	-	(820,803)
Changes in ownership interests in subsidiaries		-	2,658	-	-	-	-	-	-	2,658	-	2,658
Changes in non-controlling interests		-	-	-	-	-	-	-	-	-	(39,484)	(39,484)
Balance at June 30, 2023		\$ 834,150	\$ 1,586,530	\$ 1,145,621	\$ 95,333	\$ 2,098,060	(\$ 69,389)	(\$ 3,898)	\$ 4,172	\$ 5,690,579	\$ 1,283,002	\$ 6,973,581

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

DELTA ELECTRONICS, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
SIX MONTHS ENDED JUNE 30, 2023 AND 2022
(EXPRESSED IN THOUSANDS OF DOLLARS)

	Notes	US Dollars	New Taiwan Dollars	
		Six months ended June 30, 2023	Six months ended June 30, 2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES				
Consolidated profit before tax for the period		\$ 703,512	\$ 21,907,375	\$ 19,370,442
Adjustments				
Income and expenses having no effect on cash flows				
Depreciation	6(7)(8)			
	(24)	268,858	8,372,229	7,255,733
Amortization	6(9)(24)	62,846	1,957,037	1,898,171
Expected credit impairment loss	12(2)	3,637	113,255	159,609
Net loss on financial assets or liabilities at fair value through profit or loss	6(2)(22)	10,825	337,087	158,848
Interest expense	6(23)	15,786	491,588	178,557
Interest income	6(20)	(26,153)	(814,415)	(187,049)
Dividend income	6(21)	(972)	(30,263)	(82,923)
Share-based payments	6(28)	764	23,800	61,481
Share of profit of associates accounted for under the equity method		(91)	(2,848)	(10,576)
Loss on disposal of property, plant and equipment	6(22)	1,418	44,163	54,897
Gain on disposal of investments	6(22)	(2,336)	(72,732)	-
Changes in assets/liabilities relating to operating activities				
Net changes in assets relating to operating activities				
Financial assets mandatorily measured at fair value through profit or loss		7,288	226,947	165,151
Contract assets		(3,338)	(103,943)	(274,534)
Notes receivable		15,201	473,355	219,344
Accounts receivable		149,708	4,661,894	(4,290,307)
Accounts receivable - related parties		164	5,108	(2,985)
Other receivables		19,240	599,142	(30,681)
Other receivables - related parties		21	638	(123)
Inventories		(63,640)	(1,981,760)	(5,236,767)
Prepayments		(14,409)	(448,696)	(166,486)
Other current assets		2,092	65,156	10,090
Other non-current assets		3,272	101,881	(27,611)
Net changes in liabilities relating to operating activities				
Contract liabilities		2,016	62,785	613,404
Notes payable		101	3,160	1,504
Accounts payable		(82,759)	(2,577,115)	1,849,620
Accounts payable - related parties		297	9,238	(8,732)
Other payables		14,907	464,200	(878,401)
Other current liabilities		(2,117)	(65,916)	9,692
Other non-current liabilities		20,101	625,940	406,612
Cash inflow generated from operations		1,106,239	34,448,290	21,215,980
Interest received		25,051	780,107	182,034
Dividends received		866	26,963	82,749
Interest paid		(14,057)	(437,744)	(156,176)
Income taxes paid		(108,835)	(3,389,134)	(2,931,931)
Net cash flows from operating activities		1,009,264	31,428,482	18,392,656

(Continued)

DELTA ELECTRONICS, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
SIX MONTHS ENDED JUNE 30, 2023 AND 2022
(EXPRESSED IN THOUSANDS OF DOLLARS)

	Notes	US Dollars	New Taiwan Dollars	
		Six months ended June 30, 2023	Six months ended June 30, 2023 2022	
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>				
Acquisition of financial assets at fair value through other comprehensive income		(\$ 3,365)	(\$ 104,795)	\$ -
Proceeds from disposal of financial assets at fair value through other comprehensive income		-	-	81,320
Decrease in financial assets at amortised cost		3,994	124,382	85,008
Increase in prepayment for long-term investment		-	-	(360,000)
Acquisition of property, plant and equipment	6(7)	(414,174)	(12,897,370)	(9,262,053)
Proceeds from disposal of property, plant and equipment		1,171	36,449	41,289
Acquisition of intangible assets	6(9)	(8,014)	(249,543)	(410,931)
Net cash flow from acquisition of subsidiaries (net of cash acquired)	6(29)	(16,996)	(529,255)	-
Proceeds from disposal of subsidiaries (net of cash disposed)	6(30)	2,858	89,006	-
Decrease (increase) in other non-current assets		7,916	246,504	(197,403)
Net cash flows used in investing activities		<u>(426,610)</u>	<u>(13,284,622)</u>	<u>(10,022,770)</u>
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>				
Increase (decrease) in short-term borrowings		7,877	245,288	(2,062,181)
Issuance of bonds payable	6(13)	561,978	17,500,000	6,600,000
Proceeds from long-term debt		683,387	21,280,686	32,452,232
Repayment of long-term debt		(1,297,503)	(40,404,242)	(37,554,359)
Lease principal repayment		(12,470)	(388,311)	(500,254)
Decrease in refundable deposits		(9,882)	(307,735)	(269,178)
Cash dividends paid to minority share interests		(52,620)	(1,638,594)	(665,450)
Acquisition of ownership interests in subsidiaries	6(31)	-	-	(79,727)
Net cash flows from financing activities		<u>(119,233)</u>	<u>(3,712,908)</u>	<u>(2,078,917)</u>
Effects due to changes in exchange rate		<u>(19,538)</u>	<u>(608,439)</u>	<u>4,902,716</u>
Increase in cash and cash equivalents		443,883	13,822,513	11,193,685
Cash and cash equivalents at beginning of period		<u>1,976,456</u>	<u>61,546,836</u>	<u>49,855,053</u>
Cash and cash equivalents at end of period		<u>\$ 2,420,339</u>	<u>\$ 75,369,349</u>	<u>\$ 61,048,738</u>

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

DELTA ELECTRONICS, INC. AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
SIX MONTHS ENDED JUNE 30, 2023 AND 2022
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS,
EXCEPT AS OTHERWISE INDICATED)

1. HISTORY AND ORGANIZATION

Delta Electronics, Inc. (the Company) was incorporated as a company limited by shares under the provisions of the Company Law of the Republic of China (R.O.C.). The Company and its subsidiaries (collectively referred herein as the Group) are global leaders in power and thermal management solutions and are primarily engaged in the research and development, design, manufacturing and sales of electronic control systems, DC brushless fans, thermal system, and miniaturization key component, electric vehicle power supply systems, industrial automation products, digital display products, information products, communication products, consumer electronics products, energy-saving lighting application, renewable energy applications, EV charging, energy technology services and consulting services of building management and control solutions, etc. The Group’s mission statement, to provide innovative, clean and energy-efficient solutions for a better tomorrow, focuses on addressing key environmental issues such as global climate change. With the concern for the environment, the Group continues to develop innovative energy-efficient products and solutions. In recent years, the Group has transformed from a product provider towards a solution provider and the Group’s business is segregated into power electronics business, automation business, and infrastructure business.

2. THE DATE OF AUTHORIZATION FOR ISSUANCE OF THE CONSOLIDATED FINANCIAL STATEMENTS AND PROCEDURES FOR AUTHORIZATION

These consolidated financial statements were authorized for issuance by the Board of Directors on July 31, 2023.

3. APPLICATION OF NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS

(1) Effect of the adoption of new issuances of or amendments to International Financial Reporting Standards (“IFRS”) that came into effect as endorsed by the Financial Supervisory Commission (“FSC”)

New standards, interpretations and amendments endorsed by the FSC and became effective from 2023 are as follows:

<u>New Standards, Interpretations and Amendments</u>	<u>Effective date by International Accounting Standards Board</u>
Amendments to IAS 1, ‘Disclosure of accounting policies’	January 1, 2023
Amendments to IAS 8, ‘Definition of accounting estimates’	January 1, 2023
Amendments to IAS 12, ‘Deferred tax related to assets and liabilities arising from a single transaction’	January 1, 2023

The above standards and interpretations have no significant impact to the Group’s financial condition

and financial performance based on the Group's assessment.

(2) Effect of new issuances of or amendments to IFRSs as endorsed by the FSC but not yet adopted by the Group

None.

(3) Effect of IFRSs issued by IASB but not yet endorsed by the FSC

New standards, interpretations and amendments issued by IASB but not yet included in the IFRSs as endorsed by the FSC are as follows:

<u>New Standards, Interpretations and Amendments</u>	<u>Effective date by International Accounting Standards Board</u>
Amendments to IFRS 10 and IAS 28, 'Sale or contribution of assets between an investor and its associate or joint venture'	To be determined by International Accounting Standards Board
Amendments to IFRS 16, 'Lease liability in a sale and leaseback'	January 1, 2024
IFRS 17, 'Insurance contracts'	January 1, 2023
Amendments to IFRS 17, 'Insurance contracts'	January 1, 2023
Amendment to IFRS 17, 'Initial application of IFRS 17 and IFRS 9 – comparative information'	January 1, 2023
Amendments to IAS 1, 'Classification of liabilities as current or non-current'	January 1, 2024
Amendments to IAS 1, 'Non-current liabilities with covenants'	January 1, 2024
Amendments to IAS 7 and IFRS 7, 'Supplier finance arrangements'	January 1, 2024
Amendments to IAS 12, 'International tax reform-pillar two model rules'	May 23, 2023

Except for the following, the above standards and interpretations have no significant impact to the Group's financial condition and financial performance based on the Group's assessment. The quantitative impact will be disclosed when the assessment is complete.

Amendments to IAS 12, 'International tax reform - pillar two model rules'

The amendments give companies temporary relief from accounting for deferred income taxes arising from the tax law enacted or substantively enacted to implement the Pillar Two model rules published by the Organisation for Economic Co-operation and Development (OECD). An entity shall neither recognise nor disclose information about deferred tax assets and liabilities related to Pillar Two income taxes.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted are consistent with Note 4 in the consolidated financial statements for the year ended December 31, 2022, except for the compliance statement, basis of preparation, basis of consolidation and additional policies as set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

(1) Compliance statement

A. The consolidated financial statements of the Group have been prepared in accordance with the

“Regulations Governing the Preparation of Financial Reports by Securities Issuers” and the International Accounting Standards 34, “Interim financial reporting” that came into effect as endorsed by the FSC .

B. These consolidated financial statements should be read along with the consolidated financial statements for the year ended December 31, 2022.

(2) Basis of preparation

A. Except for the following items, the consolidated financial statements have been prepared under the historical cost convention:

- (a) Financial assets and financial liabilities (including derivative instruments) at fair value through profit or loss.
- (b) Financial assets at fair value through other comprehensive income.
- (c) Defined benefit liabilities recognised based on the net amount of pension fund assets less present value of defined benefit obligation.

B. The preparation of financial statements in conformity with International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations that came into effect as endorsed by the FSC (collectively referred herein as the “IFRSs”) requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Group’s accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in Note 5.

(3) Basis of consolidation

A. Basis for preparation of consolidated financial statements:

- (a) All subsidiaries are included in the Group’s consolidated financial statements. Subsidiaries are all entities (including structured entities) controlled by the Group. The Group controls an entity when the Group is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Consolidation of subsidiaries begins from the date the Group obtains control of the subsidiaries and ceases when the Group loses control of the subsidiaries.
- (b) Inter-company transactions, balances and unrealised gains or losses on transactions between companies within the Group are eliminated. Accounting policies of subsidiaries are consistent with the policies adopted by the Group.
- (c) Profit or loss and each component of other comprehensive income are attributed to the owners of the parent and to the non-controlling interests. Total comprehensive income is attributed to the owners of the parent and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.
- (d) Changes in a parent’s ownership interest in a subsidiary that do not result in the parent losing control of the subsidiary (transactions with non-controlling interests) are accounted for as equity transactions, i.e. transactions with owners in their capacity as owners. Any difference

between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognised directly in equity.

- (e) When the Group loses control of a subsidiary, the Group remeasures any investment retained in the former subsidiary at its fair value. That fair value is regarded as the fair value on initial recognition of a financial asset or the cost on initial recognition of the associate or joint venture. Any difference between fair value and carrying amount is recognised in profit or loss. All amounts previously recognised in other comprehensive income in relation to the subsidiary are reclassified to profit or loss, on the same basis as if the related assets or liabilities were disposed of. That is, when the Group loses control of a subsidiary, all gains or losses previously recognised in other comprehensive income in relation to the subsidiary should be reclassified from equity to profit or loss, if such gains or losses would be reclassified to profit or loss when the related assets or liabilities are disposed of.

B. Subsidiaries included in the consolidated financial statements:

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				June 30, 2023	December 31, 2022	June 30, 2022	
1	Delta Electronics, Inc.	Delta International Holding Limited B.V. (DIH)	Equity investments	100	100	100	
2	"	Delta Networks Holding Limited (DNH)	"	100	100	100	
3	"	Delta Electronics (Netherlands) B.V. (DEN)	Sales of power products, display solution products, electronic components, industrial automation products and materials	100	100	100	
4	"	Cyntec Co., Ltd. (Cyntec)	Research, development, manufacturing and sales of film optic-electronics devices	100	100	100	
5	"	DelBio Inc. (DelBio)	Manufacturing, wholesale and retail of medical equipment	100	100	100	Note 1 Note 2
6	"	Delta Electronics Capital Company (DECC)	Equity investments	100	100	100	
7	"	Delta Electronics Int'l (Singapore) Pte. Ltd. (DEIL-SG)	Research, development and sales of electronic products	100	100	100	
8	Delta Electronics, Inc. and DIH/Delta Electronics, Inc. and DEN	Delta America Ltd. (DAL)	Equity investments	100	100	100	Note 23

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				June 30, 2023	December 31, 2022	June 30, 2022	
9	DEN	Delta Electronics (H.K.) Ltd. (DHK)	Equity investments, operations management and engineering services	100	100	100	
10	DIH	DEI Logistics (USA) Corp. (ALI)	Warehousing and logistics services	100	100	100	
11	"	Delta Electronics (Japan), Inc. (DEJ)	Sales of power products, display solution products, electronic components, industrial automation products and materials	100	100	100	Note 1
12	DEN	Drake Investment (HK) Limited (Drake-HK)	Equity investments	100	100	100	
13	DGSG, Drake-HK and Boom	Delta Greentech (China) Co., Ltd. (DGC)	Sales of uninterruptible power systems and others	95.91	95.91	95.91	
14	Boom/DEN	Delta Greentech SGP Pte. Ltd. (DGSG)	Equity investments	100	100	100	Note 9
15	DIH	Delta Electronics Europe Ltd. (DEU)	Repair centre and providing support services	-	100	100	Note 2 Note 19
16	DEN	Boom Treasure Limited (Boom)	Equity investments	100	100	100	
17	DHK	Delta Electronics (Dongguan) Co., Ltd. (DDG)	Manufacturing and sales of transformer and thermal products	100	100	100	
18	"	Delta Electronics (Shanghai) Co., Ltd. (DPEC)	Product design, management consulting service and distribution of electronic products	100	100	100	
19	"	Delta Electronics (Jiangsu) Ltd. (DWJ)	Manufacturing and sales of power supplies and transformers	100	100	100	
20	"	Delta Electronics (Wuhu) Co., Ltd. (DWH)	Manufacturing and sales of LED light source, power supplies and others	100	100	100	
21	DHK	Delta Electronics (Chenzhou) Co., Ltd. (DCZ)	Manufacturing and sales of transformers	100	100	100	

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				June 30, 2023	December 31, 2022	June 30, 2022	
22	DHK	Cyntec Electronics (Wuhu) Co., Ltd. (CEWH)	Technology services, development, consultation, exchange, transfer and promotion; manufacturing, wholesale and retail of electronic components; manufacturing and sales of molds; manufacturing and sales of forgings and powder metallurgy products and import and export of goods or technique	100	100	100	
23	DHK and DIH	Delta Electronics International Mexico S.A. DE C.V. (DEIL-MX)	Sales of power management system of industrial automation product and telecommunications equipment	100	100	100	Note 1 Note 2 Note 6
24	DHK	Delta Green (Tianjin) Industries Co., Ltd. (DGT)	Manufacturing and sales of transformers	100	100	100	Note 1 Note 2
25	"	Delta Electronics (Pingtan) Co., Ltd. (Delta Pingtan)	Wholesale and retail of electronic products and energy-saving equipment	100	100	100	Note 1 Note 2
26	DEJ	Addtron Technology (Japan), Inc. (AT Japan)	Trading of networking system and peripherals	100	100	100	Note 1
27	"	Delta Electronics (Korea), Inc. (Delta Korea)	Sales of power products, display solution products electronic components, industrial automation products and their materials	100	100	100	Note 1
28	DCZ	Chenzhou Delta Technology Co., Ltd. (CDT)	Manufacturing and sales of transformers	100	100	100	
29	DNH	Delta Networks, Inc. (DNI Cayman)	Equity investments	100	100	100	

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				June 30, 2023	December 31, 2022	June 30, 2022	
30	DNI Cayman	Delta Networks (HK) Limited (DNHK)	Equity investments	100	100	100	
31	DHK/DHK and DNHK	Delta Networks (Dongguan) Ltd. (DII)	Manufacturing and sales of other radio-broadcast receivers and the equipment in relation to broadband access networking system	100	100	100	Note 7
32	Cyntec	Fairview Assets Ltd. (Fairview)	Equity investments	100	100	100	
33	Fairview	Grandview Holding Ltd. (Grandview)	"	100	100	100	
34	Grandview	CYNTEC HOLDING (HK) LIMITED (CHK)	"	100	100	100	
35	"	Cyntec International Ltd. (CIL-Labuan)	Trading	-	100	100	Note 20
36	DHK/CHK	Cyntec Electronics (Suzhou) Co., Ltd (CES)	Technical service, technical development, technical consultation, technical exchange, technical transfer, technical promotion; electronic components manufacturing, electronic components wholesale, electronic components retail, mold manufacturing, mold sales, forgings and powder metallurgy products sales	100	100	100	Note 14
37	DelBio	DelBio (Wujiang) Co., Ltd.	Manufacturing, wholesale and retail of medical equipment	100	100	100	Note 1 Note 2
38	DIH	DELTA ELECTRONICS (NORWAY) AS	Research, development and sales of power supplies and others	100	100	100	Note 21
39	"	Delta Controls Inc. (DCI)	Provide solutions to building management and control	100	100	100	
40	"	DELTA ELECTRONICS HOLDING (USA) INC.	Equity investments	100	100	100	Note 1 Note 2

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				June 30, 2023	December 31, 2022	June 30, 2022	
41	DELTA ELECTRONICS (NORWAY) AS	ELTEK PAKISTAN (PRIVATE) LIMITED	Sales of power supplies and others	100	100	100	Note 1 Note 2
42	"	DELTA Electronics (Germany) GmbH	Sales of power supplies and others and system installation	100	100	100	Note 1 Note 2 Note 12
43	Delta Energy Systems (Singapore) PTE. LTD.	Delta Electronics (Australia) Pty Ltd	"	100	100	100	
44	DELTA ELECTRONICS (NORWAY) AS	Eltek Egypt for Power Supply S.A.E.	Sales of power supplies and others	95	95	95	Note 1 Note 2
45	DELTA ELECTRONICS (NORWAY) AS and DELTA ELECTRONICS (USA) INC.	Eltek SGS Pvt Ltd.	Sales of power supplies and others and system installation	100	100	100	Note 1 Note 2
46	DELTA ELECTRONICS (NORWAY) AS and Eltek SGS Pvt Ltd.	Eltek SGS Mechanics Pvt Ltd.	Sales of power supplies and others	51	51	51	Note 1 Note 2
47	DELTA ELECTRONICS (NORWAY) AS	DELTA ELECTRONICS (France) SAS	Sales of power supplies and others and system installation	100	100	100	Note 1 Note 2 Note 15
48	"	ELTEK MEA DMCC	Sales of power supplies and others	100	100	100	Note 1 Note 2
49	ELTEK MEA DMCC and DELTA ELECTRONICS (NORWAY) AS	ELTEK WEST AFRICA LIMITED	Sales of power supplies	-	-	100	Note 2 Note 16
50	DELTA ELECTRONICS (NORWAY) AS	Eltek Italia S.r.l.	Sales of power supplies and others	-	100	100	Note 2 Note 19
51	"	Delta Electronics (Sweden) AB	"	100	100	100	Note 1 Note 2
52	"	DELTA ELECTRONICS (UK) LTD	"	100	100	100	Note 1 Note 2 Note 11

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				June 30, 2023	December 31, 2022	June 30, 2022	
53	DELTA ELECTRONICS (NORWAY) AS	OOO Eltek	Sales of power supplies and others and system installation	100	100	100	Note 1 Note 2
54	DELTA Electronics (Germany) GmbH	DELTA Montage GmbH	Installation and maintenance of power supplies	100	100	100	Note 1 Note 2 Note 13
55	DEIL-SG	ELTEK POWER INCORPORATED	Sales of power supplies and others	100	100	100	Note 1 Note 2
56	"	ELTEK POWER CO., LTD.	"	100	100	100	Note 1 Note 2 Note 3
57	"	ELTEK POWER (CAMBODIA) LTD	"	100	100	100	Note 1 Note 2
58	"	ELTEK POWER (MALAYSIA) SDN. BHD.	"	100	100	100	Note 1 Note 2 Note 4
59	DELTA ELECTRONICS HOLDING (USA) INC.	DELTA ELECTRONICS (USA) INC.	Manufacturing and sales of power supplies	100	100	100	
60	DELTA ELECTRONICS (USA) INC. and DELTA ELECTRONICS HOLDING (USA) INC.	DELTA ELECTRONICS (ARGENTINA) S.R.L.	Sales of power supplies and others	100	100	100	Note 1 Note 2
61	DEN and DELTA ELECTRONICS (USA) INC.	ELTEK SISTEMAS DE ENERGIA INDUSTRIAL E COMERCIO LTDA.	Manufacturing and sales of power supplies	100	100	100	Note 1 Note 2
62	DELTA ELECTRONICS (USA) INC. and DELTA ELECTRONICS HOLDING (USA) INC.	DELTA ELECTRONICS (PERU) INC. S.R.L.	Sales of power supplies and others	100	100	100	Note 1 Note 2
63	DELTA ELECTRONICS (USA) INC.	DELTA ELECTRONICS (COLOMBIA) S.A.S.	"	100	100	100	Note 1 Note 2

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				June 30, 2023	December 31, 2022	June 30, 2022	
64	DELTA ELECTRONICS (USA) INC. and DELTA ELECTRONICS HOLDING (USA) INC.	Eltekenenergy Services, S.A. de C.V.	Sales of power supplies and others	100	100	100	Note 1 Note 2
65	DHK and DIH	Eltekenenergy International de México, S. de R.L. de C.V.	„	-	-	100	Note 2 Note 6
66	DAL	Delta Electronics (Americas) Ltd.	Sales of electronic components	100	100	100	Note 1 Note 2
67	Delta Electronics, Inc. and Cyntec/Cyntec	Power Forest Technology Corporation (Power Forest)	IC design of power management	87.04	99.74	100	Note 1 Note 2
68	DPEC and DGC / DET-SH	Delta Energy Technology Puhuan (Shanghai) Co., Ltd.	Sales of solar power products, solar power equipment, photovoltaic equipment and components, mechanical and electrical equipment, power electronic components and special equipment for semiconductor parts, rental of photovoltaic power equipment, engineering and technical research, testing, and development, energy saving management services and solar power technology services	100	100	100	Note 1 Note 2
69	DEIL-SG	Loy Tec electronics GmbH (Loy Tec)	Consulting service of building management and control solutions	100	100	100	Note 1 Note 2
70	DHK	Delta Electronics (Beijing) Co., Ltd.	Installation of mechanic, electronic, telecommunication and circuit equipment	100	100	100	Note 1 Note 2
71	„	Delta Electronics (Xi'an) Co., Ltd.	Sales of computers, peripherals and software	100	100	100	Note 1 Note 2

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				June 30, 2023	December 31, 2022	June 30, 2022	
72	DIH	Delta Electronics (Switzerland) AG (DECH)	Equity investments, research, development and sales of electronic products	100	100	100	Note 1
73	DEN	Delta Greentech Electronics Industry LLC	Marketing and sales of electronic products	100	100	100	Note 1 Note 2
74	DEN and Delta Electronics (USA) INC.	DELTA GREENTECH (BRASIL) LTDA. (DGB)	Manufacturing and sales of electronic products	100	100	100	Note 1 Note 2
75	DECH	Delta Electronics (Czech Republic), spol. s.r.o.	Sales of electronic products	100	100	100	Note 1
76	"	Delta Electronics (Italy) S.r.l.	"	100	100	100	Note 1
77	"	Delta Electronics (Poland) Sp. z o.o.	"	100	100	100	Note 1
78	"	Delta Solutions (Finland) Oy	"	100	100	100	Note 1
79	"	Delta Electronics Solutions (Spain) SL	"	100	100	100	Note 1
80	Delta Electronics, Inc.	Vivotek Inc. (Vivotek)	Manufacturing and sales of video compression software and encoding, network video server, webcam and its related components	56.75	56.75	56.30	
81	Vivotek	Vivotek Holdings, Inc.	Holding company	100	100	100	
82	"	Realwin Investment Inc. (Realwin)	A venture capital company	100	100	100	
83	"	Vivotek Netherlands B.V.	Sales service	100	100	100	
84	"	Vivotek (Japan) Inc.	"	100	100	100	
85	Vivotek Holdings, Inc.	Vivotek USA, Inc.	Sales of webcams and related components	100	100	100	
86	Realwin	Wellstates Investment, LLC	Investment and commercial lease of real estate	100	100	100	
87	Vivotek	Otus Imaging, Inc.	Sales of webcams and related components	-	100	100	Note 22

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				June 30, 2023	December 31, 2022	June 30, 2022	
88	Realwin	Aetek Inc.	Sales of webcams and related components	56.21	56.21	56.21	
89	"	Lidlight Inc.	Sales of lighting equipment	51	51	51	
90	DEN	DELTA ELECTRONICS BRASIL LTDA.	Manufacturing and sales of electronic products	100	100	100	Note 1 Note 2
91	Delta Electronics, Inc., DEIL-SG and DIH	Delta Electronics (Thailand) Public Company Limited (DET)	Manufacturing and exporting power supplies, other electronic parts and components	63.78	63.78	63.78	
92	DET	DET International Holding B.V.	Equity investments	100	100	100	Note 17
93	"	Delta Energy Systems (Singapore) PTE. LTD.	Equity investments, trading, management and consultancy	100	100	100	
94	"	Delta Green Industrial (Thailand) Co., Ltd.	Integration, sales, trading, installation and providing services of uninterruptible power supply, photovoltaic inverter, electric cars charger and data center	100	100	100	
95	"	Delta Electronics (Vietnam) Company Limited	Sales of electronic products	100	100	100	
96	DET and Delta Energy Systems (Singapore) PTE. LTD.	DELTA ELECTRONICS INDIA MANUFACTURING PRIVATE LIMITED	Manufacturing and sales of electronic products	100	100	100	
97	DET International Holding B.V.	DET Logistics (USA) Corporation	Providing logistics services in USA	100	100	100	
98	"	Delta Energy Systems (Germany) GmbH	Development, ; marketing and sales of electronic products	100	100	100	
99	"	Delta Energy Systems (India) Private Ltd.	Marketing and sales of electronic products	100	100	100	
100	DET International Holding B.V. and Delta Energy Systems (Singapore) PTE. LTD.	Delta Electronics (Slovakia) s.r.o.	Manufacturing and sales of power supplies, power system and OEM power system	100	100	100	

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				June 30, 2023	December 31, 2022	June 30, 2022	
101	DET International Holding B.V.	Delta Energy Systems (Romania) S.R.L.	Research and development	100	100	100	
102	Delta Energy Systems (Germany) GmbH	Delta Energy Systems Property (Germany) GmbH	Property rights business	100	100	100	
103	Delta Energy Systems (Singapore) PTE. LTD.	Delta Electronics (Holdings) Australia Pty Ltd	Marketing and sales of renewable energy products	100	100	100	
104	"	Delta Electronics India Pvt. Ltd.	Manufacturing and marketing of non-telecom power system and uninterruptible power supply, and sales of uninterruptible power supply	100	100	100	
105	"	Delta Electronics (Myanmar) Co., Ltd.	Manufacturing of electronic products used in CMP manufacturing process and machinery	100	100	100	
106	"	Delta Energy Systems (UK) Ltd.	Research and development of electronic products	100	100	100	
107	"	Delta Greentech (Netherlands) B.V.	Equity investments	100	100	100	
108	Delta Greentech (Netherlands) B.V.	Delta Energy Systems LLC	Marketing and sales of power systems	100	100	100	
109	"	Eltek s.r.o.	Manufacturing of telecom power system	100	100	100	
110	"	Delta Electronics (Automotive) Americas Inc.	Research and development of automotive power and traction inverter	100	100	100	
111	DIH/DEN	Amerlux, LLC (Amerlux)	Design and production of dedicated lighting system and facilities	100	100	100	Note 1 Note 2 Note 10
112	Amerlux	Amerlux Lighting Asia, LLC	Equity investments	100	100	100	Note 1 Note 2
113	Amerlux Lighting Asia, LLC	Amerlux Lighting Hong Kong Limited	"	100	100	100	Note 1 Note 2
114	Amerlux Lighting Hong Kong Limited	Guangzhou Amerlux Lighting Solutions Company Limited	Wholesale of lighting fixture and decorative objects	100	100	100	Note 1 Note 2

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				June 30, 2023	December 31, 2022	June 30, 2022	
115	DIH	Digital Projection International Limited (DPI)	Equity investments	100	100	100	Note 1 Note 2
116	DPI	Digital Projection Holdings Limited	"	100	100	100	Note 1 Note 2
117	Digital Projection Holdings Limited	Digital Projection Limited	Research, development and sales of projector products	100	100	100	Note 1 Note 2
118	Digital Projection Limited	Digital Projection Inc.	Sales of projector products	100	100	100	Note 1 Note 2
119	DIH/DEN	Trihedral Engineering Limited (Trihedral)	Graphic control software and related engineering services	100	100	100	Note 1 Note 2 Note 23
120	Trihedral	Trihedral Inc.	"	100	100	100	Note 1 Note 2
121	"	Trihedral UK Limited	"	100	100	100	Note 1 Note 2
122	DIH	March Networks Holdings Ltd.	Equity investments	100	100	100	Note 1 Note 2
123	March Networks Holdings Ltd.	March Networks Corporation	Security surveillance software and hardware and related engineering services	100	100	100	Note 1 Note 2
124	March Networks Corporation	March Networks, Inc.	"	100	100	100	Note 1 Note 2
125	"	March Networks de Mexico, S.A.de C.V.	"	100	100	100	Note 1 Note 2
126	"	March Networks (Australia) Pty Limited	"	100	100	100	Note 1 Note 2
127	"	March Networks Limited	"	100	100	100	Note 1 Note 2
128	"	March Networks (Singapore) Pte. Limited	"	100	100	100	Note 1 Note 2
129	"	March Networks B.V.	"	100	100	100	Note 1 Note 2

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				June 30, 2023	December 31, 2022	June 30, 2022	
130	March Networks B.V.	March Networks S.r.l.	Security surveillance software and hardware and related engineering services	100	100	100	Note 1 Note 2
131	"	March Networks (France) SAS	"	100	100	100	Note 1 Note 2
132	DHK	Delta Electronics (Chongqing) Ltd.	Manufacturing electronic parts of new energy vehicles and parts for power of electronic equipment	100	100	100	Note 1 Note 2 Note 8
133	Delta Electronics, Inc.	Delmind Inc. (Delmind)	Provide vertical add-on value solution	70	70	70	Note 1 Note 2 Note 8
134	Delta Electronics, Inc. and DECC	Ancora Semiconductors Inc. (Ancora)	Gallium Nitride (GaN) technologies and solutions	74.28	74.28	-	Note 1 Note 8
135	DIH	UI Acquisition Holding Co.	Equity investments	100	100	-	Note 1 Note 8
136	UI Acquisition Holding Co.	UI Holding Co.	"	100	100	-	Note 1 Note 8
137	UI Holding Co.	Universal Instruments Corporation	Precision automation solutions	100	100	-	Note 1 Note 8
138	"	Hover-Davis, Inc.	"	100	100	-	Note 1 Note 8
139	UI Acquisition Holding Co., UI Holding Co.	UI European Holdco. Cooperatief U.A.	Equity investments	100	100	-	Note 1 Note 8
140	UI European Holdco. Cooperatief U.A.	Universal Instruments (Hong Kong) Limited	Precision automation solutions	100	100	-	Note 1 Note 8
141	"	Universal Instruments s.r.o.	"	100	100	-	Note 1 Note 8
142	"	Universal Instruments Mfg. (Shenzhen) Co. Ltd.	"	100	100	-	Note 1 Note 8
143	UI Holding Co. and UI European Holdco. Cooperatief U.A.	Universal Instrument de Mexico S.A. de C.V	"	100	100	-	Note 1 Note 8
144	DELTA ELECTRONICS (NORWAY) AS	Graterudveien 8 AS	Property rights business	100	100	-	Note 1 Note 8

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				June 30, 2023	December 31, 2022	June 30, 2022	
145	March Networks S.r.l.	March Networks Poland Sp. Z o.o.	Research and development on business intelligence applications	100	100	-	Note 1 Note 8 Note 18
146	Delta Electronics, Inc.	Atrust Computer Corporation (Atrust)	Research, development, manufacturing and sales of Thin Client, Zero Client, server and management software	55.02	-	-	Note 1 Note 5
147	Atrust	APLUS COMPUTER (SAMOA) COMPANY LIMITED	Equity investments	100	-	-	Note 1 Note 5
148	APLUS COMPUTER (SAMOA) COMPANY LIMITED	Atrust Japan	Provide supporting services	100	-	-	Note 1 Note 5
149	Delta Electronics, Inc.	Delta Energy Inc. (Delta Energy)	Provide energy technology services	100	-	-	Note 1 Note 5
150	DET International Holding B.V.	Delta Electronics (Hungary) Kft.	Manufacturing of automotive and electronic products	100	-	-	Note 5

Note 1: As the subsidiaries do not meet the definition of significant subsidiaries, their financial statements as at June 30, 2023 were not reviewed by independent auditors.

