

**DELTA ELECTRONICS, INC. AND
SUBSIDIARIES
CONSOLIDATED FINANCIAL STATEMENTS AND
INDEPENDENT AUDITORS' REVIEW REPORT
SEPTEMBER 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 September 30, 2023 and 2022, and the related consolidated statements of comprehensive income for the three months and nine months then ended, as well as the related consolidated statements of changes in equity and of cash flows for the nine 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\$34,095,980 thousand and NT\$28,838,209 thousand, constituting 7.39% and 6.73% of the consolidated total assets, and total liabilities of NT\$8,945,372 thousand and NT\$9,092,673 thousand, constituting 4.06% and 4.35% of the consolidated total liabilities as at September 30, 2023 and 2022, respectively, and total comprehensive income (loss) of NT\$465,926 thousand and (NT\$148,217) thousand, constituting 2.65% and (0.67%) of the consolidated total comprehensive income for the three months then ended, respectively, and total comprehensive income (loss) of NT\$1,097,745 thousand and (NT\$163,446) thousand, constituting 3.05% and (0.34%) of the consolidated total comprehensive income for the nine 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 September 30, 2023 and 2022, and of its consolidated financial performance for the three months and nine months then ended, and its consolidated cash flows for the nine 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\$67,153,139 thousand and NT\$75,784,982 thousand, constituting 14.56% and 17.69% of the consolidated total assets as at September 30, 2023 and 2022, respectively, and total operating revenues amounting to NT\$20,833,762 thousand and NT\$22,311,171 thousand, constituting 19.33% and 21.00% of the consolidated total operating revenues for the three months then ended, respectively, and total operating revenues amounting to NT\$54,887,287 thousand and NT\$61,527,852 thousand, constituting 18.22% and 22.07% of the consolidated total operating revenues for the nine months then ended, respectively.

The consolidated financial statements of Delta Electronics, Inc. and subsidiaries as at and for the nine months ended September 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 \$32.27 to US\$1.00 at September 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

October 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
SEPTEMBER 30, 2023, DECEMBER 31, 2022 AND SEPTEMBER 30, 2022
(EXPRESSED IN THOUSANDS OF DOLLARS)

Assets	Notes	US Dollars		New Taiwan Dollars	
		September 30, 2023	September 30, 2023	December 31, 2022	September 30, 2022
Current assets					
Cash and cash equivalents	6(1)	\$ 2,169,399	\$ 70,006,505	\$ 61,546,836	\$ 64,941,352
Financial assets at fair value through profit or loss - current	6(2)	65,087	2,100,345	1,759,612	1,392,627
Financial assets at amortised cost - current	8	7,791	251,421	265,382	257,856
Financial assets for hedging - current	6(4)	14,131	456,016	-	-
Contract assets - current	6(19)	157,305	5,076,226	4,135,672	3,939,280
Notes receivable, net	6(5)	85,137	2,747,355	3,123,642	3,589,788
Accounts receivable, net	6(5)	2,619,533	84,532,341	84,074,069	84,934,013
Accounts receivable - related parties	7	257	8,293	29,551	53,784
Other receivables	6(31) and 7	289,696	9,348,494	2,449,171	2,234,537
Current income tax assets		27,098	874,456	379,086	462,391
Inventories	6(6)	2,507,905	80,930,090	79,844,364	78,751,233
Prepayments		76,493	2,468,440	2,690,148	2,669,269
Non-current assets held for sale	6(7)	-	-	-	234,578
Other current assets		2,814	90,805	152,933	107,109
Total current assets		8,022,646	258,890,787	240,450,466	243,567,817
Non-current assets					
Financial assets at fair value through profit or loss - non-current	6(2)	72,184	2,329,375	2,771,627	2,665,895
Financial assets at fair value through other comprehensive income - non-current	6(3)	77,744	2,508,814	1,740,553	1,547,199
Contract assets - non-current	6(19)	15,391	496,677	503,403	460,296
Investments accounted for under the equity method		2,931	94,584	92,430	87,928
Property, plant and equipment	6(7) and 8	2,977,327	96,078,331	86,266,587	84,548,986
Right-of-use assets	6(8)	140,357	4,529,329	5,086,323	4,474,833
Investment property, net		436	14,070	18,128	14,070
Intangible assets	6(9)	2,444,819	78,894,313	77,169,854	80,693,294
Deferred income tax assets		280,650	9,056,561	8,175,453	7,849,918
Other non-current assets	6(5)(10) and 8	254,566	8,214,848	3,598,982	2,392,717
Total non-current assets		6,266,405	202,216,902	185,423,340	184,735,136
Total assets		\$ 14,289,051	\$ 461,107,689	\$ 425,873,806	\$ 428,302,953

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

Liabilities and Equity	Notes	US Dollars		New Taiwan Dollars	
		September 30, 2023	September 30, 2023	December 31, 2022	September 30, 2022
Current liabilities					
Short-term borrowings	6(11)	\$ 50,205	\$ 1,620,129	\$ 2,076,762	\$ 2,040,552
Financial liabilities at fair value	6(2)				
through profit or loss - current		14,518	468,486	74,232	544,395
Contract liabilities - current	6(19)	242,769	7,834,140	7,536,826	6,740,837
Notes payable		114	3,693	1,406	1,613
Accounts payable		1,920,178	61,964,147	62,685,739	66,869,725
Accounts payable - related parties	7	769	24,809	28,525	40,029
Other payables	6(12)				
	and 7	1,296,152	41,826,821	40,718,682	36,943,215
Current income tax liabilities		167,639	5,409,713	5,547,274	4,635,045
Long-term liabilities, current portion	6(14)	92,728	2,992,332	42,424	130,070
Other current liabilities		191,986	6,195,378	6,301,558	4,858,812
Total current liabilities		3,977,058	128,339,648	125,013,428	122,804,293
Non-current liabilities					
Bonds payable	6(13)	901,766	29,100,000	11,600,000	6,600,000
Long-term borrowings	6(14)	813,028	26,236,411	32,737,342	49,407,140
Deferred income tax liabilities		732,935	23,651,821	19,342,795	19,475,168
Lease liabilities - non-current		69,520	2,243,394	2,302,735	2,240,444
Other non-current liabilities		339,054	10,941,288	9,510,321	8,541,042
Total non-current liabilities		2,856,303	92,172,914	75,493,193	86,263,794
Total liabilities		6,833,361	220,512,562	200,506,621	209,068,087
Equity					
Share capital	6(16)				
Common stock		804,941	25,975,433	25,975,433	25,975,433
Capital surplus	6(17)				
Capital surplus		1,694,716	54,688,468	49,321,767	49,111,839
Retained earnings	6(18)				
Legal reserve		1,105,504	35,674,625	32,386,305	32,386,305
Special reserve		91,995	2,968,678	16,166,722	16,166,722
Unappropriated retained earnings		2,314,677	74,694,632	65,907,358	58,039,010
Other equity interest					
Other equity interest		107,883	3,481,388	(2,968,678)	301,714
Equity attributable to owners of the parent		6,119,716	197,483,224	186,788,907	181,981,023
Non-controlling interest	4(3)	1,335,974	43,111,903	38,578,278	37,253,843
Total equity		7,455,690	240,595,127	225,367,185	219,234,866
Significant contingent liabilities and unrecorded contract commitments	9				
Significant events after the balance sheet date	11				
Total liabilities and equity		\$ 14,289,051	\$ 461,107,689	\$ 425,873,806	\$ 428,302,953

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

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

Items	Notes	US Dollars		New Taiwan Dollars		
		Nine months ended September 30, 2023	Three months ended September 30,		Nine months ended September 30,	
			2023	2022	2023	2022
Operating revenue	6(19) and 7	\$ 9,333,935	\$ 107,795,435	\$ 106,248,153	\$ 301,206,071	\$ 278,783,021
Operating costs	6(6)(24)(25) and 7	(6,643,877)	(75,925,708)	(74,070,823)	(214,397,903)	(197,622,962)
Gross profit		<u>2,690,058</u>	<u>31,869,727</u>	<u>32,177,330</u>	<u>86,808,168</u>	<u>81,160,059</u>
Operating expenses	6(24)(25)					
Selling expenses		(552,311)	(6,009,701)	(6,121,842)	(17,823,077)	(16,488,127)
General and administrative expenses		(378,027)	(4,378,926)	(4,030,312)	(12,198,916)	(10,805,452)
Research and development expenses		(809,497)	(9,619,854)	(8,487,504)	(26,122,470)	(23,045,308)
Expected credit impairment gain (loss)	12(2)	(2,399)	35,834	9	(77,421)	(159,600)
Total operating expenses		<u>(1,742,234)</u>	<u>(19,972,647)</u>	<u>(18,639,649)</u>	<u>(56,221,884)</u>	<u>(50,498,487)</u>
Operating profit		<u>947,824</u>	<u>11,897,080</u>	<u>13,537,681</u>	<u>30,586,284</u>	<u>30,661,572</u>
Non-operating income and expenses						
Interest income	6(20)	42,068	543,116	164,632	1,357,531	351,681
Other income	6(21)	93,256	1,118,921	885,855	3,009,366	2,544,508
Other gains and losses	6(22)	48,053	548,622	744,197	1,550,673	1,313,027
Finance costs	6(23)	(25,684)	(337,223)	(174,815)	(828,811)	(353,372)
Share of profit of associates and joint ventures accounted for under the equity method		<u>101</u>	<u>414</u>	<u>13,789</u>	<u>3,262</u>	<u>24,365</u>
Total non-operating income and expenses		<u>157,794</u>	<u>1,873,850</u>	<u>1,633,658</u>	<u>5,092,021</u>	<u>3,880,209</u>
Profit before income tax		<u>1,105,618</u>	<u>13,770,930</u>	<u>15,171,339</u>	<u>35,678,305</u>	<u>34,541,781</u>
Income tax expense	6(26)	(221,700)	(2,741,182)	(2,949,569)	(7,154,287)	(6,647,699)
Profit for the period		<u>\$ 883,918</u>	<u>\$ 11,029,748</u>	<u>\$ 12,221,770</u>	<u>\$ 28,524,018</u>	<u>\$ 27,894,082</u>

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

Items	Notes	US Dollars		New Taiwan Dollars		
		September 30, 2023	Three months ended September 30, 2023	September 30, 2022	Three months ended September 30, 2023	September 30, 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		\$ 858	(\$ 1,464)	\$ 61,786	\$ 27,704	\$ 270,774
Unrealised gain (loss) on valuation of equity investment at fair value through other comprehensive income	6(3)	8,706	(252,179)	(103,203)	280,952	20,101
Loss on hedging instrument that will not be reclassified to profit or loss	6(4)	(5,276)	(170,271)	-	(170,271)	-
Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	6(26)	(2,669)	-	-	(86,143)	(1,382)
Other comprehensive income (loss) that will not be reclassified to profit or loss		1,619	(423,914)	(41,417)	52,242	289,493
Components of other comprehensive income (loss) that will be reclassified to profit or loss						
Financial statements translation differences of foreign operations		241,980	7,336,842	10,481,388	7,808,682	21,121,862
Share of other comprehensive loss of associates and joint ventures accounted for under the equity method that will be reclassified to profit or loss		(72)	(318)	(1,866)	(2,307)	(2,633)
Income tax relating to the components of other comprehensive income that will be reclassified to profit or loss	6(26)	(10,435)	(393,127)	(519,654)	(336,728)	(1,069,167)
Other comprehensive income that will be reclassified to profit or loss		231,473	6,943,397	9,959,868	7,469,647	20,050,062
Other comprehensive income for the period		\$ 233,092	\$ 6,519,483	\$ 9,918,451	\$ 7,521,889	\$ 20,339,555
Total comprehensive income for the period		\$ 1,117,010	\$ 17,549,231	\$ 22,140,221	\$ 36,045,907	\$ 48,233,637
Profit attributable to:						
Owners of the parent		\$ 756,725	\$ 9,362,504	\$ 11,068,908	\$ 24,419,495	\$ 24,755,470
Non-controlling interest		\$ 127,193	\$ 1,667,244	\$ 1,152,862	\$ 4,104,523	\$ 3,138,612
Comprehensive income attributable to:						
Owners of the parent		\$ 951,179	\$ 14,801,791	\$ 19,239,371	\$ 30,694,543	\$ 41,483,935
Non-controlling interest		\$ 165,831	\$ 2,747,440	\$ 2,900,850	\$ 5,351,364	\$ 6,749,702
Earnings per share (in dollars)	6(27)					
Basic earnings per share		\$ 0.29	\$ 3.60	\$ 4.26	\$ 9.40	\$ 9.53
Diluted earnings per share		\$ 0.29	\$ 3.59	\$ 4.25	\$ 9.37	\$ 9.49

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

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

		Equity attributable to owners of the parent											
		Retained Earnings					Other Equity Interest						
Items	Notes	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>2022 New Taiwan Dollars</u>													
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		-	-	-	-	24,755,470	-	-	-	24,755,470	3,138,612	27,894,082	
Other comprehensive income for the period		-	-	-	-	251,536	16,458,210	18,719	-	16,728,465	3,611,090	20,339,555	
Total comprehensive income for the period		-	-	-	-	25,007,006	16,458,210	18,719	-	41,483,935	6,749,702	48,233,637	
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		-	-	-	-	(14,286,479)	-	-	(14,286,479)	-	(14,286,479)	-	
Changes in ownership interests in subsidiaries		(17,634)	-	-	-	(643)	-	-	(18,277)	-	(18,277)	-	
Difference between consideration and carrying amount of subsidiaries acquired	6(31)	-	15,322	-	-	-	-	-	-	15,322	(125,504)	(110,182)	
Disposal of equity investments at fair value through other comprehensive income		-	-	-	-	8,492	(8,492)	-	-	-	-	-	
Changes in non-controlling interests		-	-	-	-	-	-	-	-	(708,491)	(708,491)	-	
Balance at September 30, 2022		\$ 25,975,433	\$ 49,111,839	\$ 32,386,305	\$ 16,166,722	\$ 58,039,010	\$ 937,923	(\$ 766,126)	\$ 129,917	\$ 181,981,023	\$ 37,253,843	\$ 219,234,866	
<u>2023 New Taiwan Dollars</u>													
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		-	-	-	-	24,419,495	-	-	-	24,419,495	4,104,523	28,524,018	
Other comprehensive income (loss) for the period		-	-	-	-	18,364	6,232,146	194,809	(170,271)	6,275,048	1,246,841	7,521,889	
Total comprehensive income (loss) for the period		-	-	-	-	24,437,859	6,232,146	194,809	(170,271)	30,694,543	5,351,364	36,045,907	
Distribution of 2022 earnings	6(18)												
Legal reserve appropriated		-	-	3,288,320	-	(3,288,320)	-	-	-	-	-	-	
Reversal of special reserve		-	-	-	(13,198,044)	13,198,044	-	-	-	-	-	-	
Cash dividends of ordinary share		-	-	-	-	(25,559,802)	-	-	(25,559,802)	-	(25,559,802)	-	
Changes in ownership interests in subsidiaries		-	83,061	-	-	-	-	-	-	83,061	-	83,061	
Difference between consideration and carrying amount of subsidiaries acquired or disposed	6(31)	-	5,283,640	-	(507)	-	38,742	-	-	5,321,875	451,901	5,773,776	
Adjustment of profit or loss basis of hedging instruments	6(4)	-	-	-	-	-	-	-	154,640	154,640	-	154,640	
Changes in non-controlling interests		-	-	-	-	-	-	-	-	(1,269,640)	(1,269,640)	-	
Balance at September 30, 2023		\$ 25,975,433	\$ 54,688,468	\$ 35,674,625	\$ 2,968,678	\$ 74,694,632	\$ 3,740,672	(\$ 373,570)	\$ 114,286	\$ 197,483,224	\$ 43,111,903	\$ 240,595,127	

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

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

Items	Notes	Equity attributable to owners of the parent							Total	Non-controlling interest	Total equity	
		Share capital - common stock	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Financial statements translation differences of foreign operations	Other Equity Interest				
							Unrealised gain (loss) on financial assets measured at fair value through other comprehensive income	Gain (loss) on hedging instruments				
<u>2023 US Dollars</u>												
Balance at January 1, 2023		\$ 804,941	\$ 1,528,410	\$ 1,003,604	\$ 500,983	\$ 2,042,373	(\$ 78,408)	(\$ 17,613)	\$ 4,025	\$ 5,788,315	\$ 1,195,483	\$ 6,983,798
Profit for the period		-	-	-	-	756,725	-	-	-	756,725	127,193	883,918
Other comprehensive income (loss) for the period		-	-	-	-	568	193,125	6,037	(5,276)	194,454	38,638	233,092
Total comprehensive income (loss) for the period		-	-	-	-	757,293	193,125	6,037	(5,276)	951,179	165,831	1,117,010
Distribution of 2022 earnings	6(18)											
Legal reserve appropriated		-	-	101,900	-	(101,900)	-	-	-	-	-	-
Special reserve appropriated		-	-	-	(408,988)	408,988	-	-	-	-	-	-
Cash dividends of ordinary share		-	-	-	-	(792,061)	-	-	(792,061)	-	(792,061)	-
Changes in ownership interests in subsidiaries		-	2,574	-	-	-	-	-	-	2,574	-	2,574
Difference between consideration and carrying amount of subsidiaries acquired or disposed	6(31)	-	163,732	-	-	(16)	1,201	-	-	164,917	14,004	178,921
Adjustment of profit or loss basis of hedging instruments	6(4)	-	-	-	-	-	-	-	4,792	4,792	-	4,792
Changes in non-controlling interests		-	-	-	-	-	-	-	-	-	(39,344)	(39,344)
Balance at September 30, 2023		\$ 804,941	\$ 1,694,716	\$ 1,105,504	\$ 91,995	\$ 2,314,677	\$ 115,918	(\$ 11,576)	\$ 3,541	\$ 6,119,716	\$ 1,335,974	\$ 7,455,690