Note 2: As the subsidiaries do not meet the definition of significant subsidiaries, their financial statements as at June 30, 2022 were not reviewed by independent auditors.

Note 3: 55% of shares are held through others due to local regulations.

Note 4: 71% of shares are held through others due to local regulations.

Note 5: The company was established or acquired through merger during 2023.

Note 6: Eltekenegy International de México, S. de R.L. de C.V. and DEIL-MX resolved to set the effective date of the merger on February 1, 2022. DEIL-MX was the surviving company. The merger procedures were completed in December 2022.

Note 7: In December 2022 and 2021, Delta Electronics (HK) Ltd. acquired 49% and 51% equity interests, respectively, in Delta Networks (Dongguan) Ltd. from Delta Networks (HK) Limited.

Note 8: The company was established or acquired through merger during 2022.

Note 9: In June 2023, Boom Treasure Limited issued new shares to Delta Electronics (Netherlands) B.V. to acquire its 100% equity interest held in Delta Greentech SGP Pte. Ltd.

Note 10: In May 2023, Delta International Holding Limited B.V. acquired a 100% equity interest in Amerlux, LLC from Delta Electronics (Netherlands) B.V.

Note 11: Formerly named Eltek Power (UK) Ltd. and was renamed as DELTA ELECTRONICS (UK) LTD in June 2022.

Note 12: Formerly named Eltek Deutschland GmbH and was renamed as DELTA Electronics (Germany) GmbH in September 2022.

Note 13: Formerly named Eltek Montage GmbH and was renamed as DELTA Montage GmbH in September 2022.

Note 14: In December 2022, Delta Electronics (H.K.) Ltd. acquired a 100% equity interest in Cyntec Electronics (Suzhou) Co., Ltd from CYNTEC HOLDING (HK) LIMITED.

Note 15: Formerly named ELTEK POWER FRANCE SAS and was renamed as DELTA ELECTRONICS (France) SAS in November 2022.

Note 16: This company had been liquidated in December 2022.

Note 17: Formerly named DET International Holding Limited and was renamed as DET International Holding B.V. in December 2022.

Note 18: Formerly named Samtartess Investments sp. z o.o. and was renamed as March Networks Poland Sp. Z o.o. in October 2022.

Note 19: This company had been liquidated in January 2023.

Note 20: This company had been liquidated in March 2023.

Note 21: Formerly named ELTEK AS and was renamed as DELTA ELECTRONICS (NORWAY) AS in March 2023.

Note 22: The investor disposed the subsidiary in March 2023 and had no control over the subsidiary.

Note 23: In March 2023, Delta International Holding Limited B.V. acquired a 100% equity interest in Delta America Ltd. and Trihedral Engineering Limited from Delta Electronics (Netherlands) B.V.

C. Subsidiaries not included in the consolidated financial statements: None.

D. Adjustments for subsidiaries with different balance sheet dates: None.

E. Significant restrictions: None.

F. Subsidiaries that have non-controlling interests that are material to the Group:

As at June 30, 2023, December 31, 2022, and June 30, 2022, the non-controlling interest amounted to \$39,952,684, \$38,578,278 and \$34,385,011 respectively. The information on non-controlling interest and respective subsidiary is as follows:

Name of subsidiary	Principal place of business	Non-controlling interest			
		June 30, 2023		December 31, 2022	
		Amount	Ownership (%)	Amount	Ownership (%)
Vivotek Inc. (Vivotek)	Taiwan	\$ 3,369,621	43.25	\$ 3,498,166	43.25%
Delta Electronics (Thailand) Public Company limited (DET)	Thailand	34,898,641	36.22	33,992,121	36.22%

Name of subsidiary	Principal place of business	Non-controlling interest	
		June 30, 2022	
		Amount	Ownership (%)
Vivotek Inc. (Vivotek)	Taiwan	\$ 3,336,865	43.70%
Delta Electronics (Thailand) Public Company limited (DET)	Thailand	30,275,367	36.22%

Summarised financial information of the subsidiary:

Balance sheets

	DET		
	June 30, 2023	December 31, 2022	June 30, 2022
Current assets	\$ 63,328,579	\$ 59,033,050	\$ 46,180,667
Non-current assets	70,536,253	67,524,042	63,021,110
Current liabilities	(33,774,072)	(29,209,851)	(22,628,946)
Non-current liabilities	(3,440,309)	(3,250,195)	(2,785,230)
Total net assets	\$ 96,650,451	\$ 94,097,046	\$ 83,787,601

	Vivotek		
	June 30, 2023	December 31, 2022	June 30, 2022
Current assets	\$ 4,988,842	\$ 5,703,205	\$ 4,446,834
Non-current assets	5,772,307	5,772,970	5,844,198
Current liabilities	(2,720,163)	(3,187,495)	(2,381,756)
Non-current liabilities	(320,713)	(290,286)	(339,320)
Total net assets	<u>\$ 7,720,273</u>	<u>\$ 7,998,394</u>	<u>\$ 7,569,956</u>

Statements of comprehensive income

	DET	
	Three months ended June 30,	
	2023	2022
Revenue	\$ 31,901,638	\$ 23,875,538
Profit before income tax	4,004,187	3,296,160
Income tax expense	(248,462)	(41,210)
Profit for the period from continuing operations	3,755,725	3,254,950
Other comprehensive income, net of tax	718,842	444,863
Total comprehensive income for the period	<u>\$ 4,474,567</u>	<u>\$ 3,699,813</u>
Comprehensive income attributable to non-controlling interest	<u>\$ 1,620,689</u>	<u>\$ 1,335,387</u>
Dividends paid to non-controlling interest	<u>\$ 1,638,594</u>	<u>\$ 665,450</u>

	DET	
	Six months ended June 30,	
	2023	2022
Revenue	\$ 60,613,889	\$ 44,633,271
Profit before income tax	6,944,774	5,315,319
Income tax expense	(355,902)	(74,058)
Profit for the period from continuing operations	6,588,872	5,241,261
Other comprehensive income, net of tax	500,014	23,012
Total comprehensive income for the period	<u>\$ 7,088,886</u>	<u>\$ 5,264,273</u>
Comprehensive income attributable to non-controlling interest	<u>\$ 2,567,605</u>	<u>\$ 1,902,033</u>
Dividends paid to non-controlling interest	<u>\$ 1,638,594</u>	<u>\$ 665,450</u>

	Vivotek	
	Three months ended June 30,	
	2023	2022
Revenue	\$ 2,560,978	\$ 2,114,773
Profit before income tax	116,961	100,435
Income tax expense	(14,346)	(1,321)
Profit for the period from continuing operations	102,615	99,114
Other comprehensive income, net of tax	9,490	13,170
Total comprehensive income for the period	<u>\$ 112,105</u>	<u>\$ 112,284</u>
Comprehensive income attributable to non-controlling interest	<u>\$ 48,593</u>	<u>\$ 53,468</u>
Dividends paid to non-controlling interest	<u>\$ 205,923</u>	<u>\$ 52,962</u>

	Vivotek	
	Six months ended June 30,	
	2023	2022
Revenue	\$ 4,986,812	\$ 3,984,550
Profit before income tax	238,132	181,611
Income tax expense	(24,437)	(21,964)
Profit for the period from continuing operations	213,695	159,647
Other comprehensive income, net of tax	5,327	26,070
Total comprehensive income for the period	<u>\$ 219,022</u>	<u>\$ 185,717</u>
Comprehensive income attributable to non-controlling interest	<u>\$ 97,808</u>	<u>\$ 89,522</u>
Dividends paid to non-controlling interest	<u>\$ 205,923</u>	<u>\$ 52,962</u>

Statements of cash flows

	DET	
	Six months ended June 30,	
	2023	2022
Net cash provided by operating activities	\$ 5,522,497	\$ 6,530,797
Net cash used in investing activities	(4,712,141)	(2,349,464)
Net cash used in financing activities	(3,707,057)	(2,796,602)
Effect of exchange rates on cash and cash equivalents	167,869	67,812
(Decrease) increase in cash and cash equivalents	(2,728,832)	1,452,543
Cash and cash equivalents, beginning of period	9,068,141	5,454,401
Cash and cash equivalents, end of period	<u>\$ 6,339,309</u>	<u>\$ 6,906,944</u>

	Vivotek	
	Six months ended June 30,	
	2023	2022
Net cash provided by (used in) operating activities	\$ 461,787	(\$ 332,249)
Net cash provided by (used in) investing activities	45,726	(16,693)
Net cash (used in) provided by financing activities	(31,686)	91,051
Effect of exchange rates on cash and cash equivalents	4,847	23,178
Increase (decrease) in cash and cash equivalents	480,674	(234,713)
Cash and cash equivalents, beginning of period	1,044,823	994,898
Cash and cash equivalents, end of period	<u>\$ 1,525,497</u>	<u>\$ 760,185</u>

(4) Employee benefits

A. Short-term employee benefits

Short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in respect of service rendered by employees in a period and should be recognised as expense in that period when the employees render service.

B. Pensions

Defined benefit plan

Pension cost for the interim period is calculated on a year-to-date basis by using the pension cost rate derived from the actuarial valuation at the end of the prior financial year, adjusted for significant market fluctuations since that time and for significant curtailments, settlements, or other significant one-off events. Also, the related information is disclosed accordingly.

(5) Income tax

The interim period income tax expense is recognised based on the estimated average annual effective income tax rate expected for the full financial year applied to the pretax income of the interim period, and the related information is disclosed accordingly.

5. CRITICAL ACCOUNTING JUDGEMENTS, ESTIMATES AND KEY SOURCES OF ASSUMPTION UNCERTAINTY

There was no significant change in the reporting period. Refer to Note 5 in the consolidated financial statements for the year ended December 31, 2022.

6. DETAILS OF SIGNIFICANT ACCOUNTS

(1) Cash and cash equivalents

	June 30, 2023	December 31, 2022	June 30, 2022
Cash on hand	\$ 7,643	\$ 6,746	\$ 4,470
Checking accounts and demand deposits	51,815,165	45,250,071	50,461,359
Time deposits	23,324,486	16,044,200	10,548,480
Cash equivalents	222,055	245,819	34,429
	<u>\$ 75,369,349</u>	<u>\$ 61,546,836</u>	<u>\$ 61,048,738</u>

- A. The Group associates with a variety of financial institutions all with high credit quality to disperse credit risk, so it expects that the probability of counterparty default is remote.
- B. Details of the Group's cash and cash equivalents pledged to others as collateral are provided in Note 8.

(2) Financial assets at fair value through profit or loss

Asset Items	June 30, 2023	December 31, 2022	June 30, 2022
Current items:			
Financial assets mandatorily measured at fair value through profit or loss			
Listed stocks	\$ 837,056	\$ 618,669	\$ 619,399
Emerging stocks	213,338	71,748	72,720
Derivatives	59,451	605,847	241,548
Hybrid instrument- Convertible bonds	63,148	45,009	40,405
	1,172,993	1,341,273	974,072
Valuation adjustment	1,022,634	418,339	475,842
	\$ 2,195,627	\$ 1,759,612	\$ 1,449,914
Non-current items:			
Financial assets mandatorily measured at fair value through profit or loss			
Listed stocks	\$ 259,902	\$ 340,756	\$ 326,371
Emerging stocks	33,000	222,000	292,700
Unlisted stocks	1,392,542	1,521,372	1,280,013
Hybrid instrument- Convertible preferred stocks	197,148	209,577	197,148
Hybrid instrument- Convertible bonds	913,449	913,449	913,517
	2,796,041	3,207,154	3,009,749
Valuation adjustment	(518,451)	(435,527)	(298,149)
	\$ 2,277,590	\$ 2,771,627	\$ 2,711,600
<u>Liability Items</u>			
Current items:			
Financial liabilities held for trading			
Derivatives	\$ 388,074	\$ 74,232	\$ 229,195

- A. The Group has recognised the gain (loss) from financial assets and liabilities at fair value of \$24,503, (\$226,963), (\$337,087) and (\$158,848) for the three months and six months ended June 30, 2023 and 2022, respectively.

B. Details of the transactions and contract information in respect of derivative financial assets and liabilities for which the Group did not adopt hedge accounting are as follows:

June 30, 2023			
Financial instruments	Contract amount (nominal principal) (in thousands)		Contract period
Forward exchange contracts:			
- Sell AUD / Buy USD	AUD	13,050	2023.02.15~2023.11.22
- Sell BRL / Buy USD	BRL	40,368	2023.05.05~2023.09.06
- Sell EUR / Buy NOK	EUR	18,200	2023.03.14~2023.09.29
- Sell EUR / Buy USD	EUR	52,858	2023.02.03~2024.01.24
- Sell GBP / Buy NOK	GBP	3,050	2023.04.24~2023.09.06
- Sell GBP / Buy USD	GBP	1,500	2023.05.30~2023.08.15
- Sell HKD / Buy USD	HKD	36,000	2023.02.24~2023.10.26
- Sell INR / Buy JPY	INR	6,028	2023.05.29~2023.08.30
- Sell INR / Buy USD	INR	1,489,693	2023.04.26~2023.09.27
- Sell JPY / Buy USD	JPY	2,814,030	2023.02.28~2023.12.20
- Sell PLN / Buy NOK	PLN	8,000	2023.06.28~2023.09.29
- Sell SEK / Buy NOK	SEK	10,000	2023.06.28~2023.09.29
- Sell THB / Buy EUR	THB	155,052	2023.06.29~2023.08.25
- Sell THB / Buy JPY	THB	60,382	2023.04.21~2023.09.26
- Sell TRY / Buy USD	TRY	47,170	2023.04.19~2023.07.28
- Sell USD / Buy CZK	USD	400	2023.05.31~2023.07.21
- Sell USD / Buy RMB	USD	154,000	2023.06.06~2023.08.09
- Sell USD / Buy SGD	USD	40,871	2023.04.03~2023.08.03
- Sell USD / Buy THB	USD	288,000	2023.03.28~2023.10.12
- Sell USD / Buy TWD	USD	11,500	2023.05.08~2023.09.14
Cross currency swap:			
- Sell EUR / Buy NOK	EUR	13,500	2023.04.11~2023.09.29

December 31, 2022

Financial instruments	Contract amount (nominal principal) (in thousands)		Contract period
Forward exchange contracts:			
- Sell AUD / Buy USD	AUD	4,900	2022.08.16~2023.05.04
- Sell BRL / Buy USD	BRL	42,245	2022.11.01~2023.02.06
- Sell COP / Buy USD	COP	12,418,840	2022.11.01~2023.02.06
- Sell EUR / Buy NOK	EUR	20,700	2022.09.19~2023.05.05
- Sell EUR / Buy USD	EUR	39,300	2022.09.06~2023.03.29
- Sell GBP / Buy NOK	GBP	4,000	2022.11.22~2023.02.06
- Sell HKD / Buy USD	HKD	15,000	2022.08.16~2023.03.03
- Sell INR / Buy USD	INR	1,861,085	2022.10.18~2023.03.29
- Sell JPY / Buy USD	JPY	753,957	2022.08.19~2023.03.22
- Sell SEK / Buy NOK	SEK	20,000	2022.12.28~2023.03.29
- Sell THB / Buy JPY	THB	75,464	2022.10.26~2023.03.24
- Sell TRY / Buy USD	TRY	135,836	2022.10.13~2023.03.30
- Sell TWD / Buy USD	TWD	147,375	2022.07.21~2023.01.18
- Sell USD / Buy CZK	USD	400	2022.12.19~2023.01.18
- Sell USD / Buy NOK	USD	2,111	2022.12.12~2023.03.06
- Sell USD / Buy RMB	USD	179,000	2022.11.24~2023.02.06
- Sell USD / Buy SGD	USD	41,649	2022.09.12~2023.06.05
- Sell USD / Buy THB	USD	358,000	2022.09.12~2023.04.25
- Sell USD / Buy TWD	USD	10,000	2022.11.29~2023.03.17
Cross currency swap:			
- Sell EUR / Buy NOK	EUR	13,000	2022.12.21~2023.03.30
- Sell PLN / Buy NOK	PLN	8,500	2022.12.21~2023.03.30

June 30, 2022

Financial instruments	Contract amount (nominal principal) (in thousands)		Contract period
Forward exchange contracts:			
- Sell AUD / Buy USD	AUD	3,000	2022.02.07~2022.10.05
- Sell BRL / Buy USD	BRL	35,084	2022.05.09~2022.08.04
- Sell COP / Buy USD	COP	4,100,000	2022.05.18~2022.07.06
- Sell EUR / Buy NOK	EUR	18,000	2022.04.04~2022.11.04
- Sell EUR / Buy USD	EUR	67,000	2021.12.09~2022.12.06
- Sell GBP / Buy NOK	GBP	2,300	2022.05.04~2022.09.06
- Sell GBP / Buy USD	GBP	1,300	2022.06.08~2022.08.04
- Sell HKD / Buy USD	HKD	46,000	2022.02.09~2022.08.03
- Sell INR / Buy USD	INR	899,330	2022.05.05~2022.08.30
- Sell JPY / Buy USD	JPY	270,550	2022.03.15~2022.08.23
- Sell THB / Buy JPY	THB	45,282	2022.04.28~2022.09.27
- Sell TRY / Buy USD	TRY	92,490	2022.03.18~2022.09.29
- Sell TWD / Buy USD	TWD	3,408,259	2022.01.20~2022.12.23
- Sell USD / Buy CAD	USD	1,927	2022.06.23~2022.10.27
- Sell USD / Buy CHF	USD	4,500	2022.04.22~2022.10.05
- Sell USD / Buy CZK	USD	300	2022.06.13~2022.07.21
- Sell USD / Buy EUR	USD	2,110	2022.06.23~2022.09.06
- Sell USD / Buy JPY	USD	400	2022.06.28~2022.07.25
- Sell USD / Buy PEN	USD	1,500	2022.05.04~2022.07.06
- Sell USD / Buy RMB	USD	236,500	2022.04.18~2022.09.08
- Sell USD / Buy SGD	USD	13,505	2021.11.12~2022.08.03
- Sell USD / Buy THB	USD	267,000	2022.03.23~2022.11.16
- Sell USD / Buy TWD	USD	8,200	2022.06.08~2022.08.15
Cross currency swap:			
- Sell EUR / Buy NOK	EUR	5,000	2022.06.29~2022.09.30
- Sell PLN / Buy NOK	PLN	14,600	2022.06.28~2022.09.30
- Sell SEK / Buy NOK	SEK	20,000	2022.06.28~2022.09.30

The Group entered into forward exchange contracts and cross currency swap to manage exposures to foreign exchange rate fluctuations of import or export sales, loans between related parties and dividend distribution within the Group. However, the forward exchange transactions did not meet the criteria for hedge accounting. Therefore, the Group did not apply hedge accounting.

C. The Group has no financial assets at fair value through profit or loss pledged to others.

D. Information relating to credit risk is provided in Note 12(2).

(3) Financial assets at fair value through other comprehensive income

Items	June 30, 2023	December 31, 2022	June 30, 2022
Non-current items:			
Equity instruments			
Listed stocks	\$ 1,608,699	\$ 1,608,699	\$ 1,608,699
Unlisted stocks	828,316	714,532	702,305
	2,437,015	2,323,231	2,311,004
Valuation adjustment	(53,632)	(582,678)	(672,273)
	\$ 2,383,383	\$ 1,740,553	\$ 1,638,731

- A. The Group has elected to classify investments that are considered to be strategic investments as financial assets at fair value through other comprehensive income. The fair value of such investments amounted to \$2,383,383, \$1,740,553 and \$1,638,731 as at June 30, 2023, December 31, 2022, and June 30, 2022, respectively.
- B. As there were no stocks disposed during the first half of 2023, no gain or loss on disposal was recognised. During the first half of 2022, the Group disposed certain investments that no longer have strategic purposes. Stocks totaling \$81,320 were sold at fair value, resulting to a cumulative gain on disposal of \$9,874.
- C. Amounts recognised in profit or loss and other comprehensive income in relation to the financial assets at fair value through other comprehensive income are listed below:

	Three months ended June 30,	
	2023	2022
<u>Equity instruments at fair value through other comprehensive income</u>		
Fair value change recognised in other comprehensive income	(\$ 106,504)	\$ 89,345
Cumulative gain reclassified to retained earnings due to derecognition	\$ -	\$ 9,874
	Six months ended June 30,	
	2023	2022
<u>Equity instruments at fair value through other comprehensive income</u>		
Fair value change recognised in other comprehensive income	\$ 533,131	\$ 123,304
Cumulative gain reclassified to retained earnings due to derecognition	\$ -	\$ 9,874

- D. As at June 30, 2023, December 31, 2022, and June 30, 2022, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the financial assets at fair value through other comprehensive income held by the Group were \$2,383,383, \$1,740,553 and \$1,638,731, respectively.

E. The Group has no financial assets at fair value through other comprehensive income pledged to others as collateral.

(4) Hedging financial assets and liabilities

A. As at June 30, 2023, December 31, 2022, and June 30, 2022, there were no financial assets and liabilities used for hedging.

B. Information on cash flow hedges and hedges of net investments in foreign operations recognised in profit or loss and other comprehensive income:

	Six months ended June 30,	
	2023	2022
<u>Other equity</u>		
At January 1	\$ 129,917	\$ 129,917
Add: Loss on hedge effectiveness-amount recognised in other comprehensive income	-	-
At June 30	<u>\$ 129,917</u>	<u>\$ 129,917</u>

(a) The purpose of hedge accounting is that the hedged highly probable forecast transactions denominated in foreign currency are expected to occur, which are recycled into profit or loss in the period or periods when the hedged item affects profit or loss.

(b) Hedges of net investments in foreign operations

In the first quarter of 2018, due to the reorganisation of the Group, the risk of USD exchange rate fluctuating by fair value initially designated as hedged items of hedges of net investments in foreign operations was no longer material. Consequently, the hedge relationship did not meet the conditions of hedge accounting. The effective portion of hedges of net investments in foreign operations was accumulated in other equity previously. Since the foreign operations was not disposed, it was not reclassified from equity to profit or loss.

(5) Notes and accounts receivable

	June 30, 2023	December 31, 2022	June 30, 2022
Notes receivable	\$ <u>2,650,287</u>	\$ <u>3,123,642</u>	\$ <u>3,201,289</u>
Accounts receivable	\$ 80,084,802	\$ 84,577,637	\$ 72,063,612
Less: Allowance for uncollectible accounts	(<u>630,439</u>)	(<u>503,568</u>)	(<u>509,566</u>)
	<u>\$ 79,454,363</u>	<u>\$ 84,074,069</u>	<u>\$ 71,554,046</u>
Overdue receivables (shown as other non-current assets)	\$ 272,678	\$ 293,877	\$ 325,997
Less: Allowance for uncollectible accounts	(<u>272,678</u>)	(<u>293,877</u>)	(<u>325,997</u>)
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

A. The aging analysis of accounts receivable is as follows:

	June 30, 2023	December 31, 2022	June 30, 2022
Not past due	\$ 72,560,860	\$ 73,676,921	\$ 65,504,474
1 to 90 days	6,143,397	9,781,373	5,695,395
91 to 180 days	756,308	687,649	433,906
181 to 365 days	394,094	213,655	240,231
Over 366 days	230,143	218,039	189,606
	<u>\$ 80,084,802</u>	<u>\$ 84,577,637</u>	<u>\$ 72,063,612</u>

The above aging analysis was based on past due date.

B. As at June 30, 2023, December 31, 2022, and June 30, 2022, there was no notes receivable past due.

C. As at June 30, 2023, December 31, 2022, and June 30, 2022, accounts receivable and notes receivable were all from contracts with customers. As at January 1, 2022, the balance of receivables from contracts with customers amounted to \$70,857,010.

D. The Group has no notes receivable and accounts receivable pledged to others as collateral.

E. As at June 30, 2023, December 31, 2022, and June 30, 2022, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the Group's notes receivable were \$2,650,287, \$3,123,642 and \$3,201,289, and accounts receivable were \$79,454,363, \$84,074,069 and \$71,554,046, respectively.

F. Information relating to credit risk is provided in Note 12(2).

(6) Inventories

	June 30, 2023		
	Cost	Allowance for valuation loss	Book value
Raw materials	\$ 40,185,177	(\$ 9,329,236)	\$ 30,855,941
Work in process	8,335,837	(31,497)	8,304,340
Finished goods	49,481,272	(7,310,639)	42,170,633
Inventory in transit	701,516	-	701,516
	<u>\$ 98,703,802</u>	<u>(\$ 16,671,372)</u>	<u>\$ 82,032,430</u>
	December 31, 2022		
	Cost	Allowance for valuation loss	Book value
Raw materials	\$ 38,320,991	(\$ 7,474,693)	\$ 30,846,298
Work in process	8,284,302	(14,298)	8,270,004
Finished goods	45,601,495	(5,520,193)	40,081,302
Inventory in transit	646,760	-	646,760
	<u>\$ 92,853,548</u>	<u>(\$ 13,009,184)</u>	<u>\$ 79,844,364</u>

	June 30, 2022		
	Cost	Allowance for valuation loss	Book value
Raw materials	\$ 35,010,649	(\$ 5,713,018)	\$ 29,297,631
Work in process	7,466,606	(13,265)	7,453,341
Finished goods	38,220,743	(4,310,089)	33,910,654
Inventory in transit	682,492	-	682,492
	<u>\$ 81,380,490</u>	<u>(\$ 10,036,372)</u>	<u>\$ 71,344,118</u>

The cost of inventories recognised as expense or loss for the period:

	Three months ended June 30,	
	2023	2022
Cost of goods sold	\$ 67,069,190	\$ 61,456,654
Loss on market value decline and obsolete and slow-moving inventories	2,030,234	1,047,577
Others	(227,767)	(234,196)
	<u>\$ 68,871,657</u>	<u>\$ 62,270,035</u>

	Six months ended June 30,	
	2023	2022
Cost of goods sold	\$ 130,343,082	\$ 119,139,656
Loss on market value decline and obsolete and slow-moving inventories	4,316,448	2,407,016
Others	(417,191)	(432,086)
	<u>\$ 134,242,339</u>	<u>\$ 121,114,586</u>

(7) Property, plant and equipment

	<u>Land</u>	<u>Buildings and structures</u>	<u>Machinery and equipment</u>	<u>Testing equipment</u>	<u>Others</u>	<u>Unfinished construction and equipment under acceptance</u>	<u>Total</u>
<u>At January 1, 2023</u>							
Cost	\$ 16,093,942	\$ 55,651,841	\$ 61,671,200	\$ 22,998,550	\$ 23,840,987	\$ 9,853,136	\$ 190,109,656
Accumulated depreciation and impairment	(10,036)	(25,212,383)	(41,448,111)	(17,897,282)	(19,275,257)	-	(103,843,069)
	<u>\$ 16,083,906</u>	<u>\$ 30,439,458</u>	<u>\$ 20,223,089</u>	<u>\$ 5,101,268</u>	<u>\$ 4,565,730</u>	<u>\$ 9,853,136</u>	<u>\$ 86,266,587</u>
<u>2023</u>							
Opening net book amount	\$ 16,083,906	\$ 30,439,458	\$ 20,223,089	\$ 5,101,268	\$ 4,565,730	\$ 9,853,136	\$ 86,266,587
Additions	128,273	233,631	4,240,160	1,704,735	1,244,669	5,345,902	12,897,370
Acquired through business combinations	-	-	253	432	4,484	-	5,169
Effect on decrease in business entities	-	-	-	-	(547)	-	(547)
Disposals	(3,501)	(10,177)	(35,476)	(4,719)	(26,739)	-	(80,612)
Transfers/Reclassification	-	1,914,237	1,236,253	238,158	433,117	(3,190,414)	631,351
Depreciation charge	-	(1,144,862)	(4,151,690)	(1,365,843)	(1,323,540)	-	(7,985,935)
Net exchange differences	24,047	(114,236)	(327,712)	(29,055)	(42,125)	(56,585)	(545,666)
Closing net book amount	<u>\$ 16,232,725</u>	<u>\$ 31,318,051</u>	<u>\$ 21,184,877</u>	<u>\$ 5,644,976</u>	<u>\$ 4,855,049</u>	<u>\$ 11,952,039</u>	<u>\$ 91,187,717</u>
<u>At June 30, 2023</u>							
Cost	\$ 16,242,010	\$ 57,136,654	\$ 64,516,579	\$ 24,227,655	\$ 24,829,513	\$ 11,952,039	\$ 198,904,450
Accumulated depreciation and impairment	(9,285)	(25,818,603)	(43,331,702)	(18,582,679)	(19,974,464)	-	(107,716,733)
	<u>\$ 16,232,725</u>	<u>\$ 31,318,051</u>	<u>\$ 21,184,877</u>	<u>\$ 5,644,976</u>	<u>\$ 4,855,049</u>	<u>\$ 11,952,039</u>	<u>\$ 91,187,717</u>

	Land	Buildings and structures	Machinery and equipment	Testing equipment	Others	Unfinished construction and equipment under acceptance	Total
<u>At January 1, 2022</u>							
Cost	\$ 15,139,283	\$ 51,485,311	\$ 52,261,356	\$ 19,872,926	\$ 21,356,997	\$ 8,264,905	\$ 168,380,778
Accumulated depreciation and impairment	(10,395)	(23,378,205)	(35,386,205)	(15,840,483)	(17,158,205)	-	(91,773,493)
	<u>\$ 15,128,888</u>	<u>\$ 28,107,106</u>	<u>\$ 16,875,151</u>	<u>\$ 4,032,443</u>	<u>\$ 4,198,792</u>	<u>\$ 8,264,905</u>	<u>\$ 76,607,285</u>
<u>2022</u>							
Opening net book amount	\$ 15,128,888	\$ 28,107,106	\$ 16,875,151	\$ 4,032,443	\$ 4,198,792	\$ 8,264,905	\$ 76,607,285
Additions	291,444	1,156,119	3,004,239	1,120,491	1,066,341	2,623,419	9,262,053
Disposals	-	(285)	(62,852)	(10,530)	(22,519)	-	(96,186)
Transfers (Note)	98,395	579,291	1,428,477	225,848	289,006	(2,300,466)	320,551
Depreciation charge	-	(1,063,477)	(3,436,518)	(1,195,735)	(1,252,189)	-	(6,947,919)
Net exchange differences	160,591	434,835	330,901	36,568	69,399	132,321	1,164,615
Closing net book amount	<u>\$ 15,679,318</u>	<u>\$ 29,213,589</u>	<u>\$ 18,139,398</u>	<u>\$ 4,209,085</u>	<u>\$ 4,348,830</u>	<u>\$ 8,720,179</u>	<u>\$ 80,310,399</u>
<u>At June 30, 2022</u>							
Cost	\$ 15,688,741	\$ 54,092,490	\$ 56,714,364	\$ 21,288,462	\$ 22,735,191	\$ 8,720,179	\$ 179,239,427
Accumulated depreciation and impairment	(9,423)	(24,878,901)	(38,574,966)	(17,079,377)	(18,386,361)	-	(98,929,028)
	<u>\$ 15,679,318</u>	<u>\$ 29,213,589</u>	<u>\$ 18,139,398</u>	<u>\$ 4,209,085</u>	<u>\$ 4,348,830</u>	<u>\$ 8,720,179</u>	<u>\$ 80,310,399</u>

Note: On October 1, 2021, the Board of Directors resolved to dispose a number of battery cell assembly equipment and transferred the equipment amounting to \$320,551 to non-current assets held for sale at the lower of carrying amount and fair value less costs to sell. However, the equipment was transferred back from assets held for sale as the Company and the buyer both agreed to terminate the contract for the disposal of the equipment on March 31, 2022.

- A. The Group's property, plant and equipment are mainly owner-occupied.
- B. No interest expense was capitalised to property, plant and equipment.
- C. Information about the property, plant and equipment that were pledged to others as collateral is provided in Note 8.

(8) Leasing arrangements - lessee

A. The Group leases various assets including land, buildings and transportation equipment. Rental contracts are typically made for periods of 1 to 21 years. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. The lease agreements do not impose covenants, but leased assets may not be used as security for borrowing purposes.

B. The carrying amount of right-of-use assets and the depreciation charge are as follows:

	<u>June 30, 2023</u>	<u>December 31, 2022</u>	<u>June 30, 2022</u>
	<u>Book value</u>	<u>Book value</u>	<u>Book value</u>
Land	\$ 2,161,097	\$ 2,842,408	\$ 2,776,789
Buildings and structures	2,116,982	2,064,549	1,379,858
Transportation equipment	120,248	117,174	84,741
Other equipment	60,725	62,192	20,258
	<u>\$ 4,459,052</u>	<u>\$ 5,086,323</u>	<u>\$ 4,261,646</u>

	<u>Three months ended June 30,</u>	
	<u>2023</u>	<u>2022</u>
	<u>Depreciation charge</u>	<u>Depreciation charge</u>
Land	\$ 15,184	\$ 13,131
Buildings and structures	160,589	127,061
Transportation equipment	19,213	16,762
Other equipment	6,782	2,987
	<u>\$ 201,768</u>	<u>\$ 159,941</u>

	<u>Six months ended June 30,</u>	
	<u>2023</u>	<u>2022</u>
	<u>Depreciation charge</u>	<u>Depreciation charge</u>
Land	\$ 28,604	\$ 25,692
Buildings and structures	306,916	243,015
Transportation equipment	37,527	33,158
Other equipment	13,247	5,949
	<u>\$ 386,294</u>	<u>\$ 307,814</u>

C. For the six months ended June 30, 2023 and 2022, the additions to right-of-use assets (excluding those acquired through business combinations) were \$391,085 and \$630,761, respectively.

D. Information on profit or loss in relation to lease contracts is as follows:

	<u>Three months ended June 30,</u>	
	<u>2023</u>	<u>2022</u>
<u>Items affecting profit or loss</u>		
Interest expense on lease liabilities	<u>\$ 8,507</u>	<u>\$ 4,177</u>
Expense on short-term lease contracts	<u>\$ 184,849</u>	<u>\$ 146,360</u>

	Six months ended June 30,	
	2023	2022
<u>Items affecting profit or loss</u>		
Interest expense on lease liabilities	\$ 14,982	\$ 8,973
Expense on short-term lease contracts	\$ 381,495	\$ 303,143

E. For the six months ended June 30, 2023 and 2022, the Group's total cash outflow for leases were \$784,788 and \$812,370, respectively.

F. Extension options

- (a) Extension options are included in the Group's lease contracts pertaining to certain land. These terms and conditions are the lessor's general practice and for the Group to effectively utilise the assets.
- (b) In determining the lease term, the Group takes into consideration all facts and circumstances that create an economic incentive to exercise an extension option. The assessment of lease period is reviewed if a significant event occurs which affects the assessment.

(9) Intangible assets

	<u>Trademarks</u>	<u>Patents</u>	<u>Goodwill</u>	<u>Customer Relationship</u>	<u>Technical Skill</u>	<u>Others</u>	<u>Total</u>
<u>At January 1, 2023</u>							
Cost	\$ 4,307,832	\$ 1,829,078	\$ 60,126,073	\$ 19,451,343	\$ 13,277,950	\$ 4,001,160	\$ 102,993,436
Accumulated amortisation and impairment	(1,906,823)	(1,710,031)	(1,288,023)	(11,932,672)	(5,780,326)	(3,205,707)	(25,823,582)
	<u>\$ 2,401,009</u>	<u>\$ 119,047</u>	<u>\$ 58,838,050</u>	<u>\$ 7,518,671</u>	<u>\$ 7,497,624</u>	<u>\$ 795,453</u>	<u>\$ 77,169,854</u>
<u>2023</u>							
Opening net book amount	\$ 2,401,009	\$ 119,047	\$ 58,838,050	\$ 7,518,671	\$ 7,497,624	\$ 795,453	\$ 77,169,854
Additions - acquired separately	890	13,484	-	-	-	235,169	249,543
Additions - acquired through business combinations (Note)	455	-	572,556	349,675	175,795	1,282	1,099,763
Reclassifications (Note)	104,790	-	(110,239)	-	5,449	-	-
Amortisation	(130,045)	(12,719)	-	(770,003)	(663,633)	(380,637)	(1,957,037)
Net exchange differences	20,201	(573)	700,677	61,451	66,652	18,662	867,070
Closing net book amount	<u>\$ 2,397,300</u>	<u>\$ 119,239</u>	<u>\$ 60,001,044</u>	<u>\$ 7,159,794</u>	<u>\$ 7,081,887</u>	<u>\$ 669,929</u>	<u>\$ 77,429,193</u>
<u>At June 30, 2023</u>							
Cost	\$ 4,464,881	\$ 1,845,021	\$ 61,301,150	\$ 20,031,336	\$ 13,641,576	\$ 4,032,156	\$ 105,316,120
Accumulated amortisation and impairment	(2,067,581)	(1,725,782)	(1,300,106)	(12,871,542)	(6,559,689)	(3,362,227)	(27,886,927)
	<u>\$ 2,397,300</u>	<u>\$ 119,239</u>	<u>\$ 60,001,044</u>	<u>\$ 7,159,794</u>	<u>\$ 7,081,887</u>	<u>\$ 669,929</u>	<u>\$ 77,429,193</u>

(Note) The additions - acquired through business combinations and reclassifications resulted from the reallocation of the purchase price relative to the acquisition of Atrust Computer and UI Acquisition Holding Co. (UI). The allocation of the acquisition price for UI was completed in the first quarter of 2023 and the amount of the allocation of the acquisition price decreased by \$33,473 as the equity was adjusted.

	<u>Trademarks</u>	<u>Patents</u>	<u>Goodwill</u>	<u>Customer Relationship</u>	<u>Technical Skill</u>	<u>Others</u>	<u>Total</u>
<u>At January 1, 2022</u>							
Cost	\$ 4,072,330	\$ 1,590,408	\$ 54,420,933	\$ 18,089,972	\$ 11,152,791	\$ 5,241,533	\$ 94,567,967
Accumulated amortisation and impairment	(1,397,642)	(1,403,201)	(785,167)	(9,517,533)	(4,128,341)	(3,726,519)	(20,958,403)
	<u>\$ 2,674,688</u>	<u>\$ 187,207</u>	<u>\$ 53,635,766</u>	<u>\$ 8,572,439</u>	<u>\$ 7,024,450</u>	<u>\$ 1,515,014</u>	<u>\$ 73,609,564</u>
<u>2022</u>							
Opening net book amount	\$ 2,674,688	\$ 187,207	\$ 53,635,766	\$ 8,572,439	\$ 7,024,450	\$ 1,515,014	\$ 73,609,564
Additions - acquired separately	151	9,777	-	-	-	401,003	410,931
Additions - acquired through business combinations (Note)	-	-	-	(10,556)	-	-	(10,556)
Reclassifications (Note)	(171,804)	-	199,800	(376,636)	348,640	(355,222)	(355,222)
Amortisation	(122,085)	(49,927)	-	(676,243)	(605,760)	(444,156)	(1,898,171)
Net exchange differences	102,684	(3,194)	3,352,796	523,350	519,274	57,233	4,552,143
Closing net book amount	<u>\$ 2,483,634</u>	<u>\$ 143,863</u>	<u>\$ 57,188,362</u>	<u>\$ 8,032,354</u>	<u>\$ 7,286,604</u>	<u>\$ 1,173,872</u>	<u>\$ 76,308,689</u>
<u>At June 30, 2022</u>							
Cost	\$ 4,109,802	\$ 1,597,112	\$ 58,031,415	\$ 18,799,256	\$ 12,240,209	\$ 5,324,428	\$ 100,102,222
Accumulated amortisation and impairment	(1,626,168)	(1,453,249)	(843,053)	(10,766,902)	(4,953,605)	(4,150,556)	(23,793,533)
	<u>\$ 2,483,634</u>	<u>\$ 143,863</u>	<u>\$ 57,188,362</u>	<u>\$ 8,032,354</u>	<u>\$ 7,286,604</u>	<u>\$ 1,173,872</u>	<u>\$ 76,308,689</u>

(Note) The additions - acquired through business combinations and reclassifications resulted from the adjustment of the contingent proceeds and the reallocation of the purchase price relative to the acquisition of March. The allocation of acquisition price was completed in the second quarter of 2022 and the contingent consideration decreased by \$10,556 based on the adjustment to the estimated purchase price.

A. Details of amortisation on intangible assets are as follows:

	Three months ended June 30,	
	2023	2022
Operating costs	\$ 18,416	\$ 17,460
Selling expenses	458,781	378,178
Administrative expenses	35,421	55,754
Research and development expenses	460,711	493,076
	<u>\$ 973,329</u>	<u>\$ 944,468</u>

	Six months ended June 30,	
	2023	2022
Operating costs	\$ 36,291	\$ 33,766
Selling expenses	903,373	801,406
Administrative expenses	72,386	128,846
Research and development expenses	944,987	934,153
	<u>\$ 1,957,037</u>	<u>\$ 1,898,171</u>

B. The Group acquired registered or under-application trademark rights such as , , , , , 麗訊, , , , , , ,  and . Trademarks are assessed to have finite useful lives. The remaining trademarks which have indefinite useful lives shall not be amortised but are tested for impairment annually.

C. Goodwill and trademarks with indefinite useful lives are allocated as follows to the Group's cash-generating units identified according to operating segment:

	June 30, 2023	December 31, 2022	June 30, 2022
Goodwill:			
DET	\$ 37,025,753	\$ 36,514,479	\$ 35,337,360
Eltek	5,365,325	5,291,237	5,120,663
Cyntec	5,146,053	5,146,053	5,146,053
Vivotek	3,232,954	3,232,954	3,232,954
DCI	2,583,523	2,547,848	2,465,713
DGC	1,790,020	1,765,303	1,708,394
Amerlux	1,207,958	1,191,277	1,152,874
March	1,044,093	1,029,676	996,482
Trihedral	759,251	748,767	724,629
Atrust	606,029	-	-
Others	1,240,085	1,370,456	1,303,240
	<u>\$ 60,001,044</u>	<u>\$ 58,838,050</u>	<u>\$ 57,188,362</u>

	<u>June 30, 2023</u>	<u>December 31, 2022</u>	<u>June 30, 2022</u>
Trademarks:			
Automation business	\$ 800,801	\$ 691,811	\$ 691,811
Infrastructure business	386,823	386,823	386,823
	<u>\$ 1,187,624</u>	<u>\$ 1,078,634</u>	<u>\$ 1,078,634</u>

Acquisition prices in business combination are calculated based on the price of acquisition and direct costs related to the acquisition. The amount of goodwill recognised is the difference between the acquisition price and the net fair value of identifiable assets acquired. The amortisation duration of acquisition price shall not exceed one year after the acquisition.

(10) Other non-current assets

	<u>June 30, 2023</u>	<u>December 31, 2022</u>	<u>June 30, 2022</u>
Guarantee deposits paid	\$ 1,398,088	\$ 1,722,926	\$ 222,364
Prepayments for business facilities	1,170,181	1,090,269	1,428,073
Financial assets at amortised cost	142,663	143,498	144,029
Cash surrender value of life insurance	26,528	28,106	27,902
Prepayments for long-term investments	11,181	16,772	376,772
Others	512,046	597,411	653,069
	<u>\$ 3,260,687</u>	<u>\$ 3,598,982</u>	<u>\$ 2,852,209</u>

(11) Short-term borrowings

	<u>June 30, 2023</u>	<u>December 31, 2022</u>	<u>June 30, 2022</u>
Unsecured bank loans	\$ 2,452,071	\$ 2,076,762	\$ 2,335,181
Credit lines	\$ 78,937,944	\$ 76,659,861	\$ 71,385,474
Interest rate range	<u>0.47%~17.99%</u>	<u>0.48%~18.30%</u>	<u>0.40%~17.06%</u>

(12) Other payables

	<u>June 30, 2023</u>	<u>December 31, 2022</u>	<u>June 30, 2022</u>
Salary, bonus and compensation payable	\$ 24,379,064	\$ 24,175,196	\$ 19,906,985
Dividends payable	25,765,749	-	14,339,450
Others	16,923,732	16,543,486	14,542,258
	<u>\$ 67,068,545</u>	<u>\$ 40,718,682</u>	<u>\$ 48,788,693</u>

(13) Bonds payable

	<u>June 30, 2023</u>	<u>December 31, 2022</u>	<u>June 30, 2022</u>
Domestic unsecured corporate bonds	\$ 29,100,000	\$ 11,600,000	\$ 6,600,000

The Company issued the domestic unsecured ordinary corporate bonds for the three months ended June 30, 2023. The main conditions are as follows:

<u>Issuance</u>	<u>Type of bonds</u>	<u>Issuance period</u>	<u>Total issuance amount</u>	<u>Coupon rate</u>	<u>Repayment term</u>
First issuance in 2022	Tranche A	April 2022 - April 2027	\$ 5,900,000	0.85%	Principal is repayable at maturity and interest is repayable annually
First issuance in 2022	Tranche B	April 2022 - April 2029	700,000	0.90%	"
Second issuance in 2022		October 2022 - October 2025	5,000,000	1.45%	"
First issuance in 2023		January 2023 - January 2026	5,000,000	1.83%	"
Second issuance in 2023	Tranche A	April 2023 - April 2026	3,000,000	1.43%	"
Second issuance in 2023	Tranche B	April 2023 - April 2028	3,500,000	1.53%	"
Third issuance in 2023		June 2023 - June 2026	6,000,000	1.49%	"

(14) Long-term borrowings

<u>Type of borrowings</u>	<u>June 30, 2023</u>	<u>December 31, 2022</u>	<u>June 30, 2022</u>
Credit loans	\$ 13,400,343	\$ 32,503,019	\$ 38,529,310
Collateral loans	268,244	276,747	327,475
	<u>13,668,587</u>	<u>32,779,766</u>	<u>38,856,785</u>
Less: Current portion (shown as other current liabilities)	(55,590)	(42,424)	(129,356)
	<u>\$ 13,612,997</u>	<u>\$ 32,737,342</u>	<u>\$ 38,727,429</u>
Credit lines	<u>\$ 99,763,864</u>	<u>\$ 98,916,583</u>	<u>\$ 87,671,971</u>
Interest rate range	<u>0.42%~6.23%</u>	<u>0.43%~6.23%</u>	<u>0.43%~6.23%</u>

A. As at June 30, 2023, the revolving loans of \$7,654,780 can be drawn down during the period from September 1, 2022 to July 1, 2025 and are payable before the due date under the agreement.

B. Information in relation to the assets pledged to others as collateral for bank borrowings is provided in Note 8.

(15) Pensions

A. Defined benefit plan

(a) The Group has a defined benefit pension plan as follows:

- i. The Company and its domestic subsidiaries have a defined benefit pension plan in accordance with the Labor Standards Act, covering all regular employees' service years prior to the enforcement of the Labor Pension Act on July 1, 2005 and service years thereafter of employees who chose to continue to be subject to the pension mechanism under the Labor Standards Act. Under the defined benefit pension plan, two units are accrued for each year of service for the first 15 years and one unit for each additional year thereafter, subject to a maximum of 45 units. Pension benefits are based on the number of units accrued and the average monthly salaries and wages of the last 6 months prior to retirement. The Company and its domestic subsidiaries contribute monthly an amount equal to 2% of the employees' monthly salaries and wages to the retirement fund deposited with Bank of Taiwan, the trustee, under the name of the independent retirement fund committee. Also, the Company and its domestic subsidiaries would assess the balance in the aforementioned labor pension reserve account by December 31, every year. If the account balance is not enough to pay the pension calculated by the aforementioned method to the employees expected to qualify for retirement in the following year, the Company and its domestic subsidiaries will make contribution for the deficit by next March.
- ii. Certain subsidiaries located in Mainland China maintain defined benefit retirement (resignation) plans with relative contribution scheme. The employees and the subsidiaries contribute an amount relatively based on a certain percentage of the monthly basic salary depending on the employee's position. When an employee retires or resigns, the total contribution from the employee is reimbursed based on the accumulated contribution (without interest) less withdrawals made by the employee in advance during the service period. The employee is also entitled to receive benefits calculated based on the accumulated contribution (without interest) from the related subsidiary multiplied by the approved benefit percentage for the employee's service years less withdrawals made by the employee in advance during the service period. The scheme mentioned above ceased on August 1, 2004. The amount contributed before was archived, and the payment scheme was not changed.
- iii. The subsidiaries in Thailand, Switzerland and Norway, etc. have an obligation to pay certain retirement benefits when employees retire based on labor regulations.

(b) For the aforementioned pension plan, the Group recognised pension costs of \$39,397, \$35,437, \$85,002 and \$72,871 for the three months and six months ended June 30, 2023 and 2022, respectively.

(c) Expected contributions to the defined benefit pension plans of the Group within one year from June 30, 2023 are \$164,120.

B. Defined contribution plan

- (a) Effective July 1, 2005, the Company and its domestic subsidiaries have established a defined contribution pension plan (the “New Plan”) under the Labor Pension Act, covering all regular employees with R.O.C. nationality. Under the New Plan, the Company and its domestic subsidiaries contribute monthly an amount based on 6% of the employees’ monthly salaries and wages to the employees’ individual pension accounts at the Bureau of Labor Insurance. The benefits accrued are paid monthly or in lump sum upon termination of employment.
- (b) Other overseas companies have defined contribution plans in accordance with the local regulations. Other than the periodic contribution, the overseas companies have no further obligations.

(16) Share capital

- A. In accordance with the Company’s Articles of Incorporation, the total authorised common stock is 4 billion shares (including 100 million shares for stock warrants conversion). As at June 30, 2023, the total issued and outstanding common stock was 2,597,543 thousand shares with par value of \$10 (in dollars) per share.
- B. On December 20, 2004, the Board of Directors of the Company adopted a resolution that allowed certain stockholders to issue 16 million units of global depository receipts (GDRs), represented by 80 million shares of common stock (Deposited Shares), with one unit of GDR representing 5 shares of common stock. After obtaining approval from SFB, these GDRs were listed on the Securities Exchange of Luxembourg on March 29, 2005, with total proceeds of US\$134,666 thousand. The issuance of GDRs was represented by outstanding shares, therefore, there is no dilutive effect on the common shares’ equity. The main terms and conditions of the GDRs are as follows:
 - (a) Voting rights

GDR holders may, pursuant to the Depositary Agreement and the relevant laws and regulations of the R.O.C., exercise the voting rights pertaining to the underlying common shares represented by the GDRs.
 - (b) Redemption of GDRs

For sales and redemption of the underlying common shares represented by the GDRs when the holders of the GDRs request the Depositary to redeem the GDRs in accordance with the relevant R.O.C. regulations and the provisions in the Depositary Agreement, the Depositary may (i) deliver the underlying common shares represented by the GDRs to the GDR holders, or (ii) sell the underlying common shares represented by the GDRs in the R.O.C. stock market on behalf of the GDR holder. The payment of proceeds from such sale shall be made subject to the relevant R.O.C. laws and regulations and the provisions in the Depositary Agreement.
 - (c) Distribution of dividends, preemptive rights and other rights

Distribution of dividends, preemptive rights and other rights and interests of GDR units bear the same rights as common shares.

- (d) After considering the stock dividend distribution year by year, as at June 30, 2023, there were 482 thousand units outstanding, representing 2,408 thousand common shares of the Company's common stock.

(17) Capital surplus

Pursuant to the R.O.C. Company Law, capital surplus arising from paid-in capital in excess of par value on issuance of common stocks and donations can be used to cover accumulated deficit or to issue new stocks or cash to shareholders in proportion to their share ownership, provided that the Company has no accumulated deficit. Further, the R.O.C. Securities and Exchange Law requires that the amount of capital surplus to be capitalised mentioned above should not exceed 10% of the paid-in capital each year. Capital surplus should not be used to cover accumulated deficit unless the legal reserve is insufficient.

(18) Retained earnings

A. Under the Company's Articles of Incorporation, the current year's earnings, if any, shall be distributed in the following order:

- (a) Payment of all taxes and dues.
- (b) Offset against prior years' operating losses, if any.
- (c) Set aside 10% of the remaining amount as legal reserve, unless the accumulated amount of the legal reserve has reached the total authorised capital of the Company.
- (d) Setting aside or reversing a special reserve according to relevant regulations when necessary.
- (e) The remainder along with the beginning unappropriated earnings shall be distributed as dividends to stockholders. The appropriation of earnings shall be proposed by the Board of Directors and resolved by the shareholders.

As the Company is in the growth stage, taking into consideration the shareholders' benefits, financial health and business development, projected capital expenditures and reinvestment plans in the future, the amount of dividends distributed to shareholders shall not be lower than 50% of post-tax profit for the current year. Cash dividends shall be at least 15% of the total dividends distributed to shareholders.

B. Except for covering accumulated deficit or issuing new stocks or cash to shareholders in proportion to their share ownership, the legal reserve shall not be used for any other purpose. The use of legal reserve for the issuance of stocks or cash to shareholders in proportion to their share ownership is permitted, provided that the distribution of the reserve is limited to the portion in excess of 25% of the Company's paid-in capital.

C. (a) In accordance with the regulations, the Company shall set aside special reserve from the debit balance on other equity items at the balance sheet date before distributing earnings. When debit balance on other equity items is reversed subsequently, the reversed amount could be included in the distributable earnings.

- (b) The amounts previously set aside by the Company as special reserve on initial application of IFRSs in accordance with Order No. Financial-Supervisory-Securities-Corporate-1010012865, dated April 6, 2012, shall be reversed proportionately when the relevant assets are used, disposed of or reclassified subsequently. Such amounts are reversed upon disposal or reclassified if the assets are investment property of land, and reversed over the use period if the assets are investment property other than land.
- D. The appropriations of 2022 and 2021 earnings had been approved by the shareholders during their meeting on June 13, 2023 and June 14, 2022, respectively. Details are summarised below:

	Years ended December 31,			
	2022		2021	
	Amount	Dividends per share (in dollars)	Amount	Dividends per share (in dollars)
Legal reserve appropriated	\$ 3,288,320		\$ 2,688,553	
Special reserve (reversed) appropriated	(13,198,044)		3,623,514	
Cash dividends (Note)	25,559,826	\$ 9.84	14,286,488	\$ 5.5

(Note) Information about the appropriations of earnings as resolved at the meeting of shareholders will be posted in the “Market Observation Post System” at the website of the Taiwan Stock Exchange.

(19) Operating revenue

	Three months ended June 30,	
	2023	2022
Revenue from contracts with customers	\$ 100,551,392	\$ 89,996,793

	Six months ended June 30,	
	2023	2022
Revenue from contracts with customers	\$ 193,410,636	\$ 172,534,868

A. Disaggregation of revenue from contracts with customers

The Group derives revenue from the transfer of goods and services over time and at a point in time in the following major business:

		Three months ended June 30, 2023				
		Power electronics	Automation	Infrastructure	Others	Total
Revenue from external customer contracts		\$ 61,277,658	\$ 14,551,396	\$ 24,684,127	\$ 38,211	\$ 100,551,392
Timing of revenue recognition						
At a point in time		61,269,932	13,962,911	23,568,739	32,659	98,834,241
Over time		7,726	588,485	1,115,388	5,552	1,717,151
		<u>\$ 61,277,658</u>	<u>\$ 14,551,396</u>	<u>\$ 24,684,127</u>	<u>\$ 38,211</u>	<u>\$ 100,551,392</u>
		Three months ended June 30, 2022				
		Power electronics	Automation	Infrastructure	Others	Total
Revenue from external customer contracts		\$ 52,948,115	\$ 13,185,752	\$ 23,676,500	\$ 186,426	\$ 89,996,793
Timing of revenue recognition						
At a point in time		52,941,301	12,684,679	23,051,770	33,411	88,711,161
Over time		6,814	501,073	624,730	153,015	1,285,632
		<u>\$ 52,948,115</u>	<u>\$ 13,185,752</u>	<u>\$ 23,676,500</u>	<u>\$ 186,426</u>	<u>\$ 89,996,793</u>
		Six months ended June 30, 2023				
		Power electronics	Automation	Infrastructure	Others	Total
Revenue from external customer contracts		\$ 115,872,023	\$ 28,472,045	\$ 48,985,379	\$ 81,189	\$ 193,410,636
Timing of revenue recognition						
At a point in time		\$ 115,864,297	\$ 27,326,352	\$ 46,880,828	\$ 65,020	\$ 190,136,497
Over time		7,726	1,145,693	2,104,551	16,169	3,274,139
		<u>\$ 115,872,023</u>	<u>\$ 28,472,045</u>	<u>\$ 48,985,379</u>	<u>\$ 81,189</u>	<u>\$ 193,410,636</u>
		Six months ended June 30, 2022				
		Power electronics	Automation	Infrastructure	Others	Total
Revenue from external customer contracts		\$ 102,190,785	\$ 24,912,615	\$ 45,045,568	\$ 385,900	\$ 172,534,868
Timing of revenue recognition						
At a point in time		\$ 102,162,120	\$ 24,039,264	\$ 43,664,546	\$ 91,073	\$ 169,957,003
Over time		28,665	873,351	1,381,022	294,827	2,577,865
		<u>\$ 102,190,785</u>	<u>\$ 24,912,615</u>	<u>\$ 45,045,568</u>	<u>\$ 385,900</u>	<u>\$ 172,534,868</u>

B. Contract assets and liabilities

The Group has recognised the revenue-related contract assets primarily from automation equipment contracts and resolution of communication equipment power resource system; contract liabilities primarily pertain to advance sales receipts, advance receipts for automation equipment contract and resolution of communication equipment power resource system, etc.