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

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

	Notes	US Dollars	New Taiwan Dollars	
		Nine months ended September 30, 2023	Nine months ended September 30, 2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES				
Consolidated profit before tax for the period		\$ 1,105,618	\$ 35,678,305	\$ 34,541,781
Adjustments				
Income and expenses having no effect on cash flows				
Depreciation	6(7)(8)			
	(24)	400,157	12,913,067	11,039,067
Amortization	6(9)(24)	91,691	2,958,869	2,913,501
Expected credit impairment loss	12(2)	2,399	77,421	159,600
Net loss on financial assets or liabilities at fair value through profit or loss	6(2)(22)	9,149	295,226	276,251
Interest expense	6(23)	25,684	828,811	353,372
Interest income	6(20)	(42,068)	(1,357,531)	(351,681)
Dividend income	6(21)	(5,945)	(191,837)	(268,329)
Share-based payments	6(28)	1,076	34,717	61,481
Share of profit of associates accounted for under the equity method		(101)	(3,262)	(24,365)
Loss on disposal of property, plant and equipment	6(22)	5,295	170,876	77,873
Gain on disposal of investments	6(22)	(6,427)	(207,397)	-
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		12,330	397,902	287,256
Contract assets		(28,938)	(933,828)	(347,322)
Notes receivable		11,661	376,287	(169,155)
Accounts receivable		(11,370)	(366,907)	(16,550,779)
Accounts receivable - related parties		659	21,258	(25,953)
Other receivables		2,334	75,317	(402,984)
Other receivables - related parties		19	615	485
Inventories		(27,252)	(879,420)	(11,227,736)
Prepayments		7,313	235,990	215,557
Other current assets		1,928	62,210	(10,065)
Other non-current assets		147	4,751	(995)
Net changes in liabilities relating to operating activities				
Contract liabilities		23,481	757,717	885,089
Notes payable		71	2,287	1,173
Accounts payable		(26,743)	(862,992)	11,797,252
Accounts payable - related parties		(104)	(3,370)	25,006
Other payables		25,734	830,453	621,566
Other current liabilities		(14,436)	(465,861)	427,267
Other non-current liabilities		24,721	797,751	(153,931)
Cash inflow generated from operations		1,588,083	51,247,425	34,150,282
Interest received		41,280	1,332,117	335,360
Dividends received		5,103	164,672	267,982
Interest paid		(19,277)	(622,053)	(257,544)
Income taxes paid		(169,187)	(5,459,673)	(4,323,219)
Net cash flows from operating activities		1,446,002	46,662,488	30,172,861

(Continued)

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

	Notes	US Dollars		New Taiwan Dollars	
		Nine months ended September 30,		Nine months ended September 30,	
		2023	2023	2022	
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>					
Acquisition of financial assets at fair value through other comprehensive income		(\$ 14,183)	(\$ 457,702)	\$ -	
Proceeds from disposal of financial assets at fair value through other comprehensive income		-	-	81,320	
Decrease in financial assets at amortised cost		3,967	128,027	141,915	
Increase in financial assets for hedging		(140,700)	(4,540,389)	-	
Decrease in financial assets for hedging		126,569	4,084,373	-	
Increase in prepayment for long-term investment		(146,060)	(4,713,356)	-	
Net cash flow from acquisition of subsidiaries (net of cash acquired)	6(29)	(16,401)	(529,255)	(2,594,568)	
Proceeds from disposal of subsidiaries (net of cash disposed)	6(30)	2,758	89,006	-	
Acquisition of property, plant and equipment	6(7)	(657,036)	(21,202,544)	(16,116,761)	
Proceeds from government grants - property, plant and equipment	6(7)	278	8,956	2,996	
Proceeds from disposal of property, plant and equipment		4,703	151,771	47,081	
Proceeds from government grants -right-of-use assets		-	-	637,890	
Acquisition of intangible assets	6(9)	(10,823)	(349,267)	(485,960)	
Increase in other non-current assets		(496)	(15,992)	(106,639)	
Net cash flows used in investing activities		(847,424)	(27,346,372)	(18,392,726)	
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>					
Decrease in short-term borrowings		(18,180)	(586,654)	(2,356,810)	
Issuance of bonds payable	6(13)	542,299	17,500,000	6,600,000	
Proceeds from long-term debt		1,664,623	53,717,381	48,811,972	
Repayment of long-term debt		(1,775,047)	(57,280,781)	(43,233,674)	
Lease principal repayment		(15,859)	(511,777)	(1,783,631)	
Increase (decrease) in refundable deposits		2,875	92,781	(435,867)	
Cash dividends paid		(792,061)	(25,559,802)	(14,286,479)	
Cash dividends paid to minority share interests		(58,740)	(1,895,556)	(739,023)	
Acquisition of ownership interests in subsidiaries	6(31)	(50)	(1,619)	(110,182)	
Net cash flows used in financing activities		(450,140)	(14,526,027)	(7,533,694)	
Effects due to changes in exchange rate		113,715	3,669,580	10,839,858	
Increase in cash and cash equivalents		262,153	8,459,669	15,086,299	
Cash and cash equivalents at beginning of period		1,907,246	61,546,836	49,855,053	
Cash and cash equivalents at end of period		\$ 2,169,399	\$ 70,006,505	\$ 64,941,352	

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

DELTA ELECTRONICS, INC. AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
NINE MONTHS ENDED SEPTEMBER 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 October 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
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 Organization 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.

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

New standards, interpretations and amendments endorsed by the FSC effective from 2024 are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Amendments to IFRS 16, 'Lease liability in a sale and leaseback'	January 1, 2024
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

The above standards and interpretations have no significant impact to the Group's financial condition and financial performance based on the Group's assessment.

(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:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
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
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 21, 'Lack of exchangeability'	January 1, 2025

The above standards and interpretations have no significant impact to the Group's financial condition and financial performance based on the Group's assessment.

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
				September 30, 2023	December 31, 2022	September 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

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				September 30, 2023	December 31, 2022	September 30, 2022	
6	Delta Electronics, Inc.	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 21
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 2
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 17
16	Drake/DEN	Boom Treasure Limited (Boom)	Equity investments	100	100	100	Note 11
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	

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				September 30, 2023	December 31, 2022	September 30, 2022	
19	DHK	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	"	Delta Electronics (Chenzhou) Co., Ltd. (DCZ)	Manufacturing and sales of transformers	100	100	100	
22	"	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 2

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				September 30, 2023	December 31, 2022	September 30, 2022	
27	DEJ	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 2
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	
30	DNI Cayman	Delta Networks (HK) Limited (DNHK)	//	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 18
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 12

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				September 30, 2023	December 31, 2022	September 30, 2022	
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 19
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
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
43	Delta Energy Systems (Singapore) PTE. LTD.	Delta Electronics (Australia) Pty Ltd	"	100	100	100	
44	DELTA ELECTRONICS (NORWAY) AS, DIH and ELTEK MEA DMCC/DELTA ELECTRONICS (NORWAY) AS	Eltek Egypt for Power Supply S.A.E.	Sales of power supplies and others	100	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 13

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				September 30, 2023	December 31, 2022	September 30, 2022	
48	DELTA ELECTRONICS (NORWAY) AS	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 14
50	DELTA ELECTRONICS (NORWAY) AS	Eltek Italia S.r.l.	Sales of power supplies and others	-	100	100	Note 2 Note 17
51	"	Delta Electronics (Sweden) AB	"	100	100	100	Note 1 Note 2
52	"	DELTA ELECTRONICS (UK) LTD	"	100	100	100	Note 1 Note 2
53	"	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
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	

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				September 30, 2023	December 31, 2022	September 30, 2022	
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
64	DELTA ELECTRONICS (USA) INC. and DELTA ELECTRONICS HOLDING (USA) INC.	Eltekenenergy Services, S.A. de C.V.	"	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
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

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				September 30, 2023	December 31, 2022	September 30, 2022	
68	DPEC and DGC	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
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

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				September 30, 2023	December 31, 2022	September 30, 2022	
76	DECH	Delta Electronics (Italy) S.r.l.	Sales of electronic products	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	56.75	
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 20
88	Realwin	Aetek Inc.	"	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	63.07	63.78	63.78	
92	DET	DET International Holding B.V.	Equity investments	100	100	100	Note 15
93	"	Delta Energy Systems (Singapore) PTE. LTD.	Equity investments, trading, management and consultancy	100	100	100	

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				September 30, 2023	December 31, 2022	September 30, 2022	
94	DET	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	
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	

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				September 30, 2023	December 31, 2022	September 30, 2022	
105	Delta Energy Systems (Singapore) PTE. LTD.	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
115	DIH	Digital Projection International Ltd. (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 21
120	Trihedral	Trihedral Inc.	"	100	100	100	Note 1 Note 2
121	"	Trihedral UK Limited	"	100	100	100	Note 1 Note 2

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				September 30, 2023	December 31, 2022	September 30, 2022	
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
130	March Networks B.V.	March Networks S.r.l.	"	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	79.15	Note 1 Note 2 Note 8
135	DIH	UI Acquisition Holding Co.	Equity investments	100	100	100	Note 1 Note 2 Note 8

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				September 30, 2023	December 31, 2022	September 30, 2022	
136	UI Acquisition Holding Co.	UI Holding Co.	Equity investments	100	100	100	Note 1 Note 2 Note 8
137	UI Holding Co.	Universal Instruments Corporation	Precision automation solutions	100	100	100	Note 1 Note 2 Note 8
138	"	Hover-Davis, Inc.	"	100	100	100	Note 1 Note 2 Note 8
139	UI Acquisition Holding Co., UI Holding Co.	UI European Holdco. Cooperatief U.A.	Equity investments	100	100	100	Note 1 Note 2 Note 8
140	UI European Holdco. Cooperatief U.A.	Universal Instruments (Hong Kong) Limited	Precision automation solutions	100	100	100	Note 1 Note 2 Note 8
141	"	Universal Instruments s.r.o.	"	100	100	100	Note 1 Note 2 Note 8
142	"	Universal Instruments Mfg. (Shenzhen) Co. Ltd.	"	100	100	100	Note 1 Note 2 Note 8
143	UI Holding Co. and UI European Holdco. Cooperatief U.A.	Universal Instrument de Mexico S.A. de C.V	"	100	100	100	Note 1 Note 2 Note 8
144	DELTA ELECTRONICS (NORWAY) AS	Graterudveien 8 AS	Property rights business	100	100	100	Note 1 Note 2 Note 8
145	March Networks S.r.l.	March Networks Poland Sp. Z o.o.	Research and development on business intelligence applications	100	100	100	Note 1 Note 2 Note 8 Note 16
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

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				September 30, 2023	December 31, 2022	September 30, 2022	
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)	Providing 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 September 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 September 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: Eltekenergy 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 (H.K.) 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: In July 2023, Drake Investment (HK) Limited issued new shares to Delta Electronics (Netherlands) B.V. to acquire its 100% equity interest held in Boom Treasure Limited.