Revenue recognised that was included in the contract liability balance at the beginning of the period is as follows:

	Three months ended June 30,	
	2023	2022
Revenue recognised that was included in the contract liability balance at the beginning of the period		
Advance sales receipts, advance receipts for automation equipment contract and resolution of communication equipment power resource system, etc.	\$ 1,628,769	\$ 1,239,474

	Six months ended June 30,	
	2023	2022
Revenue recognised that was included in the contract liability balance at the beginning of the period		
Advance sales receipts, advance receipts for automation equipment contract and resolution of communication equipment power resource system, etc.	\$ 4,904,594	\$ 4,682,274

(20) Interest income

	Three months ended June 30,	
	2023	2022
Interest income from bank deposits	\$ 441,331	\$ 88,195
Other interest income	1,436	7,638
	<u>\$ 442,767</u>	<u>\$ 95,833</u>

	Six months ended June 30,	
	2023	2022
Interest income from bank deposits	\$ 811,409	\$ 177,875
Other interest income	3,006	9,174
	<u>\$ 814,415</u>	<u>\$ 187,049</u>

(21) Other income

	Three months ended June 30,	
	2023	2022
Government grant income	\$ 337,403	\$ 196,729
Mold fee income	49,396	55,303
Sample sales income	47,023	82,673
Testing fee income	34,675	35,847
Rental income	34,403	25,103
Dividend income	29,663	61,515
Others	426,345	357,025
	<u>\$ 958,908</u>	<u>\$ 814,195</u>

	Six months ended June 30,	
	2023	2022
Government grant income	\$ 391,574	\$ 297,725
Mold fee income	127,107	88,864
Sample sales income	115,017	152,984
Testing fee income	78,408	60,205
Rental income	66,509	50,280
Dividend income	30,263	82,923
Others	1,081,567	925,672
	<u>\$ 1,890,445</u>	<u>\$ 1,658,653</u>

(22) Other gains and losses

	Three months ended June 30,	
	2023	2022
Loss on disposal of property, plant and equipment	(\$ 15,032)	(\$ 35,220)
Gain on disposal of investments (Note)	-	-
Net currency exchange gain	599,783	617,965
Gain (loss) on financial assets/liabilities at fair value through profit or loss	24,503	(226,963)
Miscellaneous disbursements	(101,638)	5,633
	<u>\$ 507,616</u>	<u>\$ 361,415</u>

	Six months ended June 30,	
	2023	2022
Loss on disposal of property, plant and equipment	(\$ 44,163)	(\$ 54,897)
Gain on disposal of investments (Note)	72,732	-
Net currency exchange gain	1,486,945	823,064
Loss on financial assets/liabilities at fair value through profit or loss	(337,087)	(158,848)
Miscellaneous disbursements	(176,376)	(40,489)
	<u>\$ 1,002,051</u>	<u>\$ 568,830</u>

(Note) Refer to Note 6(30).

(23) Finance costs

	Three months ended June 30,	
	2023	2022
Interest expense	<u>\$ 237,695</u>	<u>\$ 105,033</u>

	Six months ended June 30,	
	2023	2022
Interest expense	<u>\$ 491,588</u>	<u>\$ 178,557</u>

(24) Expenses by nature

	Three months ended June 30,	
	2023	2022
Employee benefit expense	\$ 20,880,738	\$ 18,287,843
Depreciation charges on property, plant and equipment	4,088,284	3,554,075
Depreciation charges on right-of-use assets	201,768	159,941
Amortisation charges on intangible assets	973,329	944,468
	<u>\$ 26,144,119</u>	<u>\$ 22,946,327</u>

	Six months ended June 30,	
	2023	2022
Employee benefit expense	\$ 39,953,188	\$ 35,130,731
Depreciation charges on property, plant and equipment	7,985,935	6,947,919
Depreciation charges on right-of-use assets	386,294	307,814
Amortisation charges on intangible assets	1,957,037	1,898,171
	<u>\$ 50,282,454</u>	<u>\$ 44,284,635</u>

(25) Employee benefit expense

	Three months ended June 30,	
	2023	2022
Post-employment benefits		
Defined contribution plans	\$ 337,562	\$ 269,229
Defined benefit plans	39,397	35,437
	<u>376,959</u>	<u>304,666</u>
Other employee benefits	20,503,779	17,983,177
	<u>\$ 20,880,738</u>	<u>\$ 18,287,843</u>

	Six months ended June 30,	
	2023	2022
Post-employment benefits		
Defined contribution plans	\$ 664,619	\$ 518,922
Defined benefit plans	85,002	72,871
	<u>749,621</u>	<u>591,793</u>
Other employee benefits	39,203,567	34,538,938
	<u>\$ 39,953,188</u>	<u>\$ 35,130,731</u>

A. According to the Articles of Incorporation of the Company, a ratio of profit of the current year distributable, after covering accumulated losses, shall be distributed as employees' compensation and directors' remuneration. The ratio shall not be lower than 3% for employees' compensation and shall not be higher than 1% for directors' remuneration.

B. For the three months and six months ended June 30, 2023 and 2022, employees' compensation were accrued at \$983,949, \$908,934, \$1,771,385 and \$1,647,780, respectively; while directors' remuneration were accrued at \$20,534, \$16,143, \$38,334 and \$35,527, respectively. The aforementioned amounts were recognised in salary expenses.

For the six months ended June 30, 2023, the employees' compensation and directors' remuneration were estimated and accrued based on profit of current year distributable as prescribed by the Company's Articles of Incorporation.

The employees' compensation of \$3,103,244 and directors' remuneration of \$47,520 for 2022 were actual amounts resolved by the Board of Directors on February 22, 2023. The differences between the resolved amounts and the amounts recognised in the 2022 financial statements were accounted for as changes in estimates and recognised in profit or loss for 2023.

Information about employees' compensation and directors' remuneration of the Company as resolved by the Board of Directors will be posted in the "Market Observation Post System" at the website of the Taiwan Stock Exchange.

(26) Income tax

A. Income tax expense

(a) Components of income tax expense:

	<u>Three months ended June 30,</u>	
	<u>2023</u>	<u>2022</u>
Current tax:		
Current tax on profits for the period	\$ 1,137,202	\$ 1,499,627
Prior year income tax overestimation	(170,291)	(512,566)
Tax on undistributed surplus earnings	<u>673,280</u>	<u>172,579</u>
Total current tax	1,640,191	1,159,640
Deferred tax:		
Origination and reversal of temporary differences	<u>784,694</u>	<u>829,903</u>
	<u>\$ 2,424,885</u>	<u>\$ 1,989,543</u>

	<u>Six months ended June 30,</u>	
	<u>2023</u>	<u>2022</u>
Current tax:		
Current tax on profits for the period	\$ 2,859,885	\$ 3,231,830
Prior year income tax overestimation	(195,693)	(518,946)
Tax on undistributed surplus earnings	<u>673,280</u>	<u>172,579</u>
Total current tax	3,337,472	2,885,463
Deferred tax:		
Origination and reversal of temporary differences	<u>1,075,633</u>	<u>812,667</u>
	<u>\$ 4,413,105</u>	<u>\$ 3,698,130</u>

(b) The income tax (charge)/credit relating to components of other comprehensive income is as follows:

	<u>Three months ended June 30,</u>	
	<u>2023</u>	<u>2022</u>
Currency translation differences	(\$ 1,121)	\$ 133,661
Unrealised gains from financial assets measured at fair value through other comprehensive income	-	1,382
	<u>(\$ 1,121)</u>	<u>\$ 135,043</u>
	<u>Six months ended June 30,</u>	
	<u>2023</u>	<u>2022</u>
Currency translation differences	(\$ 56,399)	\$ 549,513
Unrealised gains from financial assets measured at fair value through other comprehensive income	86,143	1,382
	<u>\$ 29,744</u>	<u>\$ 550,895</u>

B. The status of the Company and its domestic subsidiaries' assessed and approved income tax returns are as follows:

	<u>Latest year assessed by Tax Authority</u>
The Company, Cyntec, Power Forest Technology Corporation, DECC, DelBio, Vivotek, Lidlight Inc., Realwin., Aetek Inc. and Atrust Computer Delmind, Ancora and Delta Energy	2021 Note

Note: Ancora and Delmind were established in 2022 and their respective income tax returns had not been assessed. Delta Energy was subsidiaries established in 2023 and its income tax return had not exceed the time limit of the filing period.

(27) Earnings per share

	Three months ended June 30, 2023		
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	<u>\$ 8,149,266</u>	<u>2,597,543</u>	<u>\$ 3.14</u>
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent Assumed conversion of all dilutive potential ordinary shares:	\$ 8,149,266	2,597,543	
Employees' compensation	<u>-</u>	<u>4,152</u>	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	<u>\$ 8,149,266</u>	<u>2,601,695</u>	<u>\$ 3.13</u>

	Three months ended June 30, 2022		
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	<u>\$ 7,627,940</u>	<u>2,597,543</u>	<u>\$ 2.94</u>
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent Assumed conversion of all dilutive potential ordinary shares:	\$ 7,627,940	2,597,543	
Employees' compensation	<u>-</u>	<u>5,870</u>	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	<u>\$ 7,627,940</u>	<u>2,603,413</u>	<u>\$ 2.93</u>

Six months ended June 30, 2023			
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 15,056,991	2,597,543	\$ 5.80
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 15,056,991	2,597,543	
Assumed conversion of all dilutive potential ordinary shares:			
Employees' compensation	-	7,207	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ 15,056,991	2,604,750	\$ 5.78
Six months ended June 30, 2022			
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 13,686,562	2,597,543	\$ 5.27
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 13,686,562	2,597,543	
Assumed conversion of all dilutive potential ordinary shares:			
Employees' compensation	-	8,857	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ 13,686,562	2,606,400	\$ 5.25

(28) Share-based payment

A. For the six months ended June 30, 2023 and 2022, the Group's share-based payment arrangements were as follows:

<u>Type of arrangement</u>	<u>Grant date</u>	<u>Quantity granted (shares in thousands)</u>	<u>Contract period</u>	<u>Vesting conditions</u>
Power Forest - Employee stock options	2022.01.10~ 2023.04.01	3,209	7 years	Vested immediately
Power Forest - Cash capital increase reserved for employee preemption	2023.04.07	2,993	-	Vested immediately
Ancora Semiconductors - Employee stock options	2022.11.11~ 2023.06.05	4,351	10 years	Note

Note: The option life is 10 years; accumulated ratios of initially granted stock options that are exercisable upon 18 months, 30 months and 3 years of continuous services from the grant date are 30%, 60% and 100%, respectively.

B. Details of the share-based payment arrangements are as follows:

Employee share options

	<u>2023</u>		<u>2022</u>	
	<u>No. of options (shares in thousands)</u>	<u>Weighted-average exercise price (in dollars)</u>	<u>No. of options (shares in thousands)</u>	<u>Weighted-average exercise price (in dollars)</u>
Options outstanding opening balance at January 1	5,761	\$ 10~\$22.50	-	\$ -
Options granted	4,098	10~22.50	2,610	-
Options forfeited	(111)	22.50	(411)	-
Options exercised	(2,993)	22.50	-	-
Options outstanding at June 30	<u>6,755</u>	<u>\$ 10~\$22.50</u>	<u>2,199</u>	<u>\$ 22.50</u>
Options exercisable at June 30	<u>2,404</u>	<u>\$ 22.50</u>	<u>2,199</u>	<u>\$ 22.50</u>

C. The weighted-average stock price of stock options at exercise dates for the first half of 2023 was \$22.59.

D. The expiry date and exercise price of stock options outstanding at balance sheet date are as follows:

Type of arrangement	Approved release date	Due date	June 30, 2023	
			No. of shares (shares in thousands)	Exercise price (in dollars)
Power Forest- Employee stock options	2022.01.10~ 2023.04.01	2025.01.09~ 2026.03.31	2,404	\$ 22.5
Ancora Semiconductors - Employee stock options	2022.11.11~ 2023.06.05	2032.11.10~ 2033.06.19	4,351	10

Type of arrangement	Approved release date	Due date	December 31, 2022	
			No. of shares (shares in thousands)	Exercise price (in dollars)
Power Forest- Employee stock options	2022.01.10~ 2022.10.25	2025.01.09~ 2025.10.24	2,261	\$ 22.5
Ancora Semiconductors - Employee stock options	2022.11.11	2032.11.10	3,500	10

Type of arrangement	Approved release date	Due date	June 30, 2022	
			No. of shares (shares in thousands)	Exercise price (in dollars)
Power Forest- Employee stock options	2022.01.10~ 2022.04.01	2025.01.09~ 2025.03.31	2,199	\$ 22.5

E. The fair value of stock options granted is measured using the Black-Scholes option-pricing model. Relevant information is as follows:

Type of arrangement	Grant date	Stock price (in dollars)	Exercise price (in dollars)	Expected price volatility	Expected option life (years)	Expected dividends	Risk-free interest rate	Fair value per unit (in dollars)
Power Forest- Employee stock options	2022.01.10~ 2022.10.25	\$ 44.17	\$ 22.50	55.89%	1.5	0%	0.42%	\$23.5559
Power Forest- Employee stock options	2023.01.01~ 2023.04.01	27.46	22.50	51.88%	1.5	0%	1.10%	9.1849
Power Forest- Cash capital increase reserved for employee preemption	2023.04.07	22.59	22.50	35.64%	0.03	0%	1.09%	0.606
Ancora Semiconductors - Employee stock options	2022.11.11~ 2023.06.05	30.00	10.00	64.69%	6.2	0%	1.49%	23.8408

Note: Expected price volatility rate was estimated by using the stock prices of the most recent period with length of this period approximate to the length of the stock options' expected life, and the standard deviation of return on the stock during this year.

F. Expenses incurred on share-based payment transactions are shown below:

	Three months ended June 30,	
	2023	2022
Equity-settled	\$ 12,723	\$ 6,219
	Six months ended June 30,	
	2023	2022
Equity-settled	\$ 23,800	\$ 61,481

(29) Business combinations

A. Business combinations of the Group for the six months ended June 30, 2023 and the years ended December 31, 2022 and 2021 are as follows:

- (a) On February 1, 2023, the Group acquired 55.02% of the share capital of Atrust Computer for \$950,259 and obtained control over Atrust. As a result of the acquisition, the Group is expected to strengthen networking solution capability. The allocation of the acquisition price of Atrust Computer was completed in the first half of 2023.
- (b) On July 18, 2022, the Group acquired 100% of the share capital of UI Acquisition Holding Co. (UI) for \$2,766,456 and obtained control over UI. In the fourth quarter of 2022, the acquisition price increased by \$30,890 in accordance with the price adjustment mechanism in the contract. As a result of the acquisition, the Group is expected to strengthen industrial

automation. The allocation of the acquisition price of UI was completed in the first quarter of 2023, and the price decreased by \$33,473 as the equity was adjusted based on the audited financial statements.

(c) On December 1, 2021, the Group acquired 100% of the share capital of March Networks Holdings Ltd. (March) for \$3,472,680 and obtained control over March. As a result of the acquisition, the Group is expected to improve the security and building automation. The allocation of the acquisition price of March was completed in the second quarter of 2022, and the contingent consideration decreased by \$10,556 based on the adjustment to the estimated purchase price.

B. The following table summarises the consideration paid for the abovementioned acquired subsidiaries and the fair values of the assets acquired, liabilities assumed and the non-controlling interest at the acquisition date:

	Atrust Computer (Note)	UI (Note)	March (Note)
Purchase consideration			
Cash	\$ 950,259	\$ 2,797,346	\$ 3,376,535
Contingent consideration	<u>-</u>	<u>-</u>	<u>85,589</u>
	950,259	2,797,346	3,462,124
Fair value of non-controlling interests	<u>591,199</u>	<u>-</u>	<u>-</u>
	<u>1,541,458</u>	<u>2,797,346</u>	<u>3,462,124</u>
Fair value of the identifiable assets acquired and liabilities assumed			
Cash and cash equivalents	421,004	171,888	510,591
Other current assets	392,688	2,960,518	1,218,552
Property, plant and equipment	5,169	143,360	44,809
Intangible assets	527,207	523,953	821,850
Deferred tax assets	210	265,321	403,881
Other non-current assets	35,865	54,254	242,838
Other current liabilities	(411,714)	(1,553,995)	(475,624)
Other non-current liabilities	<u>(35,000)</u>	<u>(68,845)</u>	<u>(236,879)</u>
Total identifiable net assets	<u>935,429</u>	<u>2,496,454</u>	<u>2,530,018</u>
Goodwill	<u>\$ 606,029</u>	<u>\$ 300,892</u>	<u>\$ 932,106</u>

Note: Represents the amount after the allocation of acquisition price.

C. The allocation of the acquisition price of UI was completed in the first quarter of 2023 and the fair values of the acquired identifiable intangible assets and goodwill were \$523,953 and \$300,892, respectively.

D. The allocation of the acquisition price of Atrust Computer was completed in the first half of 2023 and the fair values of the acquired identifiable intangible assets and goodwill were \$527,207 and \$606,029, respectively.

E. The operating revenue included in the consolidated statement of comprehensive income since

February 1, 2023 contributed by Atrust Computer was \$338,064. Atrust Computer also contributed profit before income tax of (\$297) over the same period. Had Atrust Computer been consolidated from January 1, 2023, the consolidated statement of comprehensive income for the six months ended June 30, 2023 would show operating revenue of \$193,451,327 and profit before income tax of \$21,902,092.

(30) Supplemental cash flow information

A. Financing activities with no cash flow effects:

	<u>Six months ended June 30,</u>	
	<u>2023</u>	<u>2022</u>
Cash dividends declared but yet to be paid	<u>\$ 25,559,826</u>	<u>\$ 14,286,488</u>
Cash dividends declared but yet to be paid to non-controlling interest	<u>\$ 205,923</u>	<u>\$ 52,962</u>

B. The Group's subsidiary, Vivotek Inc., sold 100% of shares in the subsidiary – Otus Imaging, Inc. on March 31, 2023 and therefore lost control over the subsidiary. The details of the consideration received from the transaction and assets and liabilities relating to the subsidiary are as follows:

	<u>Otus Imaging, Inc.</u>
Purchase consideration	
Cash	<u>\$ 115,535</u>
Carrying amount of the assets and liabilities of Otus Imaging, Inc.	
Cash	26,529
Accounts receivable	565
Current income tax assets	2
Inventories	17,529
Prepayments	7
Other current assets	28
Property, plant and equipment	547
Other non-current assets	181
Contract liabilities - current	(8)
Accounts payable	(340)
Accounts payable - related parties	(6)
Other payables	(2,054)
Other current liabilities	(177)
Total net assets	<u>\$ 42,803</u>

(31) Transactions with non-controlling interest - Acquisition of additional equity interest in a subsidiary

The Group did not acquire additional equity interest in a subsidiary from non-controlling interest in the first half of 2023. In the first half of 2022, the Group acquired additional equity interest of 1.21% in Vivotek for a total cash consideration of \$79,727. The effect of changes in interest attributable to owners of the parent for the first half of 2023 and 2022 is shown below:

	Six months ended June 30,	
	2023	2022
	Vivotek	Vivotek
Carrying amount of non-controlling interest acquired	\$ -	\$ 91,184
Consideration paid to non-controlling interest	-	(79,727)
	<u>\$ -</u>	<u>\$ 11,457</u>
Difference between proceeds on actual acquisition of equity interest in a subsidiary and its carrying amount:		
Capital surplus	<u>\$ -</u>	<u>\$ 11,457</u>

(32) Changes in liabilities from financing activities

	Short-term borrowings	Bonds payable	Long-term borrowings (including current portion)	Liabilities from financing activities-gross
At January 1, 2023	\$ 2,076,762	\$ 11,600,000	\$ 32,779,766	\$ 46,456,528
Changes in cash flow from financing activities	245,288	17,500,000	(19,123,556)	(1,378,268)
Effect of business combination	130,021	-	12,377	142,398
At June 30, 2023	<u>\$ 2,452,071</u>	<u>\$ 29,100,000</u>	<u>\$ 13,668,587</u>	<u>\$ 45,220,658</u>

	Short-term borrowings	Bonds payable	Long-term borrowings (including current portion)	Liabilities from financing activities-gross
At January 1, 2022	\$ 4,397,362	\$ -	\$ 43,958,912	\$ 48,356,274
Changes in cash flow from financing activities	(2,062,181)	6,600,000	(5,102,127)	(564,308)
At June 30, 2022	<u>\$ 2,335,181</u>	<u>\$ 6,600,000</u>	<u>\$ 38,856,785</u>	<u>\$ 47,791,966</u>

7. RELATED PARTY TRANSACTIONS

(1) Names and relationship of related parties

<u>Names of related parties</u>	<u>Relationship with the Group</u>
Compower AS	Associate
Fujian Kaixin Construciton Engineering Co., Ltd.	"
Delta Networks (Xiamen) Ltd.	"
Digital Projection Asia Pte Ltd.	"

(2) Significant transactions and balances with related parties

A. Operating revenue

	<u>Three months ended June 30,</u>	
	<u>2023</u>	<u>2022</u>
Sales of goods:		
Associates	\$ 23,406	\$ 20,680
Sales of services:		
Associates	<u>1</u>	<u>23</u>
	<u>\$ 23,407</u>	<u>\$ 20,703</u>
	<u>Six months ended June 30,</u>	
	<u>2023</u>	<u>2022</u>
Sales of goods:		
Associates	\$ 47,190	\$ 27,833
Sales of services:		
Associates	<u>1</u>	<u>26</u>
	<u>\$ 47,191</u>	<u>\$ 27,859</u>

The Group sells commodities to related parties based on mutually agreed selling prices and terms as there is no similar transaction to be compared with. Sales of services to related parties arise mainly from sales and services of construction system.

B. Purchases of goods

	<u>Three months ended June 30,</u>	
	<u>2023</u>	<u>2022</u>
Purchases of goods:		
Associates	<u>\$ 35,909</u>	<u>\$ 24,336</u>
	<u>Six months ended June 30,</u>	
	<u>2023</u>	<u>2022</u>
Purchases of goods:		
Associates	<u>\$ 79,817</u>	<u>\$ 41,366</u>

The purchase terms, including prices and payments, are based on mutual agreement and have no similar transaction to be compared with.

C. Period-end balances arising from sales of goods and services

	<u>June 30, 2023</u>	<u>December 31, 2022</u>	<u>June 30, 2022</u>
Receivables from related parties:			
Associates	<u>\$ 24,443</u>	<u>\$ 29,551</u>	<u>\$ 30,816</u>

The receivables from related parties arise mainly from sales transactions. The receivables are due 75 days after the date of sale. The receivables are unsecured in nature and bear no interest.

D. Period-end balances arising from purchases of goods

	<u>June 30, 2023</u>	<u>December 31, 2022</u>	<u>June 30, 2022</u>
Payables to related parties:			
Associates	\$ <u>37,417</u>	\$ <u>28,525</u>	\$ <u>6,291</u>

The payables to related parties arise mainly from purchase transactions and are due 70 days after the date of purchase. The payables bear no interest.

E. Period-end balances arising from other transactions

	<u>June 30, 2023</u>	<u>December 31, 2022</u>	<u>June 30, 2022</u>
Other receivables-related parties			
Associates	\$ <u>1,361</u>	\$ <u>2,000</u>	\$ <u>362</u>
Other payables-related parties			
Associates	\$ <u>-</u>	\$ <u>867</u>	\$ <u>-</u>

(3) Key management compensation

	<u>Three months ended June 30,</u>	
	<u>2023</u>	<u>2022</u>
Short-term employee benefits	\$ 67,908	\$ 66,233
Post-employment benefits	189	144
	<u>\$ 68,097</u>	<u>\$ 66,377</u>
	<u>Six months ended June 30,</u>	
	<u>2023</u>	<u>2022</u>
Short-term employee benefits	\$ 142,713	\$ 121,835
Post-employment benefits	376	273
	<u>\$ 143,089</u>	<u>\$ 122,108</u>

8. PLEDGED ASSETS

The Group's assets pledged as collateral are as follows:

<u>Pledged assets</u>	<u>Book Value</u>			<u>Pledge purpose</u>
	<u>June 30, 2023</u>	<u>December 31, 2022</u>	<u>June 30, 2022</u>	
Demand deposits and time deposits (shown as current financial assets at amortised cost)	\$ 141,835	\$ 265,382	\$ 316,331	Performance bonds, custom guarantee, court attachments and other guarantee deposits
Demand deposits and time deposits (shown as other non-current assets)	142,663	143,498	144,029	Performance bonds and custom guarantee
Property, plant and equipment	473,990	477,276	559,343	Long-term borrowings and credit line of long-term borrowings
	<u>\$ 758,488</u>	<u>\$ 886,156</u>	<u>\$ 1,019,703</u>	

9. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNISED CONTRACT COMMITMENTS

(1) Contingencies

None.

(2) Commitments

A. Capital expenditures contracted for at the balance sheet date but not yet incurred are as follows:

	<u>June 30, 2023</u>	<u>December 31, 2022</u>	<u>June 30, 2022</u>
Property, plant and equipment	\$ 9,180,357	\$ 9,507,364	\$ 10,063,554
Costs of computer software	\$ 358,767	\$ 558,781	\$ 58,076

B. On June 15, 2023, the Company's subsidiary, Delta International Holding Limited B.V. (DIH), resolved to acquire 100% outstanding shares of HY&T Investments Holding B.V. from its shareholders. The transaction price was tentatively set at approximately EUR 142 million, and the total transaction price will be determined by adding any adjustments agreed upon in the contract. As of July 31, 2023, the transaction has not yet been approved by all authorities, and therefore the transaction has not yet been completed.

10. SIGNIFICANT CASUALTY LOSS

None.

11. SIGNIFICANT EVENTS AFTER THE BALANCE SHEET DATE

None.

12. OTHERS

(1) Capital risk management

The Group's objectives when managing capital are to maintain an integrity credit rating and good capital structure to support operations and maximize stockholders' equity.

(2) Financial instruments

A. Financial instruments by category:

Please refer to the consolidated balance sheets and Note 6 for related amounts and information of the Group's financial assets (financial assets at fair value through profit or loss, financial assets at fair value through other comprehensive income, financial assets at amortised cost, cash and cash equivalents, notes receivable, accounts receivable (including related parties), other receivables (including related parties) and guarantee deposits paid) and financial liabilities (financial liabilities at fair value through profit or loss, short-term borrowings, notes payable, accounts payable (including related parties), other payables, bonds payable, guarantee deposits received, lease liabilities and long-term borrowings).

B. Financial risk management policies

The Group's activities expose it to a variety of financial risks: market risk (including foreign exchange risk, interest rate risk and price risk), credit risk and liquidity risk. The Group's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Group's financial position and financial performance.

The Group uses derivative financial instruments to hedge certain risk exposures (see Note 6(2)).

C. Significant financial risks and degrees of financial risks

(a) Market risk

Foreign exchange risk

- i. The Group operates internationally and is exposed to foreign exchange risk arising from various currency exposures, primarily with respect to the USD, RMB, EUR and THB. Foreign exchange risk arises from future commercial transactions, recognised assets and liabilities and net investments in foreign operations.
- ii. Management has set up a policy to require group companies to manage their foreign exchange risk against their functional currency. To manage their foreign exchange risk arising from future commercial transactions and recognised assets and liabilities, entities in the Group use forward foreign exchange contracts and foreign exchange swap contracts, transacted with Group treasury.
- iii. The Group adopts the derivative financial instruments like forward exchange contracts / forward exchange transactions, etc. to hedge the fair value risk and cash flow risk due to foreign exchange rate fluctuations. The Group monitors at any time and pre-sets a “stop loss” amount to limit its foreign exchange risk.

- iv. The Group's businesses involve some non-functional currency operations (the Company's and certain subsidiaries' functional currency: NTD; other certain subsidiaries' functional currency: USD, RMB and THB). The information on assets and liabilities denominated in foreign currencies whose values would be materially affected by the exchange rate fluctuations is as follows:

	June 30, 2023		
(Foreign currency: functional currency)	Foreign currency amount (in thousands)	Exchange rate	Book value (NTD)
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:THB (Note)	\$ 922,790	35.3221	\$ 28,735,669
USD:NTD	593,759	31.1400	18,489,642
USD:RMB (Note)	333,610	7.2697	10,388,629
RMB:USD (Note)	1,669,919	0.1376	7,153,146
EUR:USD (Note)	111,108	1.0857	3,756,551
<u>Non-monetary items</u>			
USD:NTD	\$ 6,831,476	31.1400	\$ 212,732,178
THB:USD (Note)	65,641,748	0.0283	57,869,765
RMB:USD (Note)	10,003,079	0.1376	42,848,491
USD:THB (Note)	540,779	35.3221	16,839,862
NOK:USD (Note)	3,914,316	0.0929	11,322,512
THB:NTD	5,923,998	0.8816	5,222,597
EUR:USD (Note)	51,840	1.0857	1,752,703
CAD:USD (Note)	55,434	0.7540	1,301,585
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	\$ 575,927	31.1400	\$ 17,934,362
USD:THB (Note)	543,665	35.3221	16,929,716
RMB:USD (Note)	2,043,862	0.1376	8,754,942
USD:RMB (Note)	228,490	7.2697	7,115,194
EUR:USD (Note)	61,537	1.0857	2,080,576
SGD:USD (Note)	81,471	0.7373	1,870,576

Note: Certain consolidated entities' functional currency is not NTD. Therefore, the Group shall consider these items when disclosing the above information.

December 31, 2022

	Foreign currency amount (in thousands)	Exchange rate	Book value (NTD)
(Foreign currency: functional currency)			
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:NTD	\$ 672,093	30.7100	\$ 20,639,966
USD:THB (Note)	453,354	34.3474	13,922,487
USD:RMB (Note)	355,454	6.9566	10,915,995
RMB:USD (Note)	1,398,952	0.1437	6,175,688
EUR:USD (Note)	100,072	1.0655	3,274,367
<u>Non-monetary items</u>			
USD:NTD	\$ 6,510,039	30.7100	\$ 199,923,287
THB:USD (Note)	62,766,372	0.0291	56,119,413
RMB:USD (Note)	9,430,018	0.1437	41,628,907
USD:THB (Note)	477,835	34.3474	14,674,323
NOK:USD (Note)	3,799,429	0.1013	11,819,719
THB:NTD	5,702,778	0.8941	5,098,854
EUR:USD (Note)	50,706	1.0655	1,659,113
CAD:USD (Note)	53,790	0.7382	1,219,426
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	\$ 637,367	30.7100	\$ 19,573,533
USD:THB (Note)	427,396	34.3474	13,125,318
RMB:USD (Note)	2,060,113	0.1437	9,094,391
USD:RMB (Note)	276,013	6.9566	8,476,363
EUR:USD (Note)	66,637	1.0655	2,180,358
SGD:USD (Note)	92,025	0.7450	2,105,524

Note: Certain consolidated entities' functional currency is not NTD. Therefore, the Group shall consider these items when disclosing the above information.

June 30, 2022

	Foreign currency amount (in thousands)	Exchange rate	Book value (NTD)
(Foreign currency: functional currency)			
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:NTD	\$ 526,999	29.7200	\$ 15,662,420
USD:RMB (Note)	462,671	6.6951	13,750,581
USD:THB (Note)	408,842	35.0927	12,150,781
RMB:USD (Note)	983,779	0.1494	4,367,093
EUR:USD (Note)	113,446	1.0448	3,522,492
<u>Non-monetary items</u>			
USD:NTD	\$ 6,259,740	29.7200	\$ 186,039,480
THB:USD (Note)	59,359,772	0.0285	50,271,791
RMB:USD (Note)	10,435,030	0.1494	46,322,142
USD:THB (Note)	485,923	35.0927	14,441,634
NOK:USD (Note)	3,897,836	0.1010	11,700,213
THB:NTD	5,521,543	0.8469	4,676,195
EUR:USD (Note)	50,860	1.0448	1,579,218
CHF:USD (Note)	40,138	1.0469	1,248,893
CAD:USD (Note)	50,355	0.7746	1,159,170
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	\$ 598,568	29.7200	\$ 17,789,439
USD:RMB (Note)	481,205	6.6951	14,301,412
USD:THB (Note)	385,466	35.0927	11,456,042
RMB:USD (Note)	1,800,440	0.1494	7,992,333
EUR:USD (Note)	39,874	1.0448	1,238,078

Note: Certain consolidated entities' functional currency is not NTD. Therefore, the Group shall consider these items when disclosing the above information.

- v. Total exchange gain, including realised and unrealised, arising from significant foreign exchange variation on the monetary items held by the Group for the three months and six months ended June 30, 2023 and 2022 amounted to \$599,783, \$617,965, \$1,486,945 and \$823,064, respectively.

vi. Analysis of foreign currency market risk arising from significant foreign exchange variation:

Six months ended June 30, 2023			
Sensitivity analysis			
(Foreign currency: functional currency)	Degree of variation	Effect on profit or loss	Effect on other comprehensive income
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:THB (Note)	1%	\$ 287,357	\$ -
USD:NTD	1%	184,896	-
USD:RMB (Note)	1%	103,886	-
RMB:USD (Note)	1%	71,531	-
EUR:USD (Note)	1%	37,566	-
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	1%	\$ 179,344	\$ -
USD:THB (Note)	1%	169,297	-
RMB:USD (Note)	1%	87,549	-
USD:RMB (Note)	1%	71,152	-
EUR:USD (Note)	1%	20,806	-
SGD:USD (Note)	1%	18,706	-
Six months ended June 30, 2022			
Sensitivity analysis			
(Foreign currency: functional currency)	Degree of variation	Effect on profit or loss	Effect on other comprehensive income
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:RMB (Note)	1%	\$ 137,506	\$ -
USD:NTD	1%	156,624	-
USD:THB (Note)	1%	121,508	-
RMB:USD (Note)	1%	43,671	-
EUR:USD (Note)	1%	35,225	-
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	1%	\$ 177,894	\$ -
USD:RMB (Note)	1%	143,014	-
USD:THB (Note)	1%	114,560	-
RMB:USD (Note)	1%	79,923	-
EUR:USD (Note)	1%	12,381	-

Note: Certain consolidated entities' functional currency is not NTD. Therefore, the Group shall consider these items when disclosing the above information.

Price risk

- i. The Group's equity securities, which are exposed to price risk, are the held financial assets at fair value through profit or loss and financial assets at fair value through other comprehensive income. To manage its price risk arising from investments in equity securities, the Group diversifies its portfolio.
- ii The Group's investments in equity securities comprise shares issued by the domestic and foreign companies. The prices of equity securities would change due to the change of the future value of investee companies. If the prices of these equity securities had increased/decreased by 1% with all other variables held constant, post-tax profit for the six months ended June 30, 2023 and 2022 would have increased/decreased by \$22,882 and \$19,435, respectively, as a result of gain/loss on equity securities classified as at fair value through profit or loss. Other components of equity would have increased/decreased by \$14,897 and \$13,679, respectively, as a result of other comprehensive income classified equity investment at fair value through other comprehensive income.

Cash flow and fair value interest rate risk

- i. The Group's main interest rate risk arises from long-term borrowings and bonds payable. Borrowings issued at variable rates expose the Group to cash flow interest rate risk which is partially offset by cash and cash equivalents held at variable rates. Borrowings and bonds payable issued at fixed rates expose the Group to fair value interest rate risk. The Group's borrowings mainly bear variable interest rate; while bonds payable bear fixed interest rate. During the six months ended June 30, 2023 and 2022, the Group's borrowings at variable rate were denominated in NTD, USD and JPY, and the Group's bonds payable at fixed rates were denominated in NTD.
- ii. As at June 30, 2023 and 2022, if the interest rate increases by 0.25%, with all other variables held constant, profit, net of tax for the six months ended June 30, 2023 and 2022 would have decreased by \$13,657 and \$38,845, respectively. The main factor is that changes in interest expense result from floating rate borrowings.

(b) Credit risk

- i. Credit risk refers to the risk of financial loss to the Group arising from default by the clients or counterparties of financial instruments on the contract obligations. The main factor is that counterparties could not repay in full the accounts receivable based on the agreed terms, and the contract cash flows of financial instruments which were settled in accordance with trading conditions.
- ii. According to the Group's credit policy, each local entity in the Group is responsible for managing and analysing the credit risk for each of their new clients before standard payment and delivery terms and conditions are offered. Internal risk control assesses the credit quality of the customers, taking into account their financial position, past experience and other factors.

- iii. Individual risk limits are set based on internal or external ratings in accordance with limits set by the credit controller. The utilisation of credit limits is regularly monitored.
- iv. For banks and financial institutions, only well rated parties are accepted.
- v. The Group adopts the assumption under IFRS 9, that is, if the contract payments are past due over 180 days based on the terms, there has been a significant increase in credit risk on that instrument since initial recognition.
- vi. The Group adopts the assumption under IFRS 9, that is, the default occurs when the contract payments are not expected to be recovered and are transferred to overdue receivables.
- vii. The Group classifies customer's accounts receivable and contract assets in accordance with customer types. The Group applies the simplified approach using the provision matrix based on the loss rate methodology to estimate expected credit loss.
- viii. The Group uses the forecastability to adjust historical and timely information to assess the default possibility of accounts receivable and contract assets. There were no contract assets past due as at June 30, 2023, December 31, 2022, and June 30, 2022. On June 30, 2023, December 31, 2022, and June 30, 2022, the provision matrix of accounts receivable is as follows:

	<u>Not past due</u>	<u>1-90 days past due</u>	<u>91-180 days past due</u>
<u>At June 30, 2023</u>			
Expected loss rate	0.00%	1.88%	20.37%
Total book value	\$ 72,560,860	\$ 6,143,397	\$ 756,308
Loss allowance	\$ 463	\$ 115,267	\$ 154,053
	<u>181-365 days past due</u>	<u>Over 366 days past due</u>	<u>Total</u>
Expected loss rate	35.95%	95.14%	
Total book value	\$ 394,094	\$ 230,143	\$ 80,084,802
Loss allowance	\$ 141,690	\$ 218,966	\$ 630,439
	<u>Not past due</u>	<u>1-90 days past due</u>	<u>91-180 days past due</u>
<u>At December 31, 2022</u>			
Expected loss rate	0.00%	1.09%	13.83%
Total book value	\$ 73,676,921	\$ 9,781,373	\$ 687,649
Loss allowance	\$ 478	\$ 106,371	\$ 95,104
	<u>181-365 days past due</u>	<u>Over 366 days past due</u>	<u>Total</u>
Expected loss rate	40.35%	98.79%	
Total book value	\$ 213,655	\$ 218,039	\$ 84,577,637
Loss allowance	\$ 86,204	\$ 215,411	\$ 503,568

	<u>Not past due</u>	<u>1-90 days past due</u>	<u>91-180 days past due</u>
<u>At June 30, 2022</u>			
Expected loss rate	0.00%	2.08%	24.10%
Total book value	\$ 65,504,474	\$ 5,695,395	\$ 433,906
Loss allowance	\$ 700	\$ 118,499	\$ 104,578
	<u>181-365 days past due</u>	<u>Over 366 days past due</u>	<u>Total</u>
Expected loss rate	44.79%	93.98%	
Total book value	\$ 240,231	\$ 189,606	\$ 72,063,612
Loss allowance	\$ 107,601	\$ 178,188	\$ 509,566

ix. Movements in relation to the Group applying the simplified approach to provide loss allowance for notes receivable, accounts receivable, contract assets and overdue receivables are as follows:

	<u>2023</u>				
	<u>Notes receivable</u>	<u>Accounts receivable</u>	<u>Contract assets</u>	<u>Overdue receivables</u>	<u>Total</u>
At January 1	\$ -	\$ 503,568	\$ -	\$ 293,877	\$ 797,445
Provision for (reversal of) impairment loss	-	115,794	-	(2,539)	113,255
Write-offs during the period	-	(185)	-	(16,484)	(16,669)
Effect of foreign exchange	-	11,262	-	(2,176)	9,086
At June 30	\$ -	\$ 630,439	\$ -	\$ 272,678	\$ 903,117
	<u>2022</u>				
	<u>Notes receivable</u>	<u>Accounts receivable</u>	<u>Contract assets</u>	<u>Overdue receivables</u>	<u>Total</u>
At January 1	\$ -	\$ 350,544	\$ -	\$ 313,298	\$ 663,842
Provision for impairment loss	-	146,580	-	13,029	159,609
Write-offs during the period	-	(97)	-	(10,172)	(10,269)
Effect of foreign exchange	-	12,539	-	9,842	22,381
At June 30	\$ -	\$ 509,566	\$ -	\$ 325,997	\$ 835,563

For provisioned loss for the six months ended June 30, 2023 and 2022, the provision for impairment loss arising from customers' contracts amounted to \$113,255 and \$159,609, respectively.

(c) Liquidity risk

- i. Cash flow forecasting is performed in the operating entities of the Group and aggregated by Group treasury. Group treasury monitors rolling forecasts of the Group's liquidity requirements to ensure it has sufficient cash to meet operational needs.
- ii. The table below analyses the Group's non-derivative financial liabilities and net-settled or gross-settled derivative financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date for non-derivative financial liabilities and to the expected maturity date for derivative financial liabilities:

Non-derivative financial liabilities:

<u>June 30, 2023</u>	<u>Less than 1 year</u>	<u>Between 1 and 2 years</u>	<u>Between 2 and 5 years</u>	<u>Over 5 years</u>
Short-term borrowings	\$ 2,457,159	\$ -	\$ -	\$ -
Notes and accounts payable (including related parties)	60,292,007	-	-	-
Other payables	67,068,545	-	-	-
Lease liabilities (including current portion)	705,443	572,783	848,193	942,920
Bonds payable	406,300	406,300	28,846,122	704,867
Long-term borrowings (including current portion)	203,543	11,301,059	2,092,876	289,409

Non-derivative financial liabilities:

<u>December 31, 2022</u>	<u>Less than 1 year</u>	<u>Between 1 and 2 years</u>	<u>Between 2 and 5 years</u>	<u>Over 5 years</u>
Short-term borrowings	\$ 2,122,489	\$ -	\$ -	\$ -
Notes and accounts payable (including related parties)	62,715,670	-	-	-
Other payables	40,718,682	-	-	-
Lease liabilities (including current portion)	648,343	509,150	901,995	1,028,183
Bonds payable	128,950	128,950	11,087,747	707,992
Long-term borrowings (including current portion)	198,295	30,489,081	2,029,164	300,581

Non-derivative financial liabilities:

<u>June 30, 2022</u>	<u>Less than 1 year</u>	<u>Between 1 and 2 years</u>	<u>Between 2 and 5 years</u>	<u>Over 5 years</u>
Short-term borrowings	\$ 2,344,598	\$ -	\$ -	\$ -
Notes and accounts payable (including related parties)	56,412,317	-	-	-
Other payables	48,788,693	-	-	-
Lease liabilities (including current portion)	592,754	454,199	885,221	1,077,107
Bonds payable	56,450	56,450	6,057,809	711,167
Long-term borrowings (including current portion)	346,610	32,066,265	6,386,023	369,087

Derivative financial liabilities:

As at June 30, 2023, December 31, 2022, and June 30, 2022, the Group's derivative financial liabilities are due within 1 year.

- iii. The Group does not expect the timing of occurrence of the cash flows estimated through the maturity date analysis to be significantly earlier, nor expect the actual cash flow amount to be significantly different.

(3) Fair value information

A. The different levels that the inputs to valuation techniques are used to measure fair value of financial and non-financial instruments have been defined as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date. A market is regarded as active where a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Unobservable inputs for the asset or liability.

B. The carrying amounts of financial instruments not measured at fair value including cash and cash equivalents, notes receivable, accounts receivable, other receivables, short-term borrowings, notes payable, accounts payable, other payables, bonds payable and long-term borrowings (including current portion) are approximate to their fair values.

C. The related information on financial and non-financial instruments measured at fair value by level on the basis of the nature, characteristics and risks of the assets and liabilities is as follows:

<u>June 30, 2023</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss				
Equity instruments	\$2,288,201	\$ -	\$ 944,288	\$3,232,489
Hybrid instruments	69,571	900,000	211,706	1,181,277
Derivative instruments	-	59,451	-	59,451
Financial assets at fair value through other comprehensive income				
Equity instruments	<u>1,370,921</u>	<u>-</u>	<u>1,012,462</u>	<u>2,383,383</u>
	<u>\$3,728,693</u>	<u>\$ 959,451</u>	<u>\$2,168,456</u>	<u>\$6,856,600</u>
Liabilities				
<u>Recurring fair value measurements</u>				
Financial liabilities at fair value through profit or loss				
Derivative instruments	<u>\$ -</u>	<u>\$ 388,074</u>	<u>\$ -</u>	<u>\$ 388,074</u>

<u>December 31, 2022</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss				
Equity instruments	\$1,701,096	\$ -	\$1,073,118	\$2,774,214
Hybrid instruments	46,929	900,000	204,249	1,151,178
Derivative instruments	-	605,847	-	605,847
Financial assets at fair value through other comprehensive income				
Equity instruments	<u>1,268,503</u>	<u>-</u>	<u>472,050</u>	<u>1,740,553</u>
	<u>\$3,016,528</u>	<u>\$1,505,847</u>	<u>\$1,749,417</u>	<u>\$6,271,792</u>
Liabilities				
<u>Recurring fair value measurements</u>				
Financial liabilities at fair value through profit or loss				
Derivative instruments	<u>\$ -</u>	<u>\$ 74,232</u>	<u>\$ -</u>	<u>\$ 74,232</u>
<u>June 30, 2022</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss				
Equity instruments	\$1,943,534	\$ -	\$ 841,759	\$2,785,293
Hybrid instruments	42,853	900,000	191,820	1,134,673
Derivative instruments	-	241,548	-	241,548
Financial assets at fair value through other comprehensive income				
Equity instruments	<u>1,173,958</u>	<u>-</u>	<u>464,773</u>	<u>1,638,731</u>
	<u>\$3,160,345</u>	<u>\$1,141,548</u>	<u>\$1,498,352</u>	<u>\$5,800,245</u>
Liabilities				
<u>Recurring fair value measurements</u>				
Financial liabilities at fair value through profit or loss				
Derivative instruments	<u>\$ -</u>	<u>\$ 229,195</u>	<u>\$ -</u>	<u>\$ 229,195</u>

D. The methods and assumptions that the Group used to measure fair value are as follows:

- (a) The instruments that the Group used market quoted prices as their fair values (that is, Level 1) are listed below by characteristics:

	<u>Listed shares</u>	<u>Convertible (exchangeable) bond</u>
Market quoted price	Closing price	Closing price

- (b) Except for financial instruments with active markets, the fair value of other financial instruments is measured by using valuation techniques that are approved for financial management.

- (c) When assessing non-standard and low-complexity financial instruments, the Group adopts valuation technique that is widely used by market participants. The inputs used in the valuation method to measure these financial instruments are normally observable in the market.
- (d) The valuation of derivative financial instruments is based on valuation model widely accepted by market participants, such as present value techniques and option pricing models. Forward exchange contracts are usually valued based on the current forward exchange rate.
- (e) The output of valuation model is an estimated value and the valuation technique may not be able to capture all relevant factors of the Group's financial and non-financial instruments. Therefore, the estimated value derived using the valuation model is adjusted accordingly with additional inputs. In accordance with the Group's management policies and relevant control procedures relating to the valuation models used for fair value measurement, management believes adjustment to valuation is necessary in order to reasonably represent the fair value of financial and non-financial instruments at the consolidated balance sheet. The inputs and pricing information used during valuation are carefully assessed and adjusted based on current market conditions.
- (f) The Group takes into account adjustments for credit risks to measure the fair value of financial and non-financial instruments to reflect credit risk of the counterparty.
- E. For the six months ended June 30, 2023 and 2022, there was no transfer between Level 1 and Level 2.
- F. The following chart is the movement of Level 3 for the six months ended June 30, 2023 and 2022:

	2023		
	Hybrid instruments	Equity instruments	Total
At January 1	\$ 204,249	\$ 1,545,168	\$ 1,749,417
Gains and losses recognised in profit or loss	7,457	64,358	71,815
Gains recognised in other comprehensive income	-	430,713	430,713
Acquired during the period	-	152,942	152,942
Disposals during the period	-	(86,993)	(86,993)
Transfers out from Level 3	-	(141,589)	(141,589)
Others	-	(7,903)	(7,903)
Net exchange differences	-	54	54
At June 30	<u>\$ 211,706</u>	<u>\$ 1,956,750</u>	<u>\$ 2,168,456</u>

	2022		
	Hybrid instruments	Equity instruments	Total
At January 1	\$ 197,148	\$ 1,662,662	\$ 1,859,810
Gains and losses recognised in profit or loss	(5,328)	(10,223)	(15,551)
Gains recognised in other comprehensive income	-	9,874	9,874
Acquired during the period	-	45,532	45,532
Disposals during the period	-	(170,156)	(170,156)
Transfers out from Level 3	-	(234,985)	(234,985)
Others	-	(5,077)	(5,077)
Net exchange differences	-	8,905	8,905
At June 30	<u>\$ 191,820</u>	<u>\$ 1,306,532</u>	<u>\$ 1,498,352</u>

G. For the six months ended June 30, 2023 and 2022, the Group obtained sufficient observable market information for certain financial assets at fair value through profit or loss. These equity securities were transferred from Level 3 into Level 1 at the end of the month in which they were listed.

H. Investment and accounting department is in charge of valuation procedures for fair value measurements being categorised within Level 3, which is to verify independent fair value of financial instruments. Such assessment is to ensure the valuation results are reasonable by applying independent information to make results close to current market conditions and periodical review.

The capital department establishes valuation policies, valuation processes and ensures compliance with the related requirements in IFRS. The related valuation results are reported to the management monthly. The management is responsible for managing and reviewing valuation processes.

I. The following is the qualitative information of significant unobservable inputs and sensitivity analysis of changes in significant unobservable inputs to valuation model used in Level 3 fair value measurement:

	Fair value at June 30, 2023	Valuation technique	Significant unobservable input	Range (median)	Relationship of inputs to fair value
Non-derivative equity instruments:					
Unlisted shares	\$ 1,837,959	Most recent non-active market price	Not applicable	-	Not applicable
"	118,791	Market comparable companies	Price to book ratio multiple	0.42~1.82 (0.90)	The higher the multiple, the higher the fair value; the higher the discount for lack of marketability, the lower the fair value
			Price to book ratio multiple	1.44~3.50 (1.98)	
Hybrid instrument:					
Convertible preferred stocks	211,706	Equity value of complex capital structures	Discount for lack of marketability	7%	The higher the discount for lack of marketability, the lower the fair value; the higher the stock price volatility, the higher the fair value
			Stock price volatility	55%	
	Fair value at December 31, 2022	Valuation technique	Significant unobservable input	Range (median)	Relationship of inputs to fair value
Non-derivative equity instruments:					
Unlisted shares	\$ 1,336,503	Most recent non-active market price	Not applicable	-	Not applicable
"	208,665	Market comparable companies	Price to book ratio multiple	0.42~2.00 (0.97)	The higher the multiple, the higher the fair value; the higher the discount for lack of marketability, the lower the fair value
			Price to book ratio multiple	0.64~2.20 (2.0)	
			Price to book ratio multiple	1.44~3.50 (1.98)	
			Discount for lack of marketability	20% (20%)	

	Fair value at December 31, 2022	Valuation technique	Significant unobservable input	Range (median)	Relationship of inputs to fair value
Hybrid instrument:					
Convertible preferred stocks	\$ 204,249	Equity value of complex capital structures	Discount for lack of marketability Stock price volatility	7% 55%	The higher the discount for lack of marketability, the lower the fair value; the higher the stock price volatility, the higher the fair value
	Fair value at June 30, 2022	Valuation technique	Significant unobservable input	Range (median)	Relationship of inputs to fair value
Non-derivative equity instruments:					
Unlisted shares	\$ 1,112,577	Most recent non-active market price	Not applicable	-	Not applicable
"	193,955	Market comparable companies	Price to book ratio multiple Price to book ratio multiple Discount for lack of marketability	0.95~2.00 (0.97) 0.64~2.69 (2.20) 20% (20%)	The higher the multiple, the higher the fair value; the higher the discount for lack of marketability, the lower the fair value
Hybrid instruments:					
Convertible preferred stocks	191,820	Equity value of complex capital structures	Discount for lack of marketability Stock price volatility	8 (55)	The higher the discount for lack of marketability, the lower the fair value; the higher the stock price volatility, the higher the fair value

J. The Group's valuation techniques are based on the most recent non-active market price after carefully assessing the valuation models and assumptions used to measure fair value. However, use of different valuation models or assumptions may result in different measurement. The following is the effect on profit or loss or on other comprehensive income from financial assets and liabilities categorised within Level 3 if the inputs used to valuation models have changed:

			June 30, 2023			
			Recognised in profit or loss		Recognised in other comprehensive income (loss)	
	Input	Change	Favorable change	Unfavorable change	Favorable change	Unfavorable change
Financial assets						
Equity instruments	Discount for lack of marketability	± 1%	\$ -	\$ -	\$ 1,697	(\$ 1,697)
Financial assets						
Hybrid instrument	Discount for marketability	± 1%	\$ 2,276	(\$ 2,276)	\$ -	\$ -
			December 31, 2022			
			Recognised in profit or loss		Recognised in other comprehensive income (loss)	
	Input	Change	Favorable change	Unfavorable change	Favorable change	Unfavorable change
Financial assets						
Equity instruments	Discount for lack of marketability	± 1%	\$ -	\$ -	\$ 3,028	(\$ 3,028)
Financial assets						
Hybrid instrument	Market value multiple	± 1%	\$ 2,197	(\$ 2,193)	\$ -	\$ -
			June 30, 2022			
			Recognised in profit or loss		Recognised in other comprehensive income (loss)	
	Input	Change	Favorable change	Unfavorable change	Favorable change	Unfavorable change
Financial assets						
Equity instruments	Discount for lack of marketability	± 1%	\$ -	\$ -	\$ 2,876	(\$ 2,876)
Financial assets						
Hybrid instrument	Market value multiple	± 1%	\$ 2,083	(\$ 2,087)	\$ -	\$ -

13. SUPPLEMENTARY DISCLOSURES

(1) Significant transactions information

- A. Loans to others: Please refer to table 1.
- B. Provision of endorsements and guarantees to others: Please refer to table 2.
- C. Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures): Please refer to table 3.

- D. Acquisition or sale of the same security with the accumulated cost exceeding \$300 million or 20% of the Company's paid-in capital: Please refer to table 4.
- E. Acquisition of real estate reaching \$300 million or 20% of paid-in capital or more: Please refer to table 5.
- F. Disposal of real estate reaching \$300 million or 20% of paid-in capital or more: None.
- G. Purchases or sales of goods from or to related parties reaching \$100 million or 20% of paid-in capital or more: Please refer to table 6.
- H. Receivables from related parties reaching \$100 million or 20% of paid-in capital or more: Please refer to table 7.
- I. Trading in derivative instruments undertaken during the reporting periods: Please refer to Notes 6(2), 6(4) and 12(2).
- J. Significant inter-company transactions during the reporting periods: Please refer to table 8.

(2) Information on investees

Names, locations and other information of investee companies (not including investees in Mainland China): Please refer to table 9.

(3) Information on investments in Mainland China

- A. Basic information: Please refer to table 10.
- B. Significant transactions, either directly or indirectly through a third area, with investee companies in the Mainland China: Please refer to tables 7, 8 and 9 for significant transactions of purchases, sales, receivables and payables of investee companies in the Mainland China, and transactions between the Company indirectly through investees in a third area, Delta Electronics Int'l (Singapore) Pte. Ltd. (DEIL-SG), with investee companies in the Mainland China, for the six months ended June 30, 2023.

(4) Major shareholders information

Please refer to table 11.

14. OPERATING SEGMENT INFORMATION

(1) General information

The Group's management has determined the reportable segments based on the reports reviewed by the Board of Directors that are used to make strategic decisions. The Group considers the business from a product perspective. The Group's business is segregated into power electronics business, automation business and infrastructure business. Breakdown of the revenue from all sources is as follows:

- A. Power electronics: Electronic Control Systems, Component, Fans and Thermal Management, Automotive Electronics and Merchant & Mobile Power.
- B. Automation: Industrial Automation and Building Automation.
- C. Infrastructure: ICT Infrastructure, Energy Infrastructure and Digital Display Products.

(2) Measurement of segment information

The Group's segment profit (loss) is measured with the operating profit (loss) before tax, which is used as a basis for the Group in assessing the performance of the operating segments. The accounting policies of the operating segments are in agreement with the significant accounting policies summarized in Note 4.

(3) Segment information

The segment information provided to the chief operating decision-maker for the reportable segments is as follows:

	Six months ended June 30, 2023			
	Power electronics business	Automation business	Infrastructure business	Total
Revenue from external customers	<u>\$ 115,872,023</u>	<u>\$ 28,472,045</u>	<u>\$ 48,985,379</u>	<u>\$ 193,329,447</u>
Segment income (Note)	<u>\$ 16,133,751</u>	<u>\$ 1,111,219</u>	<u>\$ 1,444,234</u>	<u>\$ 18,689,204</u>

	Six months ended June 30, 2022			
	Power electronics business	Automation business	Infrastructure business	Total
Revenue from external customers	<u>\$ 102,190,785</u>	<u>\$ 24,912,615</u>	<u>\$ 45,045,568</u>	<u>\$ 172,148,968</u>
Segment income (Note)	<u>\$ 12,634,694</u>	<u>\$ 1,631,018</u>	<u>\$ 2,858,179</u>	<u>\$ 17,123,891</u>

(Note)Segment income represents income after eliminating inter-segment transactions.

(4) Reconciliation information for segment income (loss)

A. The revenue from external customers reported to the chief operating decision-maker is measured in a manner consistent with that of the statement of comprehensive income.