Note 12: 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 13: Formerly named ELTEK POWER FRANCE SAS and was renamed as DELTA ELECTRONICS (France) SAS in November 2022.

Note 14: This company had been liquidated in December 2022.

Note 15: Formerly named DET International Holding Limited and was renamed as DET International Holding B.V. in December 2022.

Note 16: Formerly named Samtartess Investments sp. z o.o. and was renamed as March Networks Poland Sp. Z o.o. in October 2022.

Note 17: This company had been liquidated in January 2023.

Note 18: This company had been liquidated in March 2023.

Note 19: Formerly named ELTEK AS and was renamed as DELTA ELECTRONICS (NORWAY) AS in March 2023.

Note 20: The investor disposed the subsidiary in March 2023 and had no control over the subsidiary.

Note 21: 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 September 30, 2023, December 31, 2022, and September 30, 2022, the non-controlling interest amounted to \$43,111,903, \$38,578,278 and \$37,253,843, respectively. The information on non-controlling interest and respective subsidiary is as follows:

Name of subsidiary	Principal place of business	Non-controlling interest			
		September 30, 2023		December 31, 2022	
		Amount	Ownership (%)	Amount	Ownership (%)
Vivotek Inc. (Vivotek)	Taiwan	\$ 3,437,940	43.25%	\$ 3,498,166	43.25%
Delta Electronics (Thailand) Public Company limited (DET)	Thailand	37,175,390	36.93%	33,992,121	36.22%

Name of subsidiary	Principal place of business	Non-controlling interest	
		September 30, 2022	
		Amount	Ownership (%)
Vivotek Inc. (Vivotek)	Taiwan	\$ 3,398,976	43.25%
Delta Electronics (Thailand) Public Company limited (DET)	Thailand	32,735,296	36.22%

Summarised financial information of the subsidiary:

Balance sheets

	DET		
	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Current assets	\$ 68,489,305	\$ 59,033,050	\$ 52,843,304
Non-current assets	74,037,890	67,524,042	67,463,533
Current liabilities	(35,912,022)	(29,209,851)	(26,732,498)
Non-current liabilities	(3,693,923)	(3,250,195)	(2,924,745)
Total net assets	<u>\$ 102,921,250</u>	<u>\$ 94,097,046</u>	<u>\$ 90,649,594</u>

	Vivotek		
	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Current assets	\$ 4,834,508	\$ 5,703,205	\$ 4,699,587
Non-current assets	5,730,623	5,772,970	5,784,829
Current liabilities	(2,483,708)	(3,187,495)	(2,362,149)
Non-current liabilities	(215,369)	(290,286)	(339,743)
Total net assets	<u>\$ 7,866,054</u>	<u>\$ 7,998,394</u>	<u>\$ 7,782,524</u>

Statements of comprehensive income

	DET	
	<u>Three months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Revenue	\$ 36,309,562	\$ 26,119,648
Profit before income tax	4,613,317	3,093,590
Income tax expense	(149,901)	(54,720)
Profit for the period from continuing operations	4,463,416	3,038,870
Other comprehensive income, net of tax	279,848	850,460
Total comprehensive income for the period	<u>\$ 4,743,264</u>	<u>\$ 3,889,330</u>
Comprehensive income attributable to non-controlling interest	<u>\$ 1,709,609</u>	<u>\$ 1,413,400</u>
Dividends paid to non-controlling interest	<u>\$ -</u>	<u>\$ -</u>

	DET	
	Nine months ended September 30,	
	2023	2022
Revenue	\$ 96,923,451	\$ 70,752,919
Profit before income tax	11,558,091	8,408,909
Income tax expense	(505,803)	(128,778)
Profit for the period from continuing operations	11,052,288	8,280,131
Other comprehensive income, net of tax	779,862	873,472
Total comprehensive income for the period	<u>\$ 11,832,150</u>	<u>\$ 9,153,603</u>
Comprehensive income attributable to non-controlling interest	<u>\$ 4,277,214</u>	<u>\$ 3,315,433</u>
Dividends paid to non-controlling interest	<u>\$ 1,638,594</u>	<u>\$ 665,450</u>
	Vivotek	
	Three months ended September 30,	
	2023	2022
Revenue	\$ 2,315,677	\$ 2,567,302
Profit before income tax	155,023	224,630
Income tax expense	(26,179)	(41,054)
Profit for the period from continuing operations	128,844	183,576
Other comprehensive income, net of tax	16,937	28,992
Total comprehensive income for the period	<u>\$ 145,781</u>	<u>\$ 212,568</u>
Comprehensive income attributable to non-controlling interest	<u>\$ 70,568</u>	<u>\$ 95,656</u>
Dividends paid to non-controlling interest	<u>\$ -</u>	<u>\$ -</u>
	Vivotek	
	Nine months ended September 30,	
	2023	2022
Revenue	\$ 7,302,489	\$ 6,551,852
Profit before income tax	393,155	406,241
Income tax expense	(50,616)	(63,018)
Profit for the period from continuing operations	342,539	343,223
Other comprehensive income, net of tax	22,264	55,062
Total comprehensive income for the period	<u>\$ 364,803</u>	<u>\$ 398,285</u>
Comprehensive income attributable to non-controlling interest	<u>\$ 168,376</u>	<u>\$ 185,178</u>
Dividends paid to non-controlling interest	<u>\$ 205,923</u>	<u>\$ 52,962</u>

Statements of cash flows

	DET	
	Nine months ended September 30,	
	2023	2022
Net cash provided by operating activities	\$ 10,564,981	\$ 10,496,717
Net cash used in investing activities	(7,788,781)	(4,333,747)
Net cash used in financing activities	(4,663,578)	(2,724,659)
Effect of exchange rates on cash and cash equivalents	452,498	668,595
(Decrease) increase in cash and cash equivalents	(1,434,880)	4,106,906
Cash and cash equivalents, beginning of period	9,068,141	5,454,401
Cash and cash equivalents, end of period	<u>\$ 7,633,261</u>	<u>\$ 9,561,307</u>

	Vivotek	
	Nine months ended September 30,	
	2023	2022
Net cash provided by operating activities	\$ 1,196,309	\$ 15,053
Net cash provided by (used in) investing activities	21,159	(38,063)
Net cash used in financing activities	(362,061)	(226,245)
Effect of exchange rates on cash and cash equivalents	18,056	48,755
Increase (decrease) in cash and cash equivalents	873,463	(200,500)
Cash and cash equivalents, beginning of period	1,044,823	994,898
Cash and cash equivalents, end of period	<u>\$ 1,918,286</u>	<u>\$ 794,398</u>

(4) Hedge accounting

- A. At the inception of the hedging relationship, there is formal designation and documentation of the hedging relationship and the Group's risk management objective and strategy for undertaking the hedge. That documentation shall include identification of the hedging instrument, the hedged item, the nature of the risk being hedged, and how the Group will assess whether the hedging relationship meets the hedge effectiveness requirements.
- B. The Group has designated its hedging relationship as:
- (a) Cash flow hedge: a hedge of the exposure to variability in cash flows that is attributable to a particular risk associated with a recognised asset or liability or a highly probable forecast transaction.
 - (b) Hedges of net investments in foreign operations.
- C. Cash flow hedges
- (a) The cash flow hedge reserve associated with the hedged item is adjusted to the lower of the following (in absolute amounts):
 - i. The cumulative gain or loss on the hedging instrument from inception of the hedge; and
 - ii. The cumulative change in fair value of the hedged item from inception of the hedge.

- (b) The effective portion of the gain or loss on the hedging instrument is recognised in other comprehensive income. The gain or loss on the hedging instrument relating to the ineffective portion is recognised in profit or loss.
- (c) The amount that has been accumulated in the cash flow hedge reserve in accordance with (a) is accounted for as follows:
 - i. If a hedged forecast transaction subsequently results in the recognition of a non-financial asset or non-financial liability, or a hedged forecast transaction for a non-financial asset or non-financial liability becomes a firm commitment for which fair value hedge accounting is applied, the Group shall remove that amount from the cash flow hedge reserve and include it directly in the initial cost or other carrying amount of the asset or liability.
 - ii. For cash flow hedges other than those covered by i. above, that amount shall be reclassified from the cash flow hedge reserve to profit or loss as a reclassification adjustment in the same period or periods during which the hedged expected future cash flows affect profit or loss.
 - iii. If that amount is a loss and the Group expects that all or a portion of that loss will not be recovered in one or more future periods, it shall immediately reclassify the amount that is not expected to be recovered into profit or loss as a reclassification adjustment.
- (d) When the hedging instrument expires, or is sold, terminated, exercised or when the hedging relationship ceases to meet the qualifying criteria, if the forecast transaction is still expected to occur, the amount that has been accumulated in the cash flow hedge reserve shall remain in the cash flow hedge reserve until the forecast transaction occurs; if the forecast transaction is no longer expected to occur, the amount shall be immediately reclassified from the cash flow hedge reserve to profit or loss as a reclassification adjustment.