B. A reconciliation of reportable segments income or loss to income (loss) before tax from continuing operations for the six months ended June 30, 2023 and 2022 is provided as follows:

	Six months ended June 30,	
	2023	2022
Reportable segments income	\$ 18,689,204	\$ 17,123,891
Non-operating income and expenses	3,218,171	2,246,551
Income before tax from continuing operations	<u>\$ 21,907,375</u>	<u>\$ 19,370,442</u>

Delta Electronics, Inc. and Subsidiaries

Loans to others

Six months ended June 30, 2023

Expressed in thousands of New Taiwan dollars, except as otherwise indicated

Table 1

No. (Note 1)	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the six months ended June 30, 2023 (Note 2)	Balance at June 30, 2023	Actual amount drawn down	Interest rate	Nature of loan (Note 6)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Footnote
													Item	Value			
1	Fairview Assets Ltd.	Delta Controls Inc.	Other receivables - related parties	Yes	\$ 2,896,020	\$2,896,020	\$ 1,868,400	5.43%	2	\$ -	Additional operating capital	\$ -	None	\$ -	\$ 33,725,457	\$ 33,725,457	Note 5
1	Fairview Assets Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Other receivables - related parties	Yes	19,042,110	13,888,440	13,888,440	5.43%	2	-	Additional operating capital	-	None	-	33,725,457	33,725,457	Note 5
1	Fairview Assets Ltd.	Delta Electronics (H.K.) Ltd.	Other receivables - related parties	Yes	9,809,100	9,809,100	9,809,100	5.43%	2	-	Additional operating capital	-	None	-	33,725,457	33,725,457	Note 5
2	Delta International Holding Limited B.V.	Delta Electronics (Netherlands) B.V.	Other receivables - related parties	Yes	14,635,800	1,868,400	1,868,400	5.43%	2	-	Additional operating capital	-	None	-	75,586,042	75,586,042	Note 5
2	Delta International Holding Limited B.V.	Drake Investment (HK) Limited	Other receivables - related parties	Yes	778,500	778,500	778,500	5.43%	2	-	Additional operating capital	-	None	-	75,586,042	75,586,042	Note 5
2	Delta International Holding Limited B.V.	Delta Electronics (H.K.) Ltd.	Other receivables - related parties	Yes	13,701,600	13,327,920	13,327,920	5.43%	2	-	Additional operating capital	-	None	-	75,586,042	75,586,042	Note 5
2	Delta International Holding Limited B.V.	Delta Controls Inc.	Other receivables - related parties	Yes	435,960	435,960	435,960	5.43%	2	-	Additional operating capital	-	None	-	75,586,042	75,586,042	Note 5
2	Delta International Holding Limited B.V.	Digital Projection Inc.	Other receivables - related parties	Yes	71,622	71,622	71,622	5.43%	2	-	Additional operating capital	-	None	-	75,586,042	75,586,042	Note 5
2	Delta International Holding Limited B.V.	Amerlux, LLC	Other receivables - related parties	Yes	965,340	965,340	965,340	5.43%	2	-	Additional operating capital	-	None	-	75,586,042	75,586,042	Note 5
2	Delta International Holding Limited B.V.	Delta Electronics (USA) Inc.	Other receivables - related parties	Yes	934,200	934,200	934,200	5.43%	2	-	Additional operating capital	-	None	-	75,586,042	75,586,042	Note 5
3	Delta Electronics (Norway) AS	Delta Electronics (Sweden) AB	Other receivables - related parties	Yes	57,400	28,700	28,700	3.80%	2	-	Additional operating capital	-	None	-	3,281,503	3,281,503	Note 5
3	Delta Electronics (Norway) AS	Delta Electronics (Poland) Sp. z o. o.	Other receivables - related parties	Yes	64,824	61,011	61,011	7.40%	2	-	Additional operating capital	-	None	-	3,281,503	3,281,503	Note 5

Table 1-1

No. (Note 1)	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the six months ended June 30, 2023 (Note 2)	Balance at June 30, 2023	Actual amount drawn down	Interest rate	Nature of loan (Note 6)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Footnote
													Item	Value			
3	Delta Electronics (Norway) AS	Eltek s.r.o.	Other receivables - related parties	Yes	\$ 327,957	\$ 327,957	\$ 327,957	3.51%	2	\$ -	Additional operating capital	\$ -	None	\$ -	\$ 3,281,503	\$ 3,281,503	Note 5
3	Delta Electronics (Norway) AS	Delta Electronics (Slovakia) s.r.o.	Other receivables - related parties	Yes	405,720	405,720	405,720	3.51%	2	-	Additional operating capital	-	None	-	3,281,503	3,281,503	Note 5
4	Delta Electronics (Wuhu) Co., Ltd.	Delta Electronics (Jiangsu) Ltd.	Other receivables - related parties	Yes	1,499,236	1,499,236	1,499,236	4.65%	2	-	Additional operating capital	-	None	-	4,340,938	4,340,938	Note 5
5	Delta Energy Systems (Germany) GmbH	Delta Energy Systems Property (Germany) GmbH	Other receivables - related parties	Yes	375,291	366,839	366,839	0.40%	2	-	Additional operating capital	-	None	-	1,087,908	1,087,908	Note 5
6	DET International Holding B.V.	Delta Electronics India Pvt. Ltd.	Other receivables - related parties	Yes	2,428,920	2,428,920	2,428,920	1.7%- 4%	2	-	Additional operating capital	-	None	-	7,802,409	7,802,409	Note 5
7	Delta Greentech (Netherlands) B.V.	Eltek s.r.o.	Other receivables - related parties	Yes	236,670	236,670	202,860	3.51%	2	-	Additional operating capital	-	None	-	1,255,212	1,255,212	Note 5
8	Delta Electronics (Shanghai) Co., Ltd.	Cyntec Electronics (WuHu) Co., Ltd.	Other receivables - related parties	Yes	1,946,436	1,370,730	1,370,730	3.70%	2	-	Additional operating capital	-	None	-	7,541,552	7,541,552	Note 5
8	Delta Electronics (Shanghai) Co., Ltd.	Delta Electronics (Chongqing) Ltd.	Other receivables - related parties	Yes	1,884,753	599,694	599,694	4.45%	2	-	Additional operating capital	-	None	-	7,541,552	7,541,552	Note 5
8	Delta Electronics (Shanghai) Co., Ltd.	Cyntec Electronics (Suzhou) Co., Ltd	Other receivables - related parties	Yes	856,706	-	-	3.70%	2	-	Additional operating capital	-	None	-	7,541,552	7,541,552	Note 5
9	Delta Electronics (Thailand) Public Company Limited	Delta Green Industrial (Thailand) Co., Ltd.	Other receivables - related parties	Yes	88,160	88,160	88,160	2.40%	2	-	Additional operating capital	-	None	-	50,315,877	50,315,877	Note 5
10	Vivotek USA, Inc.	Wellstates Investment, LLC	Other receivables - related parties	Yes	33,902	31,746	31,746	3.90%	2	-	Additional operating capital	-	None	-	396,894	396,894	Note 5

Table 1-2

No. (Note 1)	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the six months ended June 30, 2023 (Note 2)	Balance at June 30, 2023	Actual amount drawn down	Interest rate	Nature of loan (Note 6)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Footnote
													Item	Value			
11	Universal Instruments Corporation	Universal Instruments Mfg.(Shenzhen) Co. Ltd.	Other receivables - related parties	Yes	\$ 204,795	\$ 204,795	\$ 204,795	0.00%	2	\$ -	Additional operating capital	\$ -	None	\$ -	\$ 3,206,245	\$ 3,206,245	Note 5
11	Universal Instruments Corporation	Universal Instruments (Hong Kong) Limited	Other receivables - related parties	Yes	43,211	43,211	43,211	5.50%	2	-	Additional operating capital	-	None	-	3,206,245	3,206,245	Note 5

Note 1: The numbers filled in for the loans provided by the Company or subsidiaries are as follows:

(1) The Company is '0'.

(2) The subsidiaries are numbered in order starting from '1'.

Note 2: Maximum outstanding balance during the current period was translated into New Taiwan dollars using the exchange rate at June 30, 2023, which the Company reported to the Securities and Futures Bureau.

Note 3: Limit on loans granted by the Company to a single party is 20% of the Company's net assets based on the latest audited or reviewed financial statements, and limit on total loans is 40% of the Company's net assets based on the latest audited or reviewed financial statements.

Note 4: Limit on loans granted by subsidiaries to a single party is 40% of the subsidiaries' net assets based on the latest audited or reviewed financial statements, and limit on total loans is 40% of the subsidiaries' net assets based on the latest audited or reviewed financial statements.

Note 5: Limit on loans for financing granted by and to subsidiaries of which the ultimate parent directly or indirectly holds 100% of its voting shares is the lender's net assets based on the latest audited or reviewed financial statements, and limit on total loans is the lender's net assets based on the latest audited or reviewed financial statements.

Note 6: Nature of loans:

(1) Business transaction: 1.

(2) Short-term financing: 2.

Delta Electronics, Inc. and Subsidiaries
Provision of endorsements and guarantees to others
Six months ended June 30, 2023

Table 2

Expressed in thousands of New Taiwan dollars, except as otherwise indicated

Number (Note 1)	Endorser / guarantor	Party being endorsed/guaranteed		Limit on endorsements / guarantees provided for a single party	Maximum outstanding endorsement / guarantee amount as at June 30, 2023	Outstanding endorsement / guarantee amount at June 30, 2023	Actual amount drawn down	Amount of endorsements / guarantees secured with collateral	Ratio of accumulated endorsement / guarantee amount to net asset value of the endorser / guarantor company	Ceiling on total amount of endorsements / guarantees provided	Provision of endorsements / guarantees by parent company to subsidiary	Provision of endorsements / guarantees by subsidiary to parent company	Provision of endorsements / guarantees to the party in Mainland China	Footnote
		Company name	Relationship with the endorser / guarantor (Note 4)											
1	Delta Electronics (Norway) AS	Delta Electronics (Australia) Pty Ltd	4	\$ 984,451	\$ 140,130	\$ 140,130	\$140,130	\$ -	0.07%	\$ 984,451	N	N	N	Note 2
2	March Networks Holdings Ltd.	March Networks, Inc.	2	130,701	14,947	14,947	14,947	-	0.01%	261,401	N	N	N	Note 3

Note 1: The numbers filled in for the endorsements/guarantees provided by the Company or subsidiaries are as follows:

- (1) The Company is '0'.
- (2) The subsidiaries are numbered in order starting from '1'.

Note 2: In accordance with Delta Electronics (Norway) AS's "Procedures for Provision of Endorsements and Guarantees," limit on total endorsements is 30% of Delta Electronics (Norway) AS's net assets based on the latest audited or reviewed financial statements, and limit on endorsements to a single party is 30% of Delta Electronics (Norway) AS's net assets based on the latest audited or reviewed financial statements.

Note 3: In accordance with March Networks Holdings Ltd.'s "Procedures for Provision of Endorsements and Guarantees," limit on total endorsements is 10% of March Networks Holdings Ltd.'s net assets based on the latest audited or reviewed financial statements, and limit on endorsements to a single party is 5% of March Networks Holdings Ltd.'s net assets based on the latest audited or reviewed financial statements.

Note 4: Relationship between the endorser/guarantor and the party being endorsed/guaranteed is classified into the following seven categories:

- (1) Having business relationship.
- (2) The endorser/guarantor parent company owns directly and indirectly more than 50% voting shares of the endorsed/guaranteed subsidiary.
- (3) The endorsed/guaranteed company owns directly and indirectly more than 50% voting shares of the endorser/guarantor parent company.
- (4) The endorser/guarantor parent company owns directly and indirectly more than 90% voting shares of the endorsed/guaranteed company.
- (5) Mutual guarantee of the trade made by the endorsed/guaranteed company or joint contractor as required under the construction contract.
- (6) Due to joint venture, all shareholders provide endorsements/guarantees to the endorsed/guaranteed company in proportion to its ownership.
- (7) Joint guarantee of the performance guarantee for pre-sold home sales contract as required under the Consumer Protection Act.

Delta Electronics, Inc. and Subsidiaries
Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures)
June 30, 2023

Table 3

Expressed in thousands of New Taiwan dollars, except as otherwise indicated

Securities held by	Marketable securities	Relationship with the securities issuer	General ledger account	As at June 30, 2023				Footnote
				Number of shares	Book value	Ownership (%)	Fair value	
Delta Electronics, Inc.	United Renewable Energy Co., Ltd. common stock	None	Financial assets at fair value through other comprehensive income - non-current	31,294,379	\$ 613,370	1.92%	\$ 613,370	
Delta Electronics, Inc.	Lanner Electronics Inc. common stock	None	Financial assets at fair value through other comprehensive income - non-current	6,763,845	757,551	5.71%	757,551	
Delta Electronics, Inc.	Lanner Electronics Inc. convertible bonds	None	Financial assets at fair value through profit or loss - non-current	-	900,000	-	900,000	
Delta Electronics, Inc.	Betacera Inc. common stock, etc.	None	Financial assets at fair value through other comprehensive income and Financial assets at fair value through profit or loss	-	128,696	-	128,696	
Delta Electronics Capital Company	Evergreen Aviation Technologies Corporation common stock	None	Financial assets at fair value through profit or loss - current	2,501,000	280,112	0.67%	280,112	
Delta Electronics Capital Company	Allied Supreme Corp. common stock	None	Financial assets at fair value through profit or loss - current	421,000	134,510	0.53%	134,510	
Delta Electronics Capital Company	Tong Hsing Electronic Industries, Ltd. common stock	None	Financial assets at fair value through profit or loss - current	954,275	174,632	0.59%	174,632	
Delta Electronics Capital Company	Fusheng Precision Co., Ltd. common stock	None	Financial assets at fair value through profit or loss - current	855,000	188,955	0.64%	188,955	
Delta Electronics Capital Company	Acer E-Enabling Service Business Inc. common stock	None	Financial assets at fair value through profit or loss - current	735,000	174,195	1.77%	174,195	
Delta Electronics Capital Company	Nien Made Enterprise Co., Ltd. common stock	None	Financial assets at fair value through profit or loss - current	423,043	144,892	0.14%	144,892	
Delta Electronics Capital Company	REALLUSION INC. common stock	None	Financial assets at fair value through profit or loss - current	2,028,679	102,773	8.89%	102,773	
Delta Electronics Capital Company	UBIQCONN TECHNOLOGY, INC. common stock	None	Financial assets at fair value through profit or loss - current	4,969,311	309,191	6.63%	309,191	
Delta Electronics Capital Company	WorkWave HoldCo, Inc. common stock	None	Financial assets at fair value through profit or loss - non-current	139	208,838	0.20%	208,838	

Table 3-1

Securities held by	Marketable securities	Relationship with the securities issuer	General ledger account	As at June 30, 2023				Footnote
				Number of shares	Book value	Ownership (%)	Fair value	
Delta Electronics Capital Company	BIOPTIC INC. common stock, etc.	None	Financial assets at fair value through profit or loss	-	\$ 1,543,537	-	\$ 1,543,537	
Delta Electronics (Netherlands) B.V.	Grace Connection Microelectronics Limited common stock	None	Financial assets at fair value through other comprehensive income - non-current	141,065	124,560	19.90%	124,560	
Delta Electronics (Netherlands) B.V.	Noda RF Technologies Co., Ltd. common stock, etc.	None	Financial assets at fair value through other comprehensive income - non-current	-	44,591	-	44,591	
Cyntec Co., Ltd.	SUSUMU Co., Ltd. common stock	None	Financial assets at fair value through other comprehensive income - non-current	200,000	104,081	11.53%	104,081	
Cyntec Co., Ltd.	GaN Systems Inc. preferred stock	None	Financial assets at fair value through other comprehensive income - non-current	1,454,193	520,587	2.56%	520,587	
Delta Electronics (Japan), Inc.	Macy Inc. common stock	None	Financial assets at fair value through other comprehensive income - non-current	74,000,000	26,699	19.79%	26,699	
Delta America, Ltd.	VPT Inc. common stock	None	Financial assets at fair value through other comprehensive income - non-current	860,000	5,450	17.52%	5,450	
Delta Electronics (Pingtan) Co., Ltd.	Pingtang Hi Tech Investment Development Shares Co., Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	-	6,425	15.00%	6,425	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Zero-Error Systems Pte Ltd preferred stock	None	Financial assets at fair value through other comprehensive income - non-current	1,761,804	93,420	12.11%	93,420	
Vivotek Inc.	Kneron Holding Corporation preferred stock	None	Financial assets at fair value through profit or loss - non-current	1,310,003	211,706	2.03%	211,706	
Atrust Computer Corporation	ACRORED TECHNOLOGIES, INC.	None	Financial assets at fair value through other comprehensive income - non-current	500,000	3,065	2.38%	3,065	

Table 3-2

Delta Electronics, Inc. and Subsidiaries
Acquisition or sale of the same security with the accumulated cost exceeding \$300 million or 20% of the Company's paid-in capital
Six months ended June 30, 2023
Expressed in thousands of New Taiwan dollars, except as otherwise indicated

Table 4

Investor	Marketable securities	General ledger account	Counterparty	Relationship with the investee	Balance as at January 1, 2023		Addition		Disposal				Balance as at June 30, 2023		Footnote
					Number of shares	Amount	Number of shares	Amount	Number of shares	Selling price	Book value	Gain (loss) on disposal	Number of shares	Amount	
Delta Electronics, Inc.	Atrust Computer Corporation	Investments accounted for under equity method	CW & ET Link Inc and individuals	None	-	\$ -	28,825,000	\$ 940,514 (Note 1)	-	\$ -	\$ -	\$ -	28,825,000	\$ 940,514	
Delta Electronics (Netherlands) B.V.	Delta America Ltd.	"	Delta International Holding Limited B.V.	Affiliated enterprise	18,374,182	3,398,629	-	-	18,374,182	6,140,550	3,398,629 (Note 4)	(Note 2)	-	-	
Delta Electronics (Netherlands) B.V.	Trihedral Engineering Limited	"	Delta International Holding Limited B.V.	"	51,495	1,219,426	-	-	51,495	1,959,680	1,219,426 (Note 4)	(Note 3)	-	-	
Delta Electronics (Thailand) Public Company Limited	Delta Energy Systems (Singapore) PTE. LTD.	"	Delta Energy Systems (Singapore) PTE. LTD.	"	173,263,590	8,525,632	61,140,809	2,138,631 (Note 5)	-	-	-	-	234,404,399	10,664,263	
Delta Energy Systems (Singapore) PTE. LTD.	Delta Electronics India Pvt. Ltd.	"	Delta Electronics India Pvt. Ltd.	"	828,088,778	7,114,707	279,583,333	2,330,510 (Note 6)	-	-	-	-	1,107,672,111	9,445,217	
Delta Electronics (Netherlands) B.V.	Amerlux, LLC	"	Delta International Holding Limited B.V.	"	N/A	3,057,203	-	-	N/A	3,015,950	3,057,203 (Note 4)	(Note 7)	-	-	
Delta International Holding Limited B.V.	Digital Projection International Limited (DPIL)	"	Digital Projection International Limited (DPIL)	"	49,789,874	162,729	12,000,000	269,721 (Note 8)	-	-	-	-	61,789,874	432,450	
Digital Projection International Limited (DPIL)	Digital Projection Holdings Limited (DPHL)	"	Digital Projection Holdings Limited (DPHL)	"	40,526,221	(295,452)	9,592,326	281,919 (Note 8)	-	-	-	-	50,118,547	(13,533)	
Digital Projection Holdings Limited (DPHL)	Digital Projection Limited (DPL)	"	Digital Projection Limited (DPL)	"	43,118	159,558	95,923	387,597 (Note 8)	-	-	-	-	139,041	547,155	
Delta Electronics (Netherlands) B.V.	Boom Treasure Limited	"	Boom Treasure Limited	"	1	1,923,916	183,064,000	532,145 (Note 9)	-	-	-	-	183,064,001	2,456,061	
Boom Treasure Limited	Delta Greentech SGP Pte. Ltd.	"	Delta Greentech SGP Pte. Ltd.	"	-	-	12,175,470	613,227 (Note 10)	-	-	-	-	12,175,470	613,227	

Note 1: Delta Electronics, Inc. increased its investment in Atrust Computer Corporation in the amount of \$950,259 in 2023, which included investment income or loss recognised during the period and adjustments in changes of net value.

Note 2: Delta International Holding Limited B.V. (DIH) acquired a 89.74% equity interest in Delta America Ltd. from Delta Electronics (Netherlands) B.V. (DEN). The transaction resulted from the Group's adjustment in investment structure. There was no gain or loss on disposal pursuant to related ordinances.

Note 3: Delta International Holding Limited B.V. (DIH) acquired a 100% equity interest in Trihedral Engineering Limited, from Delta Electronics (Netherlands) B.V. (DEN). The transaction resulted from the Group's adjustment in investment structure. There was no gain or loss on disposal pursuant to related ordinances.

Note 4: Including the adjustments in investment income or loss recognised during the year, and adjustments in changes of net value.

Note 5: Delta Electronics (Thailand) Public Company Limited increased its investment in Delta Energy Systems (Singapore) PTE. LTD. in the amount of \$1,873,966 in 2023, which included investment income or loss recognised during the period and adjustments in changes of net value.

Note 6: Delta Energy Systems (Singapore) PTE. LTD. increased its investment in Delta Electronics India Pvt. Ltd. in the amount of \$1,873,966 in 2023, which included investment income or loss recognised during the period and adjustments in changes of net value.

Note 7: Delta International Holding Limited B.V. (DIH) acquired a 100% equity interest in Amerlux, LLC from Digital Projection International Limited (DPIL). The transaction resulted from the Group's adjustment in investment structure.

There was no gain or loss on disposal pursuant to related ordinances.

Note 8: Delta International Holding Limited B.V. (DIH) increased its investment in Digital Projection International Limited (DPIL) in the amount of \$369,540 in 2023, DPIL then increased its investment in its wholly-owned subsidiary, DPHL, and DPHL then increased its investment in its wholly-owned subsidiary, DPL, which included investment income or loss recognised during the period and adjustments in changes of net value.

Note 9: Delta Electronics (Netherlands) B.V. (DEN) increased its investment in Boom Treasure Limited in the amount of \$717,662 in 2023, which included investment income or loss recognised during the period and adjustments in changes of net value.

Note 10: Boom Treasure Limited increased its investment in Delta Greentech SGP Pte. Ltd. in the amount of \$717,662 in 2023, which included investment income or loss recognised during the period and adjustments in changes of net value.

Delta Electronics, Inc. and Subsidiaries
Acquisition of real estate reaching NT\$300 million or 20% of paid-in capital or more
Six months ended June 30, 2023

Table 5 Expressed in thousands of New Taiwan dollars, except as otherwise indicated

Real estate acquired by	Real estate acquired	Date of the event	Transaction amount	Status of payment	Counterparty	Relationship with the counterparty	If the counterparty is a related party, information as to the last transaction of the real estate is disclosed below:				Basis or reference used in setting the price	Reason for acquisition of real estate and status of the real estate	Other commitments
							Original owner who sold the real estate to the counterparty	Relationship between the original owner and the acquirer	Date of the original transaction	Amount			
Delta Electronics India Pvt. Ltd.	India KG SEZ F6 Factory Building	March 25, 2023	\$ 645,670	In accordance with the contract terms	Furein Construction Engineering Pvt etc	None	-	-	-	\$ -	Price comparison and negotiation	For future business development	None
Delta Electronics India Pvt. Ltd.	India KG DTA F2 Factory Building	March 25, 2023	659,743	"	"	"	-	-	-	-	"	"	"

Delta Electronics, Inc. and Subsidiaries
Purchases or sales of goods from or to related parties reaching \$100 million or 20% of the Company's paid-in capital or more
Six months ended June 30, 2023

Table 6

Expressed in thousands of New Taiwan dollars, except as otherwise indicated

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		Footnote
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	
Delta Electronics, Inc.	Delta Electronics (Jiangsu) Ltd.	Subsidiary	Operating revenue	\$ 340,860	0.78	70 days after issuing invoice			\$ 344,278	2.12	
Delta Electronics, Inc.	Delta Electronics (Shanghai) Co., Ltd.	Subsidiary	Operating revenue	176,329	0.41	70 days after issuing invoice			178,961	1.10	
Delta Electronics, Inc.	Cyntec Electronics (Suzhou) Co., Ltd.	Subsidiary	Operating revenue	191,791	0.44	70 days			123	-	
Delta Electronics, Inc.	Delta Electronics India Pvt. Ltd.	Subsidiary	Operating revenue	169,148	0.39	90 days after delivery			55,216	0.34	
Delta Electronics, Inc.	Addtron Technology (Japan), Inc.	Subsidiary	Operating revenue	300,775	0.69	70 days			289,171	1.78	
Delta Electronics, Inc.	Delta Electronics (Netherlands) B.V.	Subsidiary	Operating revenue	554,712	1.28	70 days			326,282	2.01	
Delta Electronics, Inc.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Subsidiary	Operating revenue	10,175,316	23.40	70 days			2,786,383	12.88	
Delta Electronics, Inc.	Delta Electronics (Thailand) Public Company Limited	Subsidiary	Operating revenue	2,124,914	4.89	70 days			756,607	4.65	
Delta Electronics, Inc.	DEI Logistics (USA) Corp.	Subsidiary	Operating revenue	4,283,411	9.85	90 days after delivery			2,553,793	15.70	
Delta Electronics, Inc.	Delta Electronics (Americas) Ltd.	Subsidiary	Operating revenue	2,159,192	4.97	70 days			772,555	4.75	
Delta Electronics, Inc.	Delta Electronics (USA) Inc.	Subsidiary	Operating revenue	104,057	0.24	70 days			104,450	0.64	
Delta Electronics (Dongguan) Co., Ltd.	Delta Electronics (Shanghai) Co., Ltd.	Affiliated enterprise	Operating revenue	2,702,617	12.90	70 days			1,600,353	22.40	
Delta Electronics (Dongguan) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	18,147,344	86.62	70 days			5,535,541	77.48	
Delta Electronics (Jiangsu) Ltd.	Delta Electronics (Shanghai) Co., Ltd.	Affiliated enterprise	Operating revenue	9,560,488	24.76	70 days			5,662,478	49.25	

Table 6-1

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		Footnote
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	
Delta Electronics (Jiangsu) Ltd.	Delta Electronics (Wuhu) Co., Ltd.	Affiliated enterprise	Operating revenue	\$ 227,601	0.59	70 days			\$ 132,011	1.15	
Delta Electronics (Jiangsu) Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	28,663,568	74.22	70 days			5,583,976	48.56	
Delta Electronics (Shanghai) Co., Ltd.	Delta Electronics (Jiangsu) Ltd.	Affiliated enterprise	Operating revenue	160,228	1.07	70 days			92,607	1.00	
Delta Electronics (Shanghai) Co., Ltd.	Delta Greentech (China) Co., Ltd.	Affiliated enterprise	Operating revenue	6,936,313	46.53	70 days			4,250,421	45.91	
Delta Electronics (Shanghai) Co., Ltd.	Delta Electronics (Pingtan) Co., Ltd.	Affiliated enterprise	Operating revenue	1,192,202	7.99	70 days			708,972	7.66	
Delta Electronics (Shanghai) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	426,168	2.86	70 days			87,795	0.95	
Delta Electronics (Shanghai) Co., Ltd.	Delta Electronics (Thailand) Public Company Limited	Affiliated enterprise	Operating revenue	220,979	1.48	70 days			132,515	1.43	
Delta Greentech (China) Co., Ltd.	Delta Electronics (Jiangsu) Ltd.	Affiliated enterprise	Operating revenue	151,551	0.95	70 days			22,374	0.53	
Delta Networks (Dongguan) Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	3,378,844	97.98	70 days			1,110,384	96.92	
Delta Electronics (Wuhu) Co., Ltd.	Delta Electronics (Shanghai) Co., Ltd.	Affiliated enterprise	Operating revenue	167,392	4.88	70 days			43,679	3.72	
Delta Electronics (Wuhu) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	3,254,512	95.12	70 days			1,122,980	95.62	
Delta Electronics (Chenzhou) Co., Ltd.	Delta Electronics (Shanghai) Co., Ltd.	Affiliated enterprise	Operating revenue	302,313	11.08	70 days			132,668	12.89	
Delta Electronics (Chenzhou) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	2,427,149	88.92	70 days			896,558	87.11	
Chenzhou Delta Technology Co., Ltd.	Delta Electronics (Dongguan) Co., Ltd.	Affiliated enterprise	Operating revenue	1,057,406	55.89	70 days			450,978	56.06	
Chenzhou Delta Technology Co., Ltd.	Delta Electronics (Chenzhou) Co., Ltd.	Affiliated enterprise	Operating revenue	318,529	16.85	70 days			186,476	23.18	

Table 6-2

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		Footnote
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	
Chenzhou Delta Technology Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	\$ 506,881	26.75	70 days			\$ 162,113	20.15	
Delta Electronics (Chongqing) Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	285,162	99.99	70 days			122,881	99.97	
Cyntec Co., Ltd.	Delta Electronics, Inc.	Ultimate parent company	Operating revenue	982,833	26.99	70 days			552,603	37.27	
Cyntec Co., Ltd.	DEI Logistics (USA) Corp.	Affiliated enterprise	Operating revenue	102,043	2.80	90 days after delivery			77,418	5.22	
Cyntec Electronics (Suzhou) Co., Ltd	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	5,741,988	99.99	70 days			1,316,226	99.99	
Cyntec Electronics (WuHu) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	1,802,699	100.00	70 days			383,027	100.00	
Delta Energy Systems (Germany) GmbH	Delta Electronics (Thailand) Public Company Limited	Affiliated enterprise	Operating revenue	1,117,756	75.57	70 days			131,317	21.79	
Delta Electronics India Pvt. Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	994,423	18.47	70 days			421,583	20.56	
Delta Electronics India Pvt. Ltd.	Delta Electronics (Thailand) Public Company Limited	Affiliated enterprise	Operating revenue	14,172	2.74	70 days			60,050	2.93	
Delta Electronics (Japan), Inc.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	523,568	21.25	70 days			132,091	14.47	
Delta Electronics (Netherlands) B.V.	Delta Electronics (Italy) S.r.l.	Affiliated enterprise	Operating revenue	297,920	6.19	70 days			116,755	6.22	
Delta Electronics (Netherlands) B.V.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	398,356	8.28	70 days			17,385	0.93	
Delta Electronics (Netherlands) B.V.	Delta Greentech Electronics Industry LLC	Affiliated enterprise	Operating revenue	402,033	8.35	180 days			566,262	30.15	

Table 6-3

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		Footnote
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	
Delta Electronics (Norway) AS	ELTEK MEA DMCC	Affiliated enterprise	Operating revenue	\$ 108,002	4.65	70 days			\$ 80,598	7.50	
Delta Electronics (Norway) AS	DELTA Electronics (Germany) Gmbh	Affiliated enterprise	Operating revenue	390,770	16.80	70 days			129,539	12.06	
Delta Electronics (Norway) AS	DELTA ELECTRONICS (France) SAS	Affiliated enterprise	Operating revenue	325,156	13.92	70 days			143,603	13.37	
Delta Electronics (Norway) AS	DELTA ELECTRONICS (UK) LTD	Affiliated enterprise	Operating revenue	290,216	12.44	70 days			136,970	12.75	
Delta Electronics (Norway) AS	Delta Electronics (Sweden) AB	Affiliated enterprise	Operating revenue	149,233	6.42	70 days			45,607	4.25	
Delta Electronics (Norway) AS	Eltek s.r.o.	Affiliated enterprise	Operating revenue	180,547	7.74	70 days			188,686	17.57	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Australia) Pty Ltd	Affiliated enterprise	Operating revenue	494,948	0.43	70 days			190,286	0.31	
Delta Electronics Int'l (Singapore) Pte. Ltd.	DELTA ELECTRONICS BRASIL LTDA.	Affiliated enterprise	Operating revenue	151,071	0.13	90 days after delivery			136,217	0.22	
Delta Electronics Int'l (Singapore) Pte. Ltd.	ELTEK SISTEMAS DE ENERGIA INDUSTRIA E COMERCIO LTDA.	Affiliated enterprise	Operating revenue	113,895	0.10	90 days after delivery			114,269	0.19	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Switzerland) AG	Affiliated enterprise	Operating revenue	1,188,142	1.02	70 days			606,716	0.99	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Dongguan) Co., Ltd.	Affiliated enterprise	Operating revenue	11,018,989	9.48	70 days			7,460,582	12.22	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Jiangsu) Ltd.	Affiliated enterprise	Operating revenue	12,532,150	10.78	70 days			3,152,313	5.16	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Networks (Dongguan) Ltd.	Affiliated enterprise	Operating revenue	2,919,633	2.51	70 days			1,103,710	1.81	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Wuhu) Co., Ltd.	Affiliated enterprise	Operating revenue	2,589,075	2.23	70 days			801,974	1.31	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Chenzhou) Co., Ltd.	Affiliated enterprise	Operating revenue	1,500,933	1.29	70 days			1,152,232	1.89	