D. Hedges of net investments in foreign operations

- (a) The hedges are handled similarly to cash flow hedges.
- (b) The effective portion of the gain or loss on the hedging instrument is recognised in other comprehensive income. The ineffective portion is recognised in profit or loss.
- (c) When dispose or partially dispose of foreign operations, the cumulative gain or loss on the hedging instrument relating to the effective portion of the hedge that has been accumulated in the foreign currency translation reserve shall be reclassified from equity to profit or loss as a reclassification adjustment.

(5) 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 expenses 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.

(6) 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

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Cash on hand	\$ 7,022	\$ 6,746	\$ 5,983
Checking accounts and demand deposits	48,244,326	45,250,071	49,977,940
Time deposits	21,451,037	16,044,200	14,831,954
Cash equivalents	304,120	245,819	125,475
	<u>\$ 70,006,505</u>	<u>\$ 61,546,836</u>	<u>\$ 64,941,352</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

<u>Asset Items</u>	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Current items:			
Financial assets mandatorily measured at fair value through profit or loss			
Listed stocks	\$ 786,956	\$ 618,669	\$ 554,960
Emerging stocks	195,138	71,748	71,748
Derivatives	164,480	605,847	342,974
Hybrid instrument- Convertible bonds	38,521	45,009	48,316
	1,185,095	1,341,273	1,017,998
Valuation adjustment	915,250	418,339	374,629
	<u>\$ 2,100,345</u>	<u>\$ 1,759,612</u>	<u>\$ 1,392,627</u>

<u>Asset Items</u>	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Non-current items:			
Financial assets mandatorily measured at fair value through profit or loss			
Listed stocks	\$ 289,902	\$ 340,756	\$ 352,276
Emerging stocks	68,280	222,000	259,668
Unlisted stocks	1,348,285	1,521,372	1,314,366
Hybrid instrument-			
Convertible preferred stocks	197,148	209,577	197,148
Hybrid instrument-			
Convertible bonds	913,449	913,449	913,517
	2,817,064	3,207,154	3,036,975
Valuation adjustment	(487,689)	(435,527)	(371,080)
	<u>\$ 2,329,375</u>	<u>\$ 2,771,627</u>	<u>\$ 2,665,895</u>
<u>Liability Items</u>			
Current items:			
Financial liabilities held for trading			
Derivatives	<u>\$ 468,486</u>	<u>\$ 74,232</u>	<u>\$ 544,395</u>

A. The Group has recognised the gain (loss) from financial assets and liabilities at fair value of \$41,861, (\$117,403), (\$295,226) and (\$276,251) for the three months and nine months ended September 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:

September 30, 2023			
Financial instruments	Contract amount (nominal principal) (in thousands)		Contract period
Forward exchange contracts:			
- Sell AUD / Buy USD	AUD	14,420	2023.05.05~2024.02.27
- Sell BRL / Buy USD	BRL	39,831	2023.08.14~2023.11.09
- Sell EUR / Buy NOK	EUR	15,200	2023.08.14~2023.12.29
- Sell EUR / Buy USD	EUR	57,250	2023.04.10~2024.03.28
- Sell EUR / Buy CHF	EUR	2,000	2023.09.12~2023.10.30
- Sell GBP / Buy NOK	GBP	1,000	2023.09.18~2023.10.06
- Sell HKD / Buy USD	HKD	54,000	2023.05.25~2024.03.28
- Sell INR / Buy USD	INR	1,035,914	2023.07.05~2023.11.28
- Sell JPY / Buy USD	JPY	3,419,745	2023.04.10~2024.04.25
- Sell THB / Buy EUR	THB	190,130	2023.08.29~2023.11.27
- Sell THB / Buy JPY	THB	53,647	2023.07.25~2023.11.28
- Sell USD / Buy CZK	USD	800	2023.08.31~2023.11.22
- Sell USD / Buy RMB	USD	157,000	2023.08.30~2023.11.08
- Sell USD / Buy SGD	USD	33,716	2023.08.01~2023.11.08
- Sell USD / Buy THB	USD	350,000	2023.06.22~2024.01.26
- Sell USD / Buy TWD	USD	8,900	2023.07.14~2023.11.07
- Sell SGD / Buy USD	SGD	4,200	2023.08.30~2023.11.08
Cross currency swap:			
- Sell EUR / Buy NOK	EUR	16,000	2023.09.05~2023.12.28
- Sell PLN / Buy NOK	PLN	8,000	2023.09.27~2023.12.28
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

December 31, 2022

Financial instruments	Contract amount (nominal principal) (in thousands)		Contract period
- 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

September 30, 2022

Financial instruments	Contract amount (nominal principal) (in thousands)		Contract period
Forward exchange contracts:			
- Sell AUD / Buy USD	AUD	5,600	2022.06.24~2023.01.05
- Sell BRL / Buy USD	BRL	15,994	2022.08.02~2022.10.05
- Sell COP / Buy USD	COP	13,334,060	2022.08.15~2022.11.04
- Sell EUR / Buy NOK	EUR	17,200	2022.05.04~2023.01.06
- Sell EUR / Buy USD	EUR	57,000	2022.05.05~2023.01.05
- Sell GBP / Buy NOK	GBP	3,800	2022.07.05~2022.12.06
- Sell HKD / Buy USD	HKD	26,000	2022.07.22~2023.01.05
- Sell INR / Buy USD	INR	1,078,877	2022.07.29~2022.12.29
- Sell JPY / Buy USD	JPY	470,120	2022.07.19~2023.01.18
- Sell SEK / Buy NOK	SEK	20,000	2022.09.28~2022.12.30
- Sell THB / Buy JPY	THB	76,954	2022.07.26~2022.12.27
- Sell TRY / Buy USD	TRY	104,950	2022.08.26~2022.11.29
- Sell TWD / Buy USD	TWD	1,894,614	2022.04.21~2023.01.18
- Sell USD / Buy SGD	USD	1,927	2022.06.23~2022.10.27
- Sell USD / Buy CHF	USD	1,000	2022.04.22~2022.10.05
- Sell USD / Buy CZK	USD	400	2022.09.14~2022.10.21
- Sell USD / Buy PEN	USD	500	2022.09.07~2022.10.05
- Sell USD / Buy RMB	USD	54,000	2022.09.15~2022.11.10
- Sell USD / Buy SGD	USD	30,536	2022.07.15~2023.03.03

September 30, 2022

Financial instruments	Contract amount (nominal principal) (in thousands)		Contract period
- Sell USD / Buy THB	USD	309,000	2022.06.07~2023.01.12
- Sell USD / Buy TWD	USD	8,000	2022.09.07~2022.11.15
- Sell USD / Buy BRL	USD	18,498	2022.09.07~2022.11.04
- Sell NOK / Buy USD	NOK	19,640	2022.09.12~2022.10.05
Cross currency swap:			
- Sell EUR / Buy NOK	EUR	5,000	2022.09.28~2022.12.30
- Sell PLN / Buy NOK	PLN	14,600	2022.09.29~2022.12.30
- Sell USD / Buy CHF	USD	3,000	2022.09.27~2022.12.23

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	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Non-current items:			
Equity instruments			
Listed stocks	\$ 1,608,699	\$ 1,608,699	\$ 1,608,699
Unlisted stocks	<u>1,211,243</u>	<u>714,532</u>	<u>724,126</u>
	2,819,942	2,323,231	2,332,825
Valuation adjustment	(<u>311,128</u>)	(<u>582,678</u>)	(<u>785,626</u>)
	<u>\$ 2,508,814</u>	<u>\$ 1,740,553</u>	<u>\$ 1,547,199</u>

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 \$2,508,814, \$1,740,553 and \$1,547,199 as at September 30, 2023, December 31, 2022, and September 30, 2022, respectively.

B. As there were no stocks disposed during the first three quarters of 2023, no gain or loss on disposal was recognised. During the first three quarters 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:

	<u>Three months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
<u>Equity instruments at fair value through other comprehensive income</u>		
Fair value change recognised in other comprehensive income	(\$ <u>252,179</u>)	(\$ <u>103,203</u>)
Cumulative gain reclassified to retained earnings due to derecognition	<u>\$ -</u>	<u>\$ -</u>
	<u>Nine months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
<u>Equity instruments at fair value through other comprehensive income</u>		
Fair value change recognised in other comprehensive income	<u>\$ 280,952</u>	<u>\$ 20,101</u>
Cumulative gain reclassified to retained earnings due to derecognition	<u>\$ -</u>	<u>\$ 9,874</u>

D. As at September 30, 2023, December 31, 2022, and September 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 \$2,508,814, \$1,740,553 and \$1,547,199, 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

The Group used Euro denominated demand deposits as a hedging instrument to hedge the highly probable foreign exchange variation of Euro denominated investment payable which is expected to occur in the future, and the instrument adopted the accounting of cash flow hedges. The portion of changes in the hedging instrument caused by exchange rate risk that was determined to be an effective hedge was deferred and recognized as gain or loss on the hedging instrument under other equity items. Subsequently, when the probable purchase transaction of hedged investments occurred, and the proceeds of Euro denominated investment payable were paid by hedging instruments, the gain or loss on the hedging instrument under other equity items was reclassified to the initial cost of long-term equity investments. Related transaction information is as follows:

September 30, 2023		
Hedged items	Designated as hedging instruments	Assets carrying amount
Probable transactions of long-term equity investments (Note)	Euro denominated demand deposits	\$ <u>456,016</u>

Note: As of balance sheet date, the probable acquisition transaction of the subsidiary had not been completed and was shown as non-current other assets-prepayments for long-term investment.

A. Demand deposits designated for hedging (shown as financial assets for hedging):

September 30, 2023	
Cash flow hedge:	
Exchange rate risk	
Demand deposits designated for hedging-current	\$ <u>456,016</u>

B. Other equity - cash flow hedge reserve:

	2023
At January 1	\$ -
Add: Gain on hedge effectiveness-amount recognised in other comprehensive income	170,271
Less: Reclassified to prepayments for long-term investment due to the occurrence of hedged probable transaction	(154,640)
At September 30	\$ <u>15,631</u>

C. For the nine months ended September 30, 2023, the cash flow hedges which were not written-off have no ineffective portion that should be recognised in profit or loss. For the nine months ended September 30, 2022, there were no cash flow hedge transactions.

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

	Nine months ended September 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 September 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

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Notes receivable	\$ 2,747,355	\$ 3,123,642	\$ 3,589,788
Accounts receivable	\$ 85,100,914	\$ 84,577,637	\$ 85,489,881
Less: Allowance for uncollectible accounts	(568,573)	(503,568)	(555,868)
	<u>\$ 84,532,341</u>	<u>\$ 84,074,069</u>	<u>\$ 84,934,013</u>
Overdue receivables (shown as other non-current assets)	\$ 280,392	\$ 293,877	\$ 318,908
Less: Allowance for uncollectible accounts	(280,392)	(293,877)	(318,908)
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Not past due	\$ 76,032,827	\$ 73,676,921	\$ 76,869,307
1 to 90 days	7,881,570	9,781,373	7,431,173
91 to 180 days	572,386	687,649	684,882
181 to 365 days	386,384	213,655	311,922
Over 366 days	227,747	218,039	192,597
	<u>\$ 85,100,914</u>	<u>\$ 84,577,637</u>	<u>\$ 85,489,881</u>

The above aging analysis was based on past due date.

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

C. As at September 30, 2023, December 31, 2022, and September 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 September 30, 2023, December 31, 2022, and September 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 \$2,747,355, \$3,123,642 and \$3,589,788, and accounts receivable were \$84,532,341, \$84,074,069 and \$84,934,013, respectively.

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

(6) Inventories

	September 30, 2023		
	Cost	Allowance for valuation loss	Book value
Raw materials	\$ 40,086,867	(\$ 10,149,053)	\$ 29,937,814
Work in process	7,891,115	(35,256)	7,855,859
Finished goods	50,864,147	(8,426,898)	42,437,249
Inventory in transit	699,168	-	699,168
	<u>\$ 99,541,297</u>	<u>(\$ 18,611,207)</u>	<u>\$ 80,930,090</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>
	September 30, 2022		
	Cost	Allowance for valuation loss	Book value
Raw materials	\$ 38,873,888	(\$ 6,690,735)	\$ 32,183,153
Work in process	8,079,331	(15,556)	8,063,775
Finished goods	42,757,703	(4,982,551)	37,775,152
Inventory in transit	729,153	-	729,153
	<u>\$ 90,440,075</u>	<u>(\$ 11,688,842)</u>	<u>\$ 78,751,233</u>

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

	<u>Three months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Cost of goods sold	\$ 71,364,082	\$ 71,245,663
Loss on market value decline and obsolete and slow-moving inventories	2,219,926	1,362,576
Others	(397,900)	(256,402)
	<u>\$ 73,186,108</u>	<u>\$ 72,351,837</u>
	<u>Nine months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Cost of goods sold	\$ 201,707,164	\$ 190,385,319
Loss on market value decline and obsolete and slow-moving inventories	6,536,374	3,769,592
Others	(815,091)	(688,488)
	<u>\$ 207,428,447</u>	<u>\$ 193,466,423</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 (Note)	247,675	688,784	6,123,151	3,364,841	2,014,729	8,754,408	21,193,588
Acquired through business combinations	-	-	253	432	4,484	-	5,169
Effect on decrease in business entities	-	-	-	-	(547)	-	(547)
Disposals	(3,501)	(101,809)	(79,098)	(102,192)	(36,047)	-	(322,647)
Transfers/Reclassifications	17,150	2,005,300	1,911,851	309,664	830,475	(4,443,089)	631,351
Depreciation charge	-	(1,746,053)	(6,408,113)	(2,116,812)	(2,037,160)	-	(12,308,138)
Net exchange differences	143,453	308,816	61,388	37,481	47,738	14,092	612,968
Closing net book amount	<u>\$ 16,488,683</u>	<u>\$ 31,594,496</u>	<u>\$ 21,832,521</u>	<u>\$ 6,594,682</u>	<u>\$ 5,389,402</u>	<u>\$ 14,178,547</u>	<u>\$ 96,078,331</u>
<u>At September 30, 2023</u>							
Cost	\$ 16,498,020	\$ 58,508,766	\$ 67,706,967	\$ 25,921,722	\$ 26,121,740	\$ 14,178,547	\$ 208,935,762
Accumulated depreciation and impairment	(9,337)	(26,914,270)	(45,874,446)	(19,327,040)	(20,732,338)	-	(112,857,431)
	<u>\$ 16,488,683</u>	<u>\$ 31,594,496</u>	<u>\$ 21,832,521</u>	<u>\$ 6,594,682</u>	<u>\$ 5,389,402</u>	<u>\$ 14,178,547</u>	<u>\$ 96,078,331</u>

Note: The additions were net of government grants.

	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 (Note)	684,087	2,340,156	5,442,855	1,999,033	1,677,618	3,970,016	16,113,765
Acquired through business combinations	14,227	79,127	47,243	-	2,763	-	143,360
Disposals	-	(285)	(80,870)	(15,470)	(28,329)	-	(124,954)
Transfers (Note)	22,466	561,070	1,917,902	294,183	410,478	(3,120,126)	85,973
Depreciation charge	-	(1,605,696)	(5,241,614)	(1,815,017)	(1,884,122)	-	(10,546,449)
Net exchange differences	363,548	851,081	552,105	99,853	133,107	270,312	2,270,006
Closing net book amount	<u>\$ 16,213,216</u>	<u>\$ 30,332,559</u>	<u>\$ 19,512,772</u>	<u>\$ 4,595,025</u>	<u>\$ 4,510,307</u>	<u>\$ 9,385,107</u>	<u>\$ 84,548,986</u>
<u>At September 30, 2022</u>							
Cost	\$ 16,222,721	\$ 56,128,202	\$ 60,112,598	\$ 22,331,745	\$ 23,768,548	\$ 9,385,107	\$ 187,948,921
Accumulated depreciation and impairment	(9,505)	(25,795,643)	(40,599,826)	(17,736,720)	(19,258,241)	-	(103,399,935)
	<u>\$ 16,213,216</u>	<u>\$ 30,332,559</u>	<u>\$ 19,512,772</u>	<u>\$ 4,595,025</u>	<u>\$ 4,510,307</u>	<u>\$ 9,385,107</u>	<u>\$ 84,548,986</u>

Note: 1. The additions were net of government grants.

- 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.
- On July 28, 2022, the Board of Directors resolved to dispose land and buildings of Chungli Plant 2 and transferred the related assets of \$234,578 to assets held for sale at the lower of carrying amount and fair value less costs to sell.

- A. The Group's property, plant and equipment are mainly owner-occupied.
- B. No interest expense was capitalised on 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>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
	<u>Book value</u>	<u>Book value</u>	<u>Book value</u>
Land	\$ 2,189,482	\$ 2,842,408	\$ 2,167,230
Buildings and structures	2,039,330	2,064,549	2,193,923
Transportation equipment	133,505	117,174	85,921
Other equipment	167,012	62,192	27,759
	<u>\$ 4,529,329</u>	<u>\$ 5,086,323</u>	<u>\$ 4,474,833</u>

Three months ended September 30,

	<u>2023</u>	<u>2022</u>
	<u>Depreciation charge</u>	<u>Depreciation charge</u>
Land	\$ 19,126	\$ 13,240
Buildings and structures	166,595	153,318
Transportation equipment	20,870	14,690
Other equipment	12,044	3,556
	<u>\$ 218,635</u>	<u>\$ 184,804</u>

Nine months ended September 30,

	<u>2023</u>	<u>2022</u>
	<u>Depreciation charge</u>	<u>Depreciation charge</u>
Land	\$ 47,730	\$ 38,932
Buildings and structures	473,511	396,333
Transportation equipment	58,397	47,848
Other equipment	25,291	9,505
	<u>\$ 604,929</u>	<u>\$ 492,618</u>

C. For the nine months ended September 30, 2023 and 2022, the additions to right-of-use assets (excluding those acquired through business combinations) were \$553,464 and \$2,069,046 (net of government grants of \$637,890), respectively.

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

	<u>Three months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
<u>Items affecting profit or loss</u>		
Interest expense on lease liabilities	<u>\$ 12,813</u>	<u>\$ 6,377</u>
Expense on short-term lease contracts	<u>\$ 194,594</u>	<u>\$ 165,744</u>

	<u>Nine months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
<u>Items affecting profit or loss</u>		
Interest expense on lease liabilities	<u>\$ 27,795</u>	<u>\$ 15,350</u>
Expense on short-term lease contracts	<u>\$ 576,089</u>	<u>\$ 468,887</u>

E. For the nine months ended September 30, 2023 and 2022, the Group's total cash outflow for leases were \$1,115,661 and \$2,267,868, 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	1,373	16,633	-	-	-	331,261	349,267
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	(197,450)	(19,275)	-	(1,168,994)	(1,007,734)	(565,416)	(2,958,869)
Net exchange differences	<u>66,739</u>	<u>(474)</u>	<u>2,551,705</u>	<u>283,758</u>	<u>297,136</u>	<u>35,434</u>	<u>3,234,298</u>
Closing net book amount	<u>\$ 2,376,916</u>	<u>\$ 115,931</u>	<u>\$ 61,852,072</u>	<u>\$ 6,983,110</u>	<u>\$ 6,968,270</u>	<u>\$ 598,014</u>	<u>\$ 78,894,313</u>
<u>At September 30, 2023</u>							
Cost	\$ 4,587,204	\$ 1,856,538	\$ 63,183,931	\$ 20,626,061	\$ 14,120,491	\$ 4,196,644	\$ 108,570,869
Accumulated amortisation and impairment	(2,210,288)	(1,740,607)	(1,331,859)	(13,642,951)	(7,152,221)	(3,598,630)	(29,676,556)
	<u>\$ 2,376,916</u>	<u>\$ 115,931</u>	<u>\$ 61,852,072</u>	<u>\$ 6,983,110</u>	<u>\$ 6,968,270</u>	<u>\$ 598,014</u>	<u>\$ 78,894,313</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.