Table 6-4

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		Footnote
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Chenzhou Delta Technology Co., Ltd.	Affiliated enterprise	Operating revenue	\$ 159,496	0.14	70 days			\$ 73,308	0.12	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Chongqing) Ltd.	Affiliated enterprise	Operating revenue	130,309	0.11	70 days			29,970	0.05	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Cyntec Co., Ltd.	Affiliated enterprise	Operating revenue	947,250	0.81	70 days			514,354	0.84	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Cyntec Electronics (Suzhou) Co., Ltd	Affiliated enterprise	Operating revenue	273,856	0.23	70 days			145,953	0.24	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Cyntec Electronics (WuHu) Co., Ltd.	Affiliated enterprise	Operating revenue	156,709	0.13	70 days			123,626	0.20	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics India Pvt. Ltd.	Affiliated enterprise	Operating revenue	863,295	0.74	90 days after delivery			695,712	1.14	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Japan), Inc.	Affiliated enterprise	Operating revenue	1,347,601	1.16	70 days			640,145	1.05	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Korea), Inc.	Affiliated enterprise	Operating revenue	118,660	0.10	70 days			70,001	0.11	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Netherlands) B.V.	Affiliated enterprise	Operating revenue	1,853,332	1.59	70 days			996,464	1.63	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Norway) AS	Affiliated enterprise	Operating revenue	782,393	0.67	70 days			393,588	0.64	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Slovakia) s.r.o.	Affiliated enterprise	Operating revenue	760,977	0.65	70 days			346,747	0.57	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Thailand) Public Company Limited	Affiliated enterprise	Operating revenue	1,833,303	1.58	70 days			992,117	1.63	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics, Inc.	Ultimate parent company	Operating revenue	12,412,369	10.68	70 days			9,237,292	15.13	
Delta Electronics Int'l (Singapore) Pte. Ltd.	DEI Logistics (USA) Corp.	Affiliated enterprise	Operating revenue	7,637,311	6.57	90 days after delivery			6,119,763	10.03	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Americas) Ltd.	Affiliated enterprise	Operating revenue	1,409,301	1.21	70 days			916,711	1.50	

Table 6-5

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		Footnote
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (USA) Inc.	Affiliated enterprise	Operating revenue	\$ 1,412,053	1.22	70 days			\$ 580,858	0.95	
Delta Electronics (Slovakia) s.r.o.	Delta Electronics (Netherlands) B.V.	Affiliated enterprise	Operating revenue	908,535	37.26	70 days			465,610	29.89	
Delta Electronics (Slovakia) s.r.o.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	699,968	28.58	70 days			494,080	31.72	
Delta Electronics (Slovakia) s.r.o.	Eltek s.r.o.	Affiliated enterprise	Operating revenue	250,189	10.26	70 days			314,521	20.19	
Delta Electronics (Slovakia) s.r.o.	Delta Electronics (Thailand) Public Company Limited	Affiliated enterprise	Operating revenue	558,108	22.85	70 days			147,332	9.46	
Eltek s.r.o.	Delta Electronics (Norway) AS	Affiliated enterprise	Operating revenue	887,416	49.91	70 days			173,901	29.83	
Eltek s.r.o.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	834,235	47.11	70 days			373,822	64.12	
Delta Electronics (Thailand) Public Company Limited	Delta Energy Systems (Germany) GmbH	Affiliated enterprise	Operating revenue	356,075	0.70	70 days			77,880	0.27	
Delta Electronics (Thailand) Public Company Limited	Delta Electronics India Pvt. Ltd.	Affiliated enterprise	Operating revenue	203,252	0.40	90 days after delivery			127,225	0.45	
Delta Electronics (Thailand) Public Company Limited	Delta Electronics (Japan), Ltd.	Affiliated enterprise	Operating revenue	116,542	0.23	70 days			52,126	0.18	
Delta Electronics (Thailand) Public Company Limited	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	629,806	1.24	70 days			376,746	1.32	
Delta Electronics (Thailand) Public Company Limited	Delta Electronics (Slovakia) s.r.o.	Affiliated enterprise	Operating revenue	249,260	0.49	70 days			79,305	0.28	
Delta Electronics (Thailand) Public Company Limited	DET Logistics (USA) Corporation	Affiliated enterprise	Operating revenue	15,755,324	30.96	90 days after delivery			12,847,538	44.99	
Delta Electronics (Thailand) Public Company Limited	Delta Electronics (Americas) Ltd.	Affiliated enterprise	Operating revenue	642,514	1.26	70 days			275,530	0.96	
Delta Electronics (Americas) Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	314,555	4.49	70 days			7,599	0.44	

Table 6-6

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		Footnote
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	
Delta Electronics (Americas) Ltd.	Delta Electronics (Thailand) Public Company Limited	Affiliated enterprise	Operating revenue	\$ 414,695	5.90	70 days			\$ 106,539	6.22	
Delta Electronics (Automotive) Americas Inc.	Delta Electronics (Thailand) Public Company Limited	Affiliated enterprise	Operating revenue	125,998	100.00	70 days			-	-	
March Networks Corporation	March Networks, Inc.	Affiliated enterprise	Operating revenue	650,900	79.76	30 days	Note 1	Note 1	223,641	50.97	
Vivotek Inc.	Vivotek USA, Inc.	Affiliated enterprise	Operating revenue	241,248	5.00	75 days	Note 2	Note 2	115,751	10.00	

Note 1: March Networks Corporation determined the prices and terms of goods sold to March Networks, Inc. based on the economic conditions and market competitiveness of the sales area, and there are no comparable prices and terms available for the goods sold to third parties.

Note 2: Vivotek Inc. determined the prices and terms of goods sold to Vivotek USA, Inc. based on the economic conditions and market competitiveness of the sales area, and there are no comparable prices and terms available for the goods sold to third parties.

Delta Electronics, Inc. and Subsidiaries
Receivables from related parties reaching \$100 million or 20% of the Company's paid-in capital or more
June 30, 2023

Table 7

Expressed in thousands of New Taiwan dollars, except as otherwise indicated

Creditor	Counterparty	Relationship with the counterparty	Balance as at June 30, 2023 (Note 1)	Turnover rate	Overdue receivables		Amount collected subsequent to the balance date (Note 2)	Allowance for doubtful accounts
					Amount	Action taken		
Delta Electronics, Inc.	Delta Electronics (Jiangsu) Ltd.	Subsidiary	\$ 344,278	1.42	\$ -		\$ -	
Delta Electronics, Inc.	Delta Electronics (Shanghai) Co., Ltd.	Subsidiary	178,961	1.18	-		-	
Delta Electronics, Inc.	Addtron Technology (Japan), Inc.	Subsidiary	289,171	4.16	-		-	
Delta Electronics, Inc.	Delta Electronics (Netherlands) B.V.	Subsidiary	326,282	5.42	21		51,569	
Delta Electronics, Inc.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Subsidiary	3,245,221	0.66	96,980		2,423,271	
Delta Electronics, Inc.	Delta Electronics (Thailand) Public Company Limited	Subsidiary	756,607	6.32	306,602		70,126	
Delta Electronics, Inc.	DEI Logistics (USA) Corp.	Subsidiary	2,553,793	2.82	-		381,809	
Delta Electronics, Inc.	Delta Electronics (Americas) Ltd.	Subsidiary	772,555	4.44	47,171		60,448	
Delta Electronics, Inc.	Delta Electronics (USA), Inc.	Subsidiary	104,450	3.55	-		4,818	
Delta Electronics (Dongguan) Co., Ltd.	Delta Electronics (Shanghai) Co., Ltd.	Affiliated enterprise	1,600,353	3.64	-		533,996	
Delta Electronics (Dongguan) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	5,535,541	8.34	-		3,818,854	
Delta Electronics (Jiangsu) Ltd.	Delta Electronics (Shanghai) Co., Ltd.	Affiliated enterprise	5,662,478	3.69	-		1,879,990	
Delta Electronics (Jiangsu) Ltd.	Delta Electronics (Wuhu) Co., Ltd.	Affiliated enterprise	132,011	3.13	-		53	
Delta Electronics (Jiangsu) Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	5,583,976	10.27	-		2,309,142	
Delta Electronics (Shanghai) Co., Ltd.	Delta Greentech (China) Co., Ltd.	Affiliated enterprise	4,250,421	4.83	-		1,460,349	
Delta Electronics (Shanghai) Co., Ltd.	Delta Electronics (Pingtan) Co., Ltd.	Affiliated enterprise	708,972	3.06	-		257,989	
Delta Electronics (Shanghai) Co., Ltd.	Delta Electronics (Thailand) Public Company Limited	Affiliated enterprise	132,515	3.46	-		38,106	
Delta Networks (Dongguan) Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	1,110,384	4.37	-		506,052	

Table 7-1

Creditor	Counterparty	Relationship with the counterparty	Balance as at June 30, 2023 (Note 1)	Turnover rate	Overdue receivables		Amount collected subsequent to the balance date (Note 2)	Allowance for doubtful accounts
					Amount	Action taken		
Delta Electronics (Wuhu) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	\$ 1,122,980	5.98	\$ -		\$ 616,572	
Delta Electronics (Chenzhou) Co., Ltd.	Delta Electronics (Shanghai) Co., Ltd.	Affiliated enterprise	132,668	3.69	-		43,283	
Delta Electronics (Chenzhou) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	896,558	5.02	-		289,602	
Chenzhou Delta Technology Co., Ltd.	Delta Electronics (Dongguan) Co., Ltd.	Affiliated enterprise	450,978	5.65	-		227,752	
Chenzhou Delta Technology Co., Ltd.	Delta Electronics (Chenzhou) Co., Ltd.	Affiliated enterprise	186,476	4.04	-		245	
Chenzhou Delta Technology Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	162,113	7.51	-		31,140	
Delta Electronics (Chongqing) Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	122,881	5.94	-		-	
Cyntec Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	111,576	-	-		111,576	
Cyntec Co., Ltd.	Delta Electronics, Inc.	Ultimate parent company	552,603	3.32	-		180,688	
Cyntec Electronics (Suzhou) Co., Ltd	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	1,316,226	9.38	-		687,293	
Cyntec Electronics (Wuhu) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	383,027	8.35	-		249,157	
Delta Energy Systems (Germany) GmbH	Delta Electronics (Thailand) Public Company Limited	Affiliated enterprise	131,317	21.09	37		106,916	
Delta Electronics India Pvt. Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	421,583	6.96	1		205,192	
Delta Electronics (Japan), Inc.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	132,091	7.44	-		110,795	
Delta Electronics (Netherlands) B.V.	Delta Electronics (Italy) S.r.l.	Affiliated enterprise	116,755	4.82	-		27,563	
Delta Electronics (Netherlands) B.V.	Delta Greentech Electronics Industry LLC	Affiliated enterprise	566,262	1.46	154,110		54,556	
Delta Electronics (Norway) AS	DELTA Electronics (Germany) GmbH	Affiliated enterprise	129,539	5.28	-		-	
Delta Electronics (Norway) AS	DELTA ELECTRONICS (France) SAS	Affiliated enterprise	143,603	4.32	-		4,024	
Delta Electronics (Norway) AS	DELTA ELECTRONICS (UK) LTD	Affiliated enterprise	136,970	3.79	-		2,206	
Delta Electronics (Norway) AS	Eltek s.r.o.	Affiliated enterprise	516,643	3.41	68,758		83,592	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Australia) Pty Ltd	Affiliated enterprise	190,286	6.75	1,807		-	
Delta Electronics Int'l (Singapore) Pte. Ltd.	DELTA ELETRONICS BRASIL LTDA.	Affiliated enterprise	136,217	1.70	17,355		9,838	
Delta Electronics Int'l (Singapore) Pte. Ltd.	ELTEK SISTEMAS DE ENERGIA INDUSTRIA E COMERCIO LTDA.	Affiliated enterprise	114,269	1.96	8,851		-	

Table 7-2

Creditor	Counterparty	Relationship with the counterparty	Balance as at June 30, 2023 (Note 1)	Turnover rate	Overdue receivables		Amount collected subsequent to the balance date (Note 2)	Allowance for doubtful accounts
					Amount	Action taken		
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Switzerland) AG	Affiliated enterprise	\$ 606,716	3.80	\$ -		\$ 381,819	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Dongguan) Co., Ltd.	Affiliated enterprise	7,460,582	3.53	2,782,924		1,643,600	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Jiangsu) Ltd.	Affiliated enterprise	3,152,313	7.46	-		693,497	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Networks (Dongguan) Ltd.	Affiliated enterprise	1,103,710	4.66	-		508,165	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Wuhu) Co., Ltd.	Affiliated enterprise	801,974	6.48	-		18,253	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Chenzhou) Co., Ltd.	Affiliated enterprise	1,152,232	2.69	378,627		39,837	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Cyntec Co., Ltd.	Affiliated enterprise	514,354	4.23	-		-	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Cyntec Electronics (Suzhou) Co., Ltd	Affiliated enterprise	145,953	3.87	-		-	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Cyntec Electronics (Wuhu) Co., Ltd.	Affiliated enterprise	123,626	3.88	-		-	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics India Pvt. Ltd.	Affiliated enterprise	695,712	2.11	4,751		117,038	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Japan), Inc.	Affiliated enterprise	640,145	4.07	3,981		219,832	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Netherlands) B.V.	Affiliated enterprise	996,464	4.68	-		222,321	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Norway) AS	Affiliated enterprise	393,588	4.10	-		104,046	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Slovakia) s.r.o.	Affiliated enterprise	346,747	4.81	25,113		2,650	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Thailand) Public Company Limited	Affiliated enterprise	992,117	4.60	6,602		253,134	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics, Inc.	Ultimate parent company	9,237,292	2.55	138,469		34,100	
Delta Electronics Int'l (Singapore) Pte. Ltd.	DEI Logistics (USA) Corp.	Affiliated enterprise	6,119,763	2.82	36,550		733,545	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Americas) Ltd.	Affiliated enterprise	916,711	2.49	15,170		90,822	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (USA) Inc.	Affiliated enterprise	580,858	1.72	-		172,351	
Delta Electronics (Slovakia) s.r.o.	Delta Electronics (Netherlands) B.V.	Affiliated enterprise	465,610	3.60	-		115,766	
Delta Electronics (Slovakia) s.r.o.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	494,080	3.10	2,916		283,706	
Delta Electronics (Slovakia) s.r.o.	Eltek s.r.o.	Affiliated enterprise	314,521	1.95	180,116		104,206	
Delta Electronics (Slovakia) s.r.o.	Delta Electronics (Thailand) Public Company Limited	Affiliated enterprise	147,332	5.89	-		2,455	

Table 7-3

Creditor	Counterparty	Relationship with the counterparty	Balance as at June 30, 2023 (Note 1)	Turnover rate	Overdue receivables		Amount collected subsequent to the balance date (Note 2)	Allowance for doubtful accounts
					Amount	Action taken		
Eltek s.r.o.	Delta Electronics (Norway) AS	Affiliated enterprise	\$ 173,901	11.88	\$ -		\$ 173,091	
Eltek s.r.o.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	373,822	5.70	98		139,155	
Delta Electronics (Thailand) Public Company Limited	Delta Electronics India Pvt. Ltd.	Affiliated enterprise	127,225	3.34	1,629		-	
Delta Electronics (Thailand) Public Company Limited	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	376,746	3.95	35,899		40,161	
Delta Electronics (Thailand) Public Company Limited	DET Logistics (USA) Corporation	Affiliated enterprise	12,847,538	2.59	1,620,250		1,737,238	
Delta Electronics (Thailand) Public Company Limited	Delta Electronics (Americas) Ltd.	Affiliated enterprise	275,530	3.42	-		71,690	
Vivotek Inc.	Vivotek USA, Inc.	Affiliated enterprise	115,751	2.62	-		55,738	
Delta Electronics (Americas) Ltd.	Delta Electronics (Thailand) Public Company Limited	Affiliated enterprise	106,539	6.95	-		72,041	
Delta International Holding Limited B.V.	Delta Controls Inc.	Affiliated enterprise	437,933	-	-		-	
Delta International Holding Limited B.V.	Delta Electronics (H.K.) Ltd.	Affiliated enterprise	13,510,857	-	-		-	
Delta International Holding Limited B.V.	Drake Investment (HK) Limited	Affiliated enterprise	789,186	-	-		-	
Delta International Holding Limited B.V.	Delta Electronics (Netherlands) B.V.	Affiliated enterprise	1,908,606	-	-		-	
Delta International Holding Limited B.V.	Amerlux, LLC	Affiliated enterprise	965,340	-	-		-	
Delta International Holding Limited B.V.	Delta Electronics (USA) Inc.	Affiliated enterprise	947,023	-	-		-	
DET International Holding B.V.	Delta Electronics India Pvt. Ltd.	Affiliated enterprise	2,428,920	-	-		-	
Delta Electronics (Shanghai) Co., Ltd.	Delta Electronics (Chongqing) Ltd.	Affiliated enterprise	605,031	-	-		-	
Delta Electronics (Shanghai) Co., Ltd.	Cyntec Electronics (WuHu) Co., Ltd.	Affiliated enterprise	1,376,224	-	-		-	
Delta Electronics (Wuhu) Co., Ltd.	Delta Electronics (Jiangsu) Ltd.	Affiliated enterprise	1,503,496	-	-		-	
Fairview Assets Ltd.	Delta Controls Inc.	Affiliated enterprise	1,876,855	-	-		-	
Fairview Assets Ltd.	Delta Electronics (H.K.) Ltd.	Affiliated enterprise	9,943,738	-	-		-	
Fairview Assets Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	14,079,070	-	-		-	

Table 7-4

Creditor	Counterparty	Relationship with the counterparty	Balance as at June 30, 2023 (Note 1)	Turnover rate	Overdue receivables		Amount collected subsequent to the balance date (Note 2)	Allowance for doubtful accounts
					Amount	Action taken		
Delta Energy Systems (Germany) GmbH	Delta Energy Systems Property (Germany) GmbH	Affiliated enterprise	\$ 366,839	-	\$ -		\$ -	
Delta Greentech (Netherlands) B.V.	Eltek s.r.o.	Affiliated enterprise	202,860	-	-		-	
Delta Electronics (Norway) AS	Delta Electronics (Slovakia) s.r.o.	Affiliated enterprise	405,720	-	-		-	
March Networks Corporation	March Networks, Inc.	Affiliated enterprise	223,641	4.84	-		38,224	
Universal Instruments Corporation	Universal Instruments Mfg. (Shenzhen) Co. Ltd.	Affiliated enterprise	204,795	-	-		-	

Note 1: Including other receivables in excess of \$100,000.

Note 2: The amount represents collections subsequent to June 30, 2023 up to July 31, 2023.

Delta Electronics, Inc. and Subsidiaries
Significant inter-company transactions during the reporting period
Six months ended June 30, 2023

Table 8

Expressed in thousands of New Taiwan dollars, except as otherwise indicated

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			
				General ledger account	Amount (Note 7)	Transaction terms	Percentage of consolidated total operating revenues or total assets (Note 3)
0	Delta Electronics, Inc.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Subsidiary	Operating revenue	\$ 10,175,316	(Note 4)	5.26
0	Delta Electronics, Inc.	Delta Electronics (Thailand) Public Company Limited	Subsidiary	Operating revenue	2,124,914	(Note 4)	1.10
0	Delta Electronics, Inc.	DEI Logistics (USA) Corp.	Subsidiary	Operating revenue	4,283,411	(Note 5)	2.21
0	Delta Electronics, Inc.	Delta Electronics (Americas) Ltd.	Subsidiary	Operating revenue	2,159,192	(Note 4)	1.12
1	Delta Electronics (Dongguan) Co., Ltd.	Delta Electronics (Shanghai) Co., Ltd.	Affiliated enterprise	Operating revenue	2,702,617	(Note 4)	1.40
1	Delta Electronics (Dongguan) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	18,147,344	(Note 4)	9.38
2	Delta Electronics (Jiangsu) Ltd.	Delta Electronics (Shanghai) Co., Ltd.	Affiliated enterprise	Operating revenue	9,560,488	(Note 4)	4.94
2	Delta Electronics (Jiangsu) Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	28,663,568	(Note 4)	14.82
3	Delta Electronics (Shanghai) Co., Ltd.	Delta Greentech (China) Co., Ltd.	Affiliated enterprise	Operating revenue	6,936,313	(Note 4)	3.59
4	Delta Networks (Dongguan) Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	3,378,844	(Note 4)	1.75
5	Delta Electronics (Wuhu) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	3,254,512	(Note 4)	1.68
6	Delta Electronics (Chenzhou) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	2,427,149	(Note 4)	1.25
7	Cyntec Electronics (Suzhou) Co., Ltd	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	5,741,988	(Note 4)	2.97
8	Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Dongguan) Co., Ltd.	Affiliated enterprise	Operating revenue	11,018,989	(Note 4)	5.70
8	Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Jiangsu) Ltd.	Affiliated enterprise	Operating revenue	12,532,150	(Note 4)	6.48

Table 8-1

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			
				General ledger account	Amount (Note 7)	Transaction terms	Percentage of consolidated total operating revenues or total assets (Note 3)
8	Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Networks (Dongguan) Ltd.	Affiliated enterprise	Operating revenue	\$ 2,919,633	(Note 4)	1.51
8	Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Wuhu) Co., Ltd.	Affiliated enterprise	Operating revenue	2,589,075	(Note 4)	1.34
8	Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics, Inc.	Ultimate parent company	Operating revenue	12,412,369	(Note 4)	6.42
8	Delta Electronics Int'l (Singapore) Pte. Ltd.	DEI Logistics (USA) Corp.	Affiliated enterprise	Operating revenue	7,637,311	(Note 5)	3.95
9	Delta Electronics (Thailand) Public Company Limited	DET Logistics (USA) Corporation	Affiliated enterprise	Operating revenue	15,755,324	(Note 5)	8.15
1	Delta Electronics (Dongguan) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Accounts receivable	5,535,541	(Note 4)	1.25
2	Delta Electronics (Jiangsu) Ltd.	Delta Electronics (Shanghai) Co., Ltd.	Affiliated enterprise	Accounts receivable	5,662,478	(Note 4)	1.28
2	Delta Electronics (Jiangsu) Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Accounts receivable	5,583,976	(Note 4)	1.26
8	Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Dongguan) Co., Ltd.	Affiliated enterprise	Accounts receivable	7,460,582	(Note 4)	1.69
8	Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics, Inc.	Ultimate parent company	Accounts receivable	9,237,292	(Note 4)	2.09
8	Delta Electronics Int'l (Singapore) Pte. Ltd.	DEI Logistics (USA) Corp.	Affiliated enterprise	Accounts receivable	6,119,763	(Note 5)	1.38
9	Delta Electronics (Thailand) Public Company Limited	DET Logistics (USA) Corporation	Affiliated enterprise	Accounts receivable	12,847,538	(Note 5)	2.90
10	Delta International Holding Limited B.V.	Delta Electronics (H.K.) Ltd.	Affiliated enterprise	Other receivables - related parties	13,510,857	(Note 6)	3.05
11	Fairview Assets Ltd.	Delta Electronics (H.K.) Ltd.	Affiliated enterprise	Other receivables - related parties	9,943,738	(Note 6)	2.25
11	Fairview Assets Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Other receivables - related parties	14,079,070	(Note 6)	3.18

Table 8-2

Note 1: The numbers filled in for the transaction company in respect of inter-company transactions are as follows:

- (1) Parent company is '0'.
- (2) The subsidiaries are numbered in order starting from '1'.

Note 2: Relationship between transaction company and counterparty is classified into the following three categories:

- (1) Parent company to subsidiary.
- (2) Subsidiary to parent company.
- (3) Subsidiary to subsidiary.

Note 3: Regarding percentage of transaction amount to consolidated total operating revenues or total assets, it is computed based on period-end balance of transaction to consolidated total assets for balance sheet accounts and based on accumulated transaction amount for the period to consolidated total operating revenues for income statement accounts.

Note 4: There is no similar transaction to compare with. It will follow the agreed price and transaction terms and all the credit terms are 70 days.

Note 5: It will follow the agreed price and transaction terms, and all the credit terms are 90 days after delivery.

Note 6: Lending of capital.

Note 7: The disclosure requirement for the above disclosed amounts is 1% of the consolidated total assets for balance sheet accounts and 1% of the consolidated total revenue for income statement accounts.

Delta Electronics, Inc. and Subsidiaries
Information on investees
Six months ended June 30, 2023

Table 9

Expressed in thousands of New Taiwan dollars, except as otherwise indicated

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at June 30, 2023			Net profit (loss) of the investee for the six months ended June 30, 2023	Investment income (loss) recognised by the Company for the six months ended June 30, 2023	Footnote
				Balance as at June 30, 2023	Balance as at December 31, 2022	Number of shares	Ownership (%)	Book value			
Delta Electronics, Inc.	Delta International Holding Limited B.V.	Netherlands	Equity investments	\$ 8,922,118	\$ 8,922,118	67,680,000	100.00	\$ 75,743,172	\$ 1,690,028	\$ 1,678,913	(Note 6)
Delta Electronics, Inc.	Delta Networks Holding Limited	Cayman Islands	Equity investments	29,582	29,582	83,800,000	100.00	2,234,920	45,110	45,110	(Note 6)
Delta Electronics, Inc.	Delta Electronics (Netherlands) B.V.	Netherlands	Sales of power products, display solution products, electronic components, industrial automation products and materials	4,529,355	4,529,355	128,492,272	100.00	29,567,426	2,020,382	1,536,131	(Note 6)
Delta Electronics, Inc.	Delta Electronics (Thailand) Public Company Limited	Thailand	Manufacturing and exporting power supplies, other electronic parts and components	4,780,487	4,780,487	691,281,400	5.54	5,222,597	7,361,153	358,337	(Notes 6 and 13)
Delta Electronics, Inc.	Cyntec Co., Ltd.	Taiwan	Research, development, manufacturing and sales of film optic-electronic devices	12,067,931	12,067,931	2,341,204,333	100.00	37,180,376	622,866	637,248	(Note 6)
Delta Electronics, Inc.	DelBio Inc.	Taiwan	Manufacturing, wholesale and retail of medical equipment	900,000	900,000	21,761,836	100.00	162,871	(16,005)	(15,938)	(Note 6)
Delta Electronics, Inc.	Delta Electronics Capital Company	Taiwan	Equity investments	3,253,241	3,253,241	391,967,176	100.00	4,575,181	637,315	637,315	(Note 6)
Delta Electronics, Inc.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Singapore	Research, development and sales of electronic products	34,498	34,498	45,234,240	100.00	69,995,602	8,240,459	8,438,326	(Note 6)
Delta Electronics, Inc.	Delta America Ltd.	U.S.A.	Equity investments	103,065	103,065	2,100,000	10.26	245,938	327,696	37,336	(Notes 6 and 9)
Delta Electronics, Inc.	Vivotek Inc.	Taiwan	Manufacturing and sales of video compression software and encoding, network video server, webcam and its related components	4,471,534	4,471,534	49,128,058	56.75	4,618,630	259,492	118,190	(Note 6)
Delta Electronics, Inc.	Chunghwa SEA Holdings	Taiwan	Equity investments	8,800	8,800	880,000	44.00	8,271	(301)	(78)	(Note 6)
Delta Electronics, Inc.	Delmind Inc.	Taiwan	Provide vertical add-on value solution	210,000	210,000	21,000,000	70.00	186,964	(12,650)	(8,855)	(Note 6)
Delta Electronics, Inc.	Ancora Semiconductors Inc.	Taiwan	Gallium Nitride (GaN) technologies and solutions	470,000	470,000	37,000,000	67.03	309,575	(127,413)	(85,405)	(Notes 6 and 22)
Delta Electronics, Inc.	Delta Energy Inc.	Taiwan	Energy technology services	200,000	-	20,000,000	100.00	198,823	(1,177)	(1,177)	(Notes 6 and 18)
Delta Electronics, Inc.	Atrust Computer Corporation	Taiwan	Research, development, manufacturing and sales of Thin Client, Zero Client, server and management software	950,259	-	28,825,000	55.02	940,514	(297)	(9,799)	(Notes 6 and 18)
Delta Electronics, Inc.	Power Forest Technology Corporation	Taiwan	IC design of power management	112,500	-	5,000,000	21.30	110,591	(63,331)	(1,909)	(Notes 6, 18 and 26)
Atrust Computer Corporation	APLUS COMPUTER (SAMOA) COMPANY LIMITED	Samoa	Equity investments	70,065	53,467	2,250,000	100.00	11,593	(1,760)	(1,760)	(Notes 6, 23 and 27)

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at June 30, 2023			Net profit (loss) of the investee for the six months ended June 30, 2023	Investment income (loss) recognised by the Company for the six months ended June 30, 2023	Footnote
				Balance as at June 30, 2023	Balance as at December 31, 2022	Number of shares	Ownership (%)	Book value			
Delta Electronics Capital Company	Ancora Semiconductors Inc.	Taiwan	Gallium Nitride (GaN) technologies and solutions	\$ 40,000	\$ 40,000	4,000,000	7.25	\$ 47,572	(\$ 127,413)	(\$ 9,237)	(Notes 6 and 22)
Delta International Holding Limited B.V.	Delta Electronics (Thailand) Public Company Limited	Thailand	Manufacturing and exporting power supplies, other electronic parts and components	13,414,402	13,414,402	1,919,844,500	15.39	14,926,548	7,361,153	1,012,931	(Notes 1 and 13)
Delta International Holding Limited B.V.	DEI Logistics (USA) Corp.	U.S.A.	Warehousing and logistics services	89,403	89,403	1,000,000	100.00	260,163	7,282	7,282	(Note 1)
Delta International Holding Limited B.V.	Delta Electronics (Japan), Inc.	Japan	Sales of power products, display solution products, electronic components, industrial automation products and materials	89,028	89,028	5,600	100.00	910,963	124,350	124,350	(Note 1)
Delta International Holding Limited B.V.	Digital Projection International Limited	Britain	Equity investments	813,578	439,898	61,789,874	100.00	432,450	(74,859)	(80,476)	(Note 1)
Delta International Holding Limited B.V.	Delta Electronics (Switzerland) AG	Switzerland	Equity investments, research, development and sales of electronic products	633,525	633,525	10,000	100.00	971,769	188,487	185,339	(Note 1)
Delta International Holding Limited B.V.	DELTA ELECTRONICS HOLDING (USA) INC.	U.S.A.	Equity investments	2,126,548	2,126,548	1,060,624	100.00	3,115,098	88,595	87,432	(Note 1)
Delta International Holding Limited B.V.	Delta Electronics (Norway) AS	Norway	Research, development and sales of power supplies and others	15,481,795	15,481,795	93,531,101	100.00	11,322,512	44,586	(330,485)	(Note 1)
Delta International Holding Limited B.V.	Delta Controls Inc.	Canada	Provide solutions to building management and control	2,335,500	2,335,500	75,000,000	100.00	2,916,420	13,964	13,964	(Note 1)
Delta International Holding Limited B.V.	Delta Electronics Europe Ltd.	Britain	Repair centre and providing support services	-	113,972	-	-	-	-	-	(Notes 1 and 19)
Delta International Holding Limited B.V.	March Networks Holdings Ltd.	Canada	Equity investments	3,889,901	3,889,901	10,000	100.00	3,697,777	(7,274)	(63,975)	(Note 1)
Delta International Holding Limited B.V.	UI Acquisition Holding Co.	U.S.A.	Equity investments	2,908,476	2,908,476	334	100.00	3,033,320	728	(20,905)	(Note 1)
Delta International Holding Limited B.V.	Delta America Ltd.	U.S.A.	Equity investments	1,607,803	-	18,374,182	89.74	3,747,307	327,696	136,014	(Notes 1, 9 and 20)
Delta International Holding Limited B.V.	Trihedral Engineering Limited	Canada	Graphic control software and related engineering services	1,110,905	-	51,495	100.00	1,301,585	72,047	43,633	(Notes 1 and 20)
Delta International Holding Limited B.V.	Amerlux, LLC	U.S.A.	Design and production of dedicated lighting system and facilities	3,042,970	-	-	100.00	3,100,811	10,777	(6,262)	(Notes 1 and 24)
Delta America Ltd.	Delta Electronics (Americas) Ltd.	U.S.A.	Sales of electronic components	235,240	235,240	250,000	100.00	2,051,846	318,587	318,587	(Note 15)
Digital Projection International Limited	Digital Projection Holdings Limited	Britain	Equity investments	614,542	236,796	50,118,547	100.00	(13,533)	(74,865)	(74,865)	(Note 17)

Table 9-2

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at June 30, 2023			Net profit (loss) of the investee for the six months ended June 30, 2023	Investment income (loss) recognised by the Company for the six months ended June 30, 2023	Footnote
				Balance as at June 30, 2023	Balance as at December 31, 2022	Number of shares	Ownership (%)	Book value			
Delta Electronics (H.K.) Ltd.	Delta Electronics International Mexico S. A. DE C. V.	Mexico	Sales of power management system of industrial automation product and telecommunications equipment	\$ 305,072	\$ 305,072	2,733,483	100.00	\$ 307,035	(\$ 3,587)	(\$ 3,587)	(Note 2)
Delta Electronics (Netherlands) B.V.	Delta Electronics (H.K.) Ltd.	Hong Kong	Equity investments, operations management and engineering services	10,226,285	10,226,285	2,549,297,600	100.00	23,607,803	1,755,839	1,755,839	(Note 8)
Delta Electronics (Netherlands) B.V.	Boom Treasure Limited	Hong Kong	Equity investments	3,442,766	2,712,944	183,064,001	100.00	2,456,061	34,118	(28,716)	(Note 8)
Delta Electronics (Netherlands) B.V.	Drake Investment (HK) Limited	Hong Kong	Equity investments	5,359,703	5,359,703	304,504,306	100.00	5,312,730	76,398	74,080	(Note 8)
Delta Electronics (Netherlands) B.V.	Delta America Ltd.	U.S.A.	Equity investments	-	1,607,803	-	-	-	327,696	157,613	(Notes 8 and 20)
Delta Electronics (Netherlands) B.V.	Delta Greentech Electronics Industry LLC	Turkey	Marketing and sales of electronic products	486,407	486,407	7,670,494	100.00	234,764	2,737	14,015	(Note 8)
Delta Electronics (Netherlands) B.V.	DELTA GREENTECH (BRASIL) LTDA.	Brazil	Manufacturing and sales of electronic products	221,405	221,405	4,315,657	100.00	182,212	8,635	8,635	(Note 8)
Delta Electronics (Netherlands) B.V.	DELTA ELECTRONICS BRASIL LTDA.	Brazil	Manufacturing and sales of electronic products	631,628	631,628	87,000,000	100.00	767,719	80,966	80,966	(Note 8)
Delta Electronics (Netherlands) B.V.	Amerlux, LLC	U.S.A.	Design and production of dedicated lighting system and facilities	-	3,042,970	-	-	-	10,777	(25,902)	(Notes 8 and 24)
Delta Electronics (Netherlands) B.V.	Delta Greentech SGP Pte. Ltd.	Singapore	Equity investments	-	869,761	-	-	-	10,922	(5,726)	(Notes 8 and 25)
Delta Electronics (Netherlands) B.V.	Trihedral Engineering Limited	Canada	Graphic control software and related engineering services	-	1,110,905	-	-	-	72,047	13,185	(Notes 8 and 20)
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Thailand) Public Company Limited	Thailand	Manufacturing and exporting power supplies, other electronic parts and components	37,257,510	37,257,510	5,344,793,060	42.85	42,880,187	7,361,153	2,820,280	(Notes 7 and 13)
Delta Electronics Int'l (Singapore) Pte. Ltd.	ELTEK POWER INCORPORATED	Philippines	Sales of power supplies and others	23,458	23,458	11,400,000	100.00	25,679	(13,821)	(13,821)	(Note 7)
Delta Electronics Int'l (Singapore) Pte. Ltd.	ELTEK POWER CO., LTD.	Thailand	Sales of power supplies and others	-	-	40,000	100.00	63,030	2,371	2,371	(Note 7)
Delta Electronics Int'l (Singapore) Pte. Ltd.	ELTEK POWER (CAMBODIA) LTD.	Cambodia	Sales of power supplies and others	-	-	1,000	100.00	(19,507)	-	-	(Note 7)
Delta Electronics Int'l (Singapore) Pte. Ltd.	ELTEK POWER (MALAYSIA) SDN. BHD.	Malaysia	Sales of power supplies and others	64,315	64,315	300,000	100.00	(63,102)	(9,928)	(9,928)	(Note 7)
Delta Electronics Int'l (Singapore) Pte. Ltd.	Loy Tec electronics GmbH	Austria	Provide solutions to building management and control	2,527,305	2,527,305	-	100.00	1,752,703	110,557	56,811	(Note 7)
Delta Networks Holding Limited	Delta Networks, Inc.	Cayman Islands	Equity investments	5,538,528	5,538,528	1,196,886,000	100.00	2,195,398	45,188	45,188	(Note 3)

Table 9-3

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at June 30, 2023			Net profit (loss) of the investee for the six months ended June 30, 2023	Investment income (loss) recognised by the Company for the six months ended June 30, 2023	Footnote
				Balance as at June 30, 2023	Balance as at December 31, 2022	Number of shares	Ownership (%)	Book value			
Delta Networks, Inc.	Delta Networks (HK) Limited	Hong Kong	Equity investments	\$ 1,089,900	\$ 1,089,900	35,000,000	100.00	\$ 2,188,254	\$ 45,764	\$ 45,764	(Note 4)
Cyntec Co., Ltd.	Fairview Assets Ltd.	Cayman Islands	Equity investments	1,116,521	1,116,521	32,740,062	100.00	34,113,937	676,371	676,371	(Note 5)
Cyntec Co., Ltd.	Power Forest Technology Corporation	Taiwan	IC design of power management	347,387	347,387	15,432,000	65.74	143,808	(63,331)	(63,207)	(Notes 5 and 26)
Delta Electronics (Thailand) Public Company Limited	DET International Holding B.V.	Netherlands	Equity investments	8,330,856	8,330,856	264,357,330	100.00	6,175,599	164,344	156,543	(Note 16)
Delta Electronics (Thailand) Public Company Limited	Delta Green Industrial (Thailand) Co., Ltd.	Thailand	Integration, sales, trading, installation and providing services of uninterruptible power supply, photovoltaic inverter, electric cars charger and data center	181,610	181,610	20,600,000	100.00	26,890	(15,580)	(15,580)	(Note 16)
Delta Electronics (Thailand) Public Company Limited	Delta Energy Systems (Singapore) PTE. LTD.	Singapore	Equity investments, trading, management and consultancy	6,812,176	4,913,932	234,404,399	100.00	10,664,263	335,424	362,852	(Note 16)
Delta Electronics (Thailand) Public Company Limited	Delta Electronics (Vietnam) Company Limited	Vietnam	Sales of electronic products	2,672	2,672	-	100.00	(503)	(3,332)	(3,332)	(Note 16)
Delta Electronics (Thailand) Public Company Limited	DELTA ELECTRONICS INDIA MANUFACTURING PRIVATE LIMITED	India	Manufacturing and marketing of electronic products	149,769	149,769	38,110,999	100.00	134,557	(16,706)	(16,706)	(Note 16)
Vivotek Inc.	Otus Imaging, Inc.	Taiwan	Sales of webcams and related components	-	44,294	-	-	-	(5,290)	(5,290)	(Notes 11 and 21)
Vivotek Inc.	Realwin Investment Inc.	Taiwan	Venture capital company	173,696	173,696	17,369,635	100.00	187,594	11,346	11,673	(Note 11)
Vivotek Inc.	Vivotek Holdings, Inc.	U.S.A.	Holding company	31,555	31,555	1,050	100.00	335,197	8,823	24,813	(Note 11)
Vivotek Inc.	Vivotek Netherlands B.V.	Netherlands	Sales service	11,418	11,418	3,000	100.00	17,244	1,457	1,457	(Note 11)
Vivotek Inc.	Vivotek (Japan) Inc.	Japan	Sales service	17,939	17,939	6,600	100.00	21,074	396	396	(Note 11)
Vivotek Holdings, Inc.	Vivotek USA, Inc.	U.S.A.	Sales of webcams and related components	28,480	28,480	10,000,000	100.00	396,894	8,801	8,801	(Note 10)
Realwin Investment Inc.	Lidlight Inc.	Taiwan	Sales of lighting equipment	10,200	10,200	1,020,000	51.00	2,897	(1,859)	(948)	(Note 12)
Realwin Investment Inc.	Aetek Inc.	Taiwan	Sales of webcams and related components	34,045	34,045	3,372,500	56.21	68,149	16,268	9,144	(Note 12)
Realwin Investment Inc.	Wellstates Investment, LLC	U.S.A.	Investment and leasing of commercial real estate related business	34,859	34,859	-	100.00	63,849	2,518	2,518	(Note 12)
Realwin Investment Inc.	Skywatck INC.	Taiwan	Wholesale of electronic equipment	755	755	50,070	0.88	-	-	-	(Note 14)

Note 1: The Company's second-tier subsidiary or subsidiary's investee accounted for under equity method, which was recognised as investment gains/losses through Delta International Holding Limited B.V.

Note 2: The Company's third-tier subsidiary, which was recognised as investment gains/losses through Delta Electronics (H.K.) Ltd.

Note 3: The Company's second-tier subsidiary, which was recognised as investment gains/losses through Delta Networks Holding Limited.

Note 4: The Company's third-tier subsidiary, which was recognised as investment gains/losses through Delta Networks, Inc.

Note 5: The Company's second-tier subsidiary, which was recognised as investment gains/losses through Cyntec Co., Ltd.

Note 6: The investment income /loss is net of the elimination of intercompany transactions.

Note 7: The Company's second-tier subsidiary, which was recognised as investment gains/losses through Delta Electronics Int'l (Singapore) Pte. Ltd.

Note 8: The Company's second-tier subsidiary, which was recognised as investment gains/losses through Delta Electronics (Netherlands) B.V.

Note 9: The Company indirectly acquired 89.74% equity shares of Delta America Ltd. through Delta International Holding Limited B.V. considering the 10.26% equity shares held by the Company, the total ownership was 100%.

Note 10: The Company's third-tier subsidiary, which was recognised as investment gains/losses through Vivotek Holdings, Inc.

Note 11: The Company's second-tier subsidiary, which was recognised as investment gains/losses through Vivotek Inc.

Note 12: The Company's third-tier subsidiary, which was recognised as investment gains/losses through Realwin Investment Inc.

Note 13: The Company indirectly acquired 15.39% and 42.85% equity shares of Delta Electronics (Thailand) Public Company Limited through Delta International Holding Limited B.V. and Delta Electronics Int'l (Singapore) Pte. Ltd., respectively. Considering the 5.54% equity shares held by the Company, the total ownership was 63.78%. Delta Electronics (Thailand) Public Company Limited changed the par value of its shares in April 2023. The par value of each share was THB 1 before the change and is THB 0.1 after the change, and thus the number of shares increased tenfold.

Note 14: The Company's associate was recognised as investment gains/losses due to significant influence by the Company's second-tier subsidiary Realwin Investment Inc., which owns one board member in the Company.

Note 15: The Company's second-tier subsidiary, which was recognised as investment gains/losses through Delta America Ltd.

Note 16: The Company's third-tier subsidiary, which was recognised as investment gains/losses through Delta Electronics (Thailand) Public Company Limited.

Note 17: The Company's third-tier subsidiary, which was recognised as investment gains/losses through Digital Projection International Limited

Note 18: Established or invested during 2023.

Note 19: This company had been liquidated in January 2023.

Note 20: As the Group reorganised in March 2023, Delta Electronics (Netherlands) B.V. sold 89.74% and 100% of shares in its subsidiaries, Delta America Ltd. and Trihedral Engineering Limited, to Delta International Holding Limited B.V., respectively.

Note 21: The Group had disposed the investee in March 2023.

Note 22: The Company indirectly acquired 7.25% equity shares of Ancora Semiconductors Inc. through Delta Electronics Capital Company considering the 67.03% equity shares held by the Company, the total ownership was 74.28%.

Note 23: The Company's second-tier subsidiary, which was recognised as investment gains/losses through Atrust Computer Corporation.

Note 24: As the Group reorganised in May 2023, Delta Electronics (Netherlands) B.V. sold 100% of shares in its subsidiary, Amerlux, LLC to Delta International Holding Limited B.V..

Note 25: As the Group reorganised in June 2023, Delta Electronics (Netherlands) B.V. sold 100% of shares in its subsidiary, Delta Greentech SGP Pte. Ltd. to Boom Treasure Limited.

Note 26: The Company indirectly acquired 65.74% equity shares of Power Forest Technology Corporation through Cyntec Co., Ltd. Considering the 21.03% equity shares held by the Company, the total ownership was 87.04%.

Note 27: The initial investment amount, number of shares held and book value as at the end of the current period included the amount of capital increase in process.

Delta Electronics, Inc. and Subsidiaries
Information on investments in Mainland China
Six months ended June 30, 2023

Table 10

Expressed in thousands of New Taiwan dollars, except as otherwise indicated

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Accumulated amount of remittance from Taiwan to Mainland China as at January 1, 2023	Amount remitted from Taiwan to Mainland China/Amount remitted back to Taiwan for the six months ended June 30, 2023		Accumulated amount of remittance from Taiwan to Mainland China as at June 30, 2023	Net income (loss) of investee for the six months ended June 30, 2023	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the six months ended June 30, 2023	Book value of investments in Mainland China as at June 30, 2023	Accumulated amount of investment income remitted back to Taiwan as at June 30, 2023	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
Delta Electronics (Dongguan) Co., Ltd.	Manufacturing and sales of transformer and thermal products	\$ 4,356,797	Invested by DHK	\$ 5,193,384	\$ -	\$ -	\$ 5,193,384	\$ 362,580	100.00	\$ 376,112	\$ 7,082,129	\$ 300,813	(Notes 3 and 13)
Delta Electronics (Shanghai) Co., Ltd.	Product design, management consulting service and distribution of electronic products	3,397,567	Invested by DHK	487,137	-	-	487,137	693,281	100.00	693,135	7,559,701	-	(Notes 6 and 13)
Delta Electronics (Wuhu) Co., Ltd.	Manufacturing and sales of LED light source, power supplies and others	4,172,760	Invested by DHK	532,844	-	-	532,844	24,752	100.00	24,893	4,347,292	-	(Notes 7 and 13)
Delta Electronics (Chenzhou) Co., Ltd.	Manufacturing and sales of transformers	1,961,820	Invested by DHK	133,120	-	-	133,120	56,288	100.00	(103,665)	2,112,689	-	(Notes 8 and 13)
Delta Electronics (Jiangsu) Ltd.	Manufacturing and sales of power supplies and transformers	5,817,263	Invested by DHK	12,699,822	-	-	12,699,822	890,346	100.00	866,620	12,245,552	-	(Note 13)
Delta Green (Tianjin) Industries Co., Ltd.	Manufacturing and sales of transformers	141,064	Invested by DHK	1,030,272	-	-	1,030,272	(751)	100.00	159,033	66,207	-	(Notes 9 and 13)
Delta Electronics (Pingtan) Co., Ltd.	Wholesale and retail of electronic products and energy-saving equipment	128,506	Invested by DHK	161,763	-	-	161,763	20,500	100.00	20,500	225,697	-	(Note 13)
Delta Electronics (Beijing) Co., Ltd.	Installation of mechanic, electronic, telecommunication and circuit equipment	214,177	Invested by DHK	14,242	-	-	14,242	2,804	100.00	2,804	172,698	-	(Notes 10 and 13)
Delta Electronics (Xi'an) Co., Ltd.	Sales of computer, peripheral equipment and software	235,594	Invested by DHK	263,397	-	-	263,397	710	100.00	710	192,860	-	(Note 13)
Cyntec Electronics (Suzhou) Co., Ltd	Technical service, technical development, technical consultation, technical exchange, technical transfer, technical promotion; electronic components manufacturing, electronic components wholesale, electronic components retail, mold manufacturing, mold sales, forgings and powder metallurgy products sales	7,255,620	Invested by DHK	-	8,777,436	-	8,777,436	430,478	100.00	430,477	6,887,523	-	(Notes 13 and 19)
Delta Networks (Dongguan) Ltd.	Manufacturing and sales of other radio-broadcast receivers and the equipment in relation to broadband access networking system	1,416,870	Invested by DHK	1,392,156	-	-	1,392,156	(89,439)	100.00	(89,718)	1,795,803	685,080	(Notes 5 and 13)

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Accumulated amount of remittance from Taiwan to Mainland China as at January 1, 2023	Amount remitted from Taiwan to Mainland China/Amount remitted back to Taiwan for the six months ended June 30, 2023		Accumulated amount of remittance from Taiwan to Mainland China as at June 30, 2023	Net income (loss) of investee for the six months ended June 30, 2023	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the six months ended June 30, 2023	Book value of investments in Mainland China as at June 30, 2023	Accumulated amount of investment income remitted back to Taiwan as at June 30, 2023	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
Delta Networks (Xiamen) Ltd.	Operation of radio transmission apparatus, and automatic data processing, reception, conversion and transmission or regeneration of voice, images or other data of the machine, including switches and routers, with a special program to control a computer or word processor with memory business	\$ 63,175	Invested by DNHK	\$ 21,798	\$ -	\$ -	\$ 21,798	\$ 8,302	30.00	\$ 2,490	\$ 46,308	\$ -	(Note 14)
DelBio (Wujiang) Co., Ltd.	Manufacturing, wholesale and retail of medical equipment	124,560	Invested by DelBio	124,560	-	-	124,560	(3,893)	100.00	(3,893)	163,128	24,429	(Note 15)
Chenzhou Delta Technology Co., Ltd.	Manufacturing and sales of transformers	109,230	Invested by DCZ	-	-	-	-	43,217	100.00	42,316	355,621	-	(Note 11)
Delta Energy Technology Puhuan (Shanghai) Co., Ltd.	Sales of solar power products, solar power equipment, photovoltaic equipment and components, mechanical and electrical equipment, power electronic components and special equipment for semiconductor parts, rental of photovoltaic power equipment, engineering and technical research, testing, and development, energy saving management services and solar power technology services	43,264	Invested by DPEC and DGC	-	-	-	-	(615)	96.32	(615)	30,710	-	(Note 11)
Guangzhou Amerlux Lighting Solutions Company Limited	Wholesale of lighting fixture and decorative objects	14,792	Invested by Amerlux Lighting Hong Kong Limited	187,540	-	-	187,540	23,196	100.00	23,196	42,118	-	(Notes 16 and 18)
Delta Greentech (China) Co., Ltd.	Sales of uninterruptible power systems	2,433,045	Invested by Drake-HK, Boom and DGSG	9,523,006	-	-	9,523,006	168,168	95.91	161,292	6,815,224	-	(Notes 4 and 12)
Cyntec Electronics (WuHu) Co., Ltd.	Technology services, development, consultation, exchange, transfer and promotion; manufacturing, wholesale and retail of electronic components; manufacturing and sales of molds; manufacturing and sales of forgings and powder metallurgy products and import and export of goods or technique	1,525,860	Invested by DHK	934,200	-	-	934,200	93,055	100.00	93,056	1,233,224	-	(Notes 13 and 20)
Fujian Kaixin Construction Engineering Co., Ltd.	Constructions of buildings and structures, steel structures, building decoration, earth work, municipal public works and landscape as well as design and construction of hydraulic and hydroelectric engineering and structural reinforcement and reconditioning	107,088	Invested by DPT	-	-	-	-	1,093	40.00	437	12,594	-	(Note 11)

Table 10-2

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Accumulated amount of remittance from Taiwan to Mainland China as at January 1, 2023	Amount remitted from Taiwan to Mainland China/Amount remitted back to Taiwan for the six months ended June 30, 2023		Accumulated amount of remittance from Taiwan to Mainland China as at June 30, 2023	Net income (loss) of investee for the six months ended June 30, 2023	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the six months ended June 30, 2023	Book value of investments in Mainland China as at June 30, 2023	Accumulated amount of investment income remitted back to Taiwan as at June 30, 2023	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
Delta Electronics (Chongqing) Ltd.	Manufacturing electronic parts of new energy vehicles and parts for power of electronic equipment	\$ 1,089,900	Invested by DHK	\$ -	\$ -	\$ -	\$ -	(\$ 34,345)	100.00	(\$ 34,345)	\$ 826,821	\$ -	(Note 13)
Universal Instruments Mfg.(Shenzhen) Co. Ltd.	Precision automation solutions	124,090	Invested by UI European Holdco. Cooperatief U.A.	-	-	-	-	33,726	100.00	33,726	116,695	-	(Note 21)

Note 1: The capital was translated based on the capital certified report of the investee companies into New Taiwan Dollars at the average exchange rate of RMB 7.26970 to US\$1 and NTD 4.28353 to RMB\$1.

Note 2: The accumulated remittance as at January 1, 2023, remitted or collected this period, accumulated remittance as at June 30, 2023 and investment income remitted back as at March 31, 2023 was translated into New Taiwan Dollars at the average exchange rate of NTD 31.14 to US\$1 at the balance sheet date.

Note 3: Except for the facility of US\$166,775 thousand permitted by Investment Commission, the capitalisation of earnings of US\$27,081 thousand permitted by Investment Commission is excluded from the Company's amount of investment in Mainland China.

Note 4: Except for the facility of US\$305,813 thousand permitted by Investment Commission, the capitalisation of earnings of US\$980 thousand permitted by Investment Commission is excluded from the Company's amount of investment in Mainland China. Also, the investment structure was approved by Investment Commission to be adjusted on March 24, 2023 but has not yet been completed as of June 30, 2023.

Note 5: Except for the facility of US\$44,706 thousand permitted by Investment Commission, the capitalisation of earnings of US\$21,812 thousand permitted by Investment Commission is excluded from the Company's amount of investment in Mainland China.

Note 6: Except for the facility of US\$15,643 thousand permitted by Investment Commission, the capitalisation of earnings of US\$110,401 thousand permitted by Investment Commission is excluded from the Company's amount of investment in Mainland China.

Note 7: Except for the facility of US\$17,111 thousand permitted by Investment Commission, the capitalisation of earnings of US\$120,320 thousand permitted by Investment Commission is excluded from the Company's amount of investment in Mainland China.

Note 8: Except for the facility of US\$4,275 thousand permitted by Investment Commission, the capitalisation of earnings of US\$59,220 thousand permitted by Investment Commission is excluded from the Company's amount of investment in Mainland China.

Note 9: Except for the facility of US\$33,085 thousand permitted by Investment Commission, the capitalisation of earnings of US\$265 thousand permitted by Investment Commission is excluded from the Company's amount of investment in Mainland China.

Note 10: Except for the facility of US\$457 thousand permitted by Investment Commission, the capitalisation of earnings of US\$7,268 thousand permitted by Investment Commission is excluded from the Company's amount of investment in Mainland China.

Note 11: According to the regulations of the Investment Commission, the reinvestment of the investee companies in Mainland China is not required to obtain the approval of the Investment Commission; thus the investment amounts are excluded from the calculation of investment the Company's ceiling of amount in Mainland China.

Note 12: Jointly invested through Drake Investment (HK) Limited, DELTA GREENTECH SGP Pte. Ltd. and Boom Treasure Limited.

Note 13: Invest through Delta Electronics (H.K.) Ltd.

Note 14: Invest through Delta Networks (HK) Limited.

Note 15: Invest through DelBio Inc.

Note 16: Invest through Amerlux Lighting Hong Kong Limited.

Note 17: Except for Delta Green (Tianjin) Industries Co., Ltd., Delta Electronics (Pingtan) Co., Ltd., DelBio (Wujiang) Co., Ltd., Delta Electronics (Chongqing) Ltd., Delta Energy Technology Puhuan (shanghai) Co., Ltd., Delta Electronics (Beijing) Co., Ltd., Delta Electronics (Xi'an) Co., Ltd., Guangzhou Amerlux Lighting Solutions Company Limited, Universal Instruments Mfg. (Shenzhen) Co., Ltd., Delta Networks (Xiamen) Ltd. and Fujian Kaixin Construction Engineering Co., Ltd. whose investment income (loss) was recognised based on financial statement prepared by each company, others were recognised based on audited financial statements by the Company's CPA.

Note 18: The investment structure was approved by Investment Commission to be adjusted on March 24, 2023 but has not yet been completed as of June 30, 2023.

Note 19: On December 27, 2022, the company was approved by the Investment Commission to purchase 100% equity of Cynotec Electronics (Suzhou) Co., Ltd held by CYNTEC HOLDING (HK) LIMITED through Delta Electronics (H.K.) Ltd., a subsidiary of the company. The transfer was completed on February 28, 2023, and therefore included in the investment amount remitted by the Company in the current period.

Note 20: Except for the facility of US\$30,000 thousand permitted by Investment Commission, the capitalisation of earnings of US\$19,000 thousand permitted by Investment Commission is excluded from the Company's amount of investment in Mainland China.

Note 21: Invest through UI European Holdco. Cooperatief U.A.

Company name	Accumulated amount remitted from Taiwan to Mainland China as at June 30, 2023	Investment amount approved by the Investment Commission of Ministry of Economic Affairs (MOEA)	Ceiling of investments in Mainland China imposed by the Investment Commission of MOEA
Delta Electronics, Inc. (Notes 2 and 3)	\$ 39,908,269	\$ 40,278,291	\$ -
Cyntec Co., Ltd. (Note 5)	-	5,892,073	19,105,918
DelBio Inc. (Notes 4 and 6)	100,131	100,131	97,723

Note 1: The accumulated amount remitted out of Taiwan to Mainland China and investment amount approved by the investment commission was translated into New Taiwan Dollars at the average exchange rate of NTD31.14 to US\$1 at the balance sheet date.

Note 2: The investment income of US\$22,000 thousand, US\$18,000 thousand, US\$10,509 thousand and US\$14,351 thousand were remitted back on March 11, 2011, June 27, 2012, August 14, 2012, June 24, 2009 and December 29, 2005, respectively, from the investee companies in Mainland China and was permitted by Investment Commission on August 3, 2012, August 28, 2012, July 17, 2009 and January 6, 2006, respectively, which are deductible from the Company's accumulated amount remitted out of Taiwan to Mainland China.

Note 3: According to "Regulation Governing the Approval of Investment or Technical Cooperation in Mainland China", the Company obtained the approval of operation headquarters from Industrial Development Bureau of Ministry of Economic Affairs. There is no ceiling of investment amount.

Note 4: The ceiling is calculated based on DelBio Inc.'s 60% of net assets as at June 30, 2023.

Note 5: Cyntec Co., Ltd. remitted back the investment income of US\$9,250 thousand on June 22, 2021 from the investee company in Mainland China, Cyntec Electronics (Suzhou) Co., Ltd., and was permitted by Investment Commission on August 4, 2021, which are deductible from Cyntec Co., Ltd.'s accumulated amount remitted out of Taiwan to Mainland China. Furthermore, on December 27, 2022, the company was approved by the Investment Commission to purchase 100% equity of Cyntec Electronics (Suzhou) Co., Ltd held by CYNTEC HOLDING (HK) LIMITED through Delta Electronics (H.K.) Ltd., a subsidiary of the Company. The transfer process was completed on February 28, 2023. As of June 30, 2023, the company has not yet obtained the confirmation letter from the Investment Commission, therefore the approved investment amount has not yet been revoked.

Note 6: DelBio Inc. remitted back the investment income of US\$785 thousand on August 23, 2022 from the investee company in Mainland China, DelBio (Wujiang) Co., Ltd., and was permitted by Investment Commission on September 29, 2022, which are deductible from DelBio Inc.'s accumulated amount remitted out of Taiwan to Mainland China.

Delta Electronics, Inc. and Subsidiaries
Major shareholders information
June 30, 2023

Table 11

Name of major shareholders	Shares	No. of shares held	Ownership (%)
DEICO INTERNATIONAL LTD.		267,556,280	10.30%
DELTRON HOLDING LTD.		218,211,168	8.40%