	Trademarks	Patents	Goodwill	Customer Relationship	Technical Skill	Others	Total
<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	710	12,327	-	-	-	472,923	485,960
Additions - acquired through business combinations (Note)	-	-	413,714	(10,556)	413,714	-	816,872
Reclassifications (Note)	(171,804)	-	199,800	(376,636)	348,640	(355,222)	(355,222)
Amortisation	(186,687)	(75,000)	-	(1,090,672)	(922,257)	(638,885)	(2,913,501)
Net exchange differences	195,765	(3,214)	6,682,763	1,051,400	1,016,986	105,921	9,049,621
Closing net book amount	<u>\$ 2,512,672</u>	<u>\$ 121,320</u>	<u>\$ 60,932,043</u>	<u>\$ 8,145,975</u>	<u>\$ 7,881,533</u>	<u>\$ 1,099,751</u>	<u>\$ 80,693,294</u>
<u>At September 30, 2022</u>							
Cost	\$ 4,415,614	\$ 1,832,218	\$ 61,832,139	\$ 19,993,319	\$ 13,496,677	\$ 5,513,785	\$ 107,083,752
Accumulated amortisation and impairment	(1,902,942)	(1,710,898)	(900,096)	(11,847,344)	(5,615,144)	(4,414,034)	(26,390,458)
	<u>\$ 2,512,672</u>	<u>\$ 121,320</u>	<u>\$ 60,932,043</u>	<u>\$ 8,145,975</u>	<u>\$ 7,881,533</u>	<u>\$ 1,099,751</u>	<u>\$ 80,693,294</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 and UI. The allocation of the acquisition price for 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. The allocation of the acquisition price for UI will be completed within one year.

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

	Three months ended September 30,	
	2023	2022
Operating costs	\$ 18,120	\$ 17,845
Selling expenses	468,441	480,577
Administrative expenses	38,608	38,895
Research and development expenses	476,663	478,013
	<u>\$ 1,001,832</u>	<u>\$ 1,015,330</u>

	Nine months ended September 30,	
	2023	2022
Operating costs	\$ 54,411	\$ 51,611
Selling expenses	1,371,814	1,281,983
Administrative expenses	110,994	167,741
Research and development expenses	1,421,650	1,412,166
	<u>\$ 2,958,869</u>	<u>\$ 2,913,501</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:

	September 30, 2023	December 31, 2022	September 30, 2022
Goodwill:			
DET	\$ 38,369,334	\$ 36,514,479	\$ 37,751,049
Eltek	5,560,020	5,291,237	5,470,426
Cyntec	5,146,053	5,146,053	5,146,053
Vivotek	3,232,954	3,232,954	3,232,954
DCI	2,677,273	2,547,848	2,634,131
DGC	1,854,976	1,765,303	1,825,085
Amerlux	1,251,792	1,191,277	1,231,620
March	1,081,981	1,029,676	1,064,546
Trihedral	786,803	748,767	774,124
Atrust	606,029	-	-
Others	1,284,857	1,370,456	1,802,055
	<u>\$ 61,852,072</u>	<u>\$ 58,838,050</u>	<u>\$ 60,932,043</u>

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Trademarks:			
Automation business	\$ 804,756	\$ 691,811	\$ 691,811
Infrastructure business	<u>386,823</u>	<u>386,823</u>	<u>386,823</u>
	<u>\$ 1,191,579</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>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Prepayments for long-term investments	\$ 4,718,947	\$ 16,772	\$ 16,772
Guarantee deposits paid	1,431,114	1,722,926	521,746
Prepayments for business facilities	1,401,800	1,090,269	1,037,491
Financial assets at amortised cost	29,432	143,498	145,597
Cash surrender value of life insurance	24,379	28,106	28,338
Others	<u>609,176</u>	<u>597,411</u>	<u>642,773</u>
	<u>\$ 8,214,848</u>	<u>\$ 3,598,982</u>	<u>\$ 2,392,717</u>

(11) Short-term borrowings

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Unsecured bank loans	\$ 1,620,129	\$ 2,076,762	\$ 2,040,552
Credit lines	<u>\$ 80,116,516</u>	<u>\$ 76,659,861</u>	<u>\$ 76,560,869</u>
Interest rate range	<u>0.49%~9.85%</u>	<u>0.48%~18.30%</u>	<u>0.49%~17.82%</u>

(12) Other payables

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Salary, bonus and compensation payable	\$ 25,054,575	\$ 24,175,196	\$ 20,566,182
Others	<u>16,772,246</u>	<u>16,543,486</u>	<u>16,377,033</u>
	<u>\$ 41,826,821</u>	<u>\$ 40,718,682</u>	<u>\$ 36,943,215</u>

(13) Bonds payable

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

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

Issuance	Type of bonds	Issuance period	Total issuance amount	Coupon rate	Repayment term
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

Type of borrowings	September 30, 2023	December 31, 2022	September 30, 2022
Credit loans	\$ 29,066,550	\$ 32,503,019	\$ 49,211,357
Collateral loans	162,193	276,747	325,853
	<u>29,228,743</u>	<u>32,779,766</u>	<u>49,537,210</u>
Less: Current portion (shown as other current liabilities)	(2,992,332)	(42,424)	(130,070)
	<u>\$ 26,236,411</u>	<u>\$ 32,737,342</u>	<u>\$ 49,407,140</u>
Credit lines	<u>\$ 102,186,343</u>	<u>\$ 98,916,583</u>	<u>\$ 101,343,799</u>
Interest rate range	<u>0.44%~6.23%</u>	<u>0.43%~6.23%</u>	<u>0.44%~6.23%</u>

A. As at September 30, 2023, the revolving loans of \$24,023,320 can be drawn down during the period from November 14, 2022 to July 31, 2026 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 \$59,473, \$43,771, \$144,475 and \$116,642 for the three months and nine months ended September 30, 2023 and 2022, respectively.

(c) Expected contributions to the defined benefit pension plans of the Group within one year from September 30, 2023 amount to \$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 September 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 September 30, 2023, there were 318 thousand units outstanding, representing 1,590 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 September 30,	
	2023	2022
Revenue from contracts with customers	\$ 107,795,435	\$ 106,248,153

	Nine months ended September 30,	
	2023	2022
Revenue from contracts with customers	\$ 301,206,071	\$ 278,783,021

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 September 30, 2023				
	Power electronics	Automation	Infrastructure	Others	Total
Revenue from external customer contracts	\$ 70,393,005	\$ 13,189,829	\$ 24,159,107	\$ 53,494	\$ 107,795,435
Timing of revenue recognition					
At a point in time	70,383,511	12,627,725	22,463,925	31,617	105,506,778
Over time	9,494	562,104	1,695,182	21,877	2,288,657
	\$ 70,393,005	\$ 13,189,829	\$ 24,159,107	\$ 53,494	\$ 107,795,435

	Three months ended September 30, 2022				
	Power electronics	Automation	Infrastructure	Others	Total
Revenue from external customer contracts	\$ 63,541,333	\$ 14,343,396	\$ 28,321,092	\$ 42,332	\$ 106,248,153
Timing of revenue recognition					
At a point in time	63,527,201	13,913,951	27,304,697	20,927	104,766,776
Over time	14,132	429,445	1,016,395	21,405	1,481,377
	\$ 63,541,333	\$ 14,343,396	\$ 28,321,092	\$ 42,332	\$ 106,248,153

		Nine months ended September 30, 2023				
		Power electronics	Automation	Infrastructure	Others	Total
Revenue from external customer contracts		\$ 186,269,643	\$ 41,661,874	\$ 73,144,486	\$ 130,068	\$ 301,206,071
Timing of revenue recognition						
At a point in time		186,252,423	39,954,077	69,344,753	92,022	295,643,275
Over time		17,220	1,707,797	3,799,733	38,046	5,562,796
		<u>\$ 186,269,643</u>	<u>\$ 41,661,874</u>	<u>\$ 73,144,486</u>	<u>\$ 130,068</u>	<u>\$ 301,206,071</u>
		Nine months ended September 30, 2022				
		Power electronics	Automation	Infrastructure	Others	Total
Revenue from external customer contracts		\$ 165,739,699	\$ 39,256,011	\$ 73,366,660	\$ 420,651	\$ 278,783,021
Timing of revenue recognition						
At a point in time		165,696,902	37,953,215	70,969,243	104,419	274,723,779
Over time		42,797	1,302,796	2,397,417	316,232	4,059,242
		<u>\$ 165,739,699</u>	<u>\$ 39,256,011</u>	<u>\$ 73,366,660</u>	<u>\$ 420,651</u>	<u>\$ 278,783,021</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 September 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.		\$ 826,768	\$ 756,665
		Nine months ended September 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.		\$ 5,731,362	\$ 5,438,939

(20) Interest income

	Three months ended September 30,	
	2023	2022
Interest income from bank deposits	\$ 541,700	\$ 163,195
Other interest income	1,416	1,437
	<u>\$ 543,116</u>	<u>\$ 164,632</u>

	Nine months ended September 30,	
	2023	2022
Interest income from bank deposits	\$ 1,353,109	\$ 341,070
Other interest income	4,422	10,611
	<u>\$ 1,357,531</u>	<u>\$ 351,681</u>

(21) Other income

	Three months ended September 30,	
	2023	2022
Government grant income	\$ 50,423	\$ 49,285
Dividend income	161,574	185,406
Sample sales income	61,795	60,654
Mold fee income	14,927	125,059
Rental income	39,669	25,876
Testing fee income	19,891	53,772
Others	770,642	385,803
	<u>\$ 1,118,921</u>	<u>\$ 885,855</u>

	Nine months ended September 30,	
	2023	2022
Government grant income	\$ 441,997	\$ 347,010
Dividend income	191,837	268,329
Sample sales income	176,812	213,638
Mold fee income	142,034	213,923
Rental income	106,178	76,156
Testing fee income	98,299	113,977
Others	1,852,209	1,311,475
	<u>\$ 3,009,366</u>	<u>\$ 2,544,508</u>

(22) Other gains and losses

	Three months ended September 30,	
	2023	2022
Loss on disposal of property, plant and equipment	(\$ 126,713)	(\$ 22,976)
Gain on disposal of investments	134,665	-
Net currency exchange gain	517,800	919,624
Gain (loss) on financial assets/liabilities at fair value through profit or loss	41,861	(117,403)
Miscellaneous disbursements	(18,991)	(35,048)
	<u>\$ 548,622</u>	<u>\$ 744,197</u>

	Nine months ended September 30,	
	2023	2022
Loss on disposal of property, plant and equipment	(\$ 170,876)	(\$ 77,873)
Gain on disposal of investments (Note)	207,397	-
Net currency exchange gain	2,004,745	1,742,688
Loss on financial assets/liabilities at fair value through profit or loss	(295,226)	(276,251)
Miscellaneous disbursements	(195,367)	(75,537)
	<u>\$ 1,550,673</u>	<u>\$ 1,313,027</u>

(Note) Refer to Note 6(30).

(23) Finance costs

	Three months ended September 30,	
	2023	2022
Interest expense	<u>\$ 337,223</u>	<u>\$ 174,815</u>

	Nine months ended September 30,	
	2023	2022
Interest expense	<u>\$ 828,811</u>	<u>\$ 353,372</u>

(24) Expenses by nature

	Three months ended September 30,	
	2023	2022
Employee benefit expense	\$ 21,442,106	\$ 19,613,506
Depreciation charges on property, plant and equipment	4,322,203	3,598,530
Depreciation charges on right-of-use assets	218,635	184,804
Amortisation charges on intangible assets	1,001,832	1,015,330
	<u>\$ 26,984,776</u>	<u>\$ 24,412,170</u>

	Nine months ended September 30,	
	2023	2022
Employee benefit expense	\$ 61,395,294	\$ 54,744,237
Depreciation charges on property, plant and equipment	12,308,138	10,546,449
Depreciation charges on right-of-use assets	604,929	492,618
Amortisation charges on intangible assets	2,958,869	2,913,501
	<u>\$ 77,267,230</u>	<u>\$ 68,696,805</u>

(25) Employee benefit expense

	Three months ended September 30,	
	2023	2022
Post-employment benefits		
Defined contribution plans	\$ 334,323	\$ 282,776
Defined benefit plans	59,473	43,771
	<u>393,796</u>	<u>326,547</u>
Other employee benefits	21,048,310	19,286,959
	<u>\$ 21,442,106</u>	<u>\$ 19,613,506</u>

	Nine months ended September 30,	
	2023	2022
Post-employment benefits		
Defined contribution plans	\$ 998,942	\$ 801,698
Defined benefit plans	144,475	116,642
	<u>1,143,417</u>	<u>918,340</u>
Other employee benefits	60,251,877	53,825,897
	<u>\$ 61,395,294</u>	<u>\$ 54,744,237</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 nine months ended September 30, 2023 and 2022, employees'

compensation were accrued at \$1,158,145, \$1,316,777, \$ 2,929,530 and \$2,964,557, respectively; while directors' remuneration were accrued at \$21,137, \$18,228, \$59,471 and \$53,755, respectively. The aforementioned amounts were recognised in salary expenses.

For the nine months ended September 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 September 30,</u>	
	<u>2023</u>	<u>2022</u>
Current tax:		
Current tax on profits for the period	\$ 2,131,018	\$ 2,572,869
Prior year income tax under (over) estimation	1,067	(521)
Tax on undistributed surplus earnings	-	-
Total current tax	<u>2,132,085</u>	<u>2,572,348</u>
Deferred tax:		
Origination and reversal of temporary differences	<u>609,097</u>	<u>377,221</u>
	<u>\$ 2,741,182</u>	<u>\$ 2,949,569</u>
	<u>Nine months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Current tax:		
Current tax on profits for the period	\$ 4,990,903	\$ 5,804,699
Prior year income tax overestimation	(194,626)	(519,467)
Tax on undistributed surplus earnings	<u>673,280</u>	<u>172,579</u>
Total current tax	<u>5,469,557</u>	<u>5,457,811</u>
Deferred tax:		
Origination and reversal of temporary differences	<u>1,684,730</u>	<u>1,189,888</u>
	<u>\$ 7,154,287</u>	<u>\$ 6,647,699</u>

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

	Three months ended September 30,	
	2023	2022
Currency translation differences	\$ 393,127	\$ 519,654
Unrealised gains from financial assets measured at fair value through other comprehensive income	-	-
	<u>\$ 393,127</u>	<u>\$ 519,654</u>
	Nine months ended September 30,	
	2023	2022
Currency translation differences	\$ 336,728	\$ 1,069,167
Unrealised gains from financial assets measured at fair value through other comprehensive income	86,143	1,382
	<u>\$ 422,871</u>	<u>\$ 1,070,549</u>

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

	Latest year assessed by Tax Authority
The Company, Cyntec, Power Forest Technology Corporation, DECC, DelBio, Vivotek, Lidlight Inc., Realwin., Aetek Inc. and Atrust Computer Delmind Inc., 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 established in 2023 and has not yet filed its income tax return.

(27) Earnings per share

	<u>Three months ended September 30, 2023</u>		
	<u>Amount after tax</u>	<u>Weighted average number of ordinary shares outstanding (shares in thousands)</u>	<u>Earnings per share (in dollars)</u>
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	<u>\$ 9,362,504</u>	<u>2,597,543</u>	<u>\$ 3.60</u>
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 9,362,504	2,597,543	
Assumed conversion of all dilutive potential ordinary shares:			
Employees' compensation	<u>-</u>	<u>7,149</u>	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	<u>\$ 9,362,504</u>	<u>2,604,692</u>	<u>\$ 3.59</u>
	<u>Three months ended September 30, 2022</u>		
	<u>Amount after tax</u>	<u>Weighted average number of ordinary shares outstanding (shares in thousands)</u>	<u>Earnings per share (in dollars)</u>
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	<u>\$ 11,068,908</u>	<u>2,597,543</u>	<u>\$ 4.26</u>
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 11,068,908	2,597,543	
Assumed conversion of all dilutive potential ordinary shares:			
Employees' compensation	<u>-</u>	<u>9,296</u>	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	<u>\$ 11,068,908</u>	<u>2,606,839</u>	<u>\$ 4.25</u>

Nine months ended September 30, 2023			
	<u>Amount after tax</u>	<u>Weighted average number of ordinary shares outstanding (shares in thousands)</u>	<u>Earnings per share (in dollars)</u>
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 24,419,495	2,597,543	\$ 9.40
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 24,419,495	2,597,543	
Assumed conversion of all dilutive potential ordinary shares:			
Employees' compensation	-	9,174	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ 24,419,495	2,606,717	\$ 9.37
Nine months ended September 30, 2022			
	<u>Amount after tax</u>	<u>Weighted average number of ordinary shares outstanding (shares in thousands)</u>	<u>Earnings per share (in dollars)</u>
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 24,755,470	2,597,543	\$ 9.53
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 24,755,470	2,597,543	
Assumed conversion of all dilutive potential ordinary shares:			
Employees' compensation	-	11,276	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ 24,755,470	2,608,819	\$ 9.49

(28) Share-based payment

A. For the nine months ended September 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~ 2023.07.01	3,179	7 years	Vested immediately
Power Forest - Cash capital increase reserved	2023.04.07	2,993	-	Vested immediately
Ancora Semiconductors - Employee stock options	2022.11.11~ 2023.09.21	4,435	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:

	<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	4,192	10~22.50	2,610	-
Options forfeited	(126)	22.50	(570)	-
Options exercised	(2,993)	22.50	-	-
Options outstanding at September 30	<u>6,834</u>	<u>\$ 10~\$22.50</u>	<u>2,040</u>	<u>\$ 22.50</u>
Options exercisable at September 30	<u>2,399</u>	<u>\$ 22.50</u>	<u>2,040</u>	<u>\$ 22.50</u>

C. The weighted-average stock price of stock options at exercise dates for the nine months ended September 30, 2023 was \$22.59.

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

September 30, 2023				
Type of arrangement	Approved release date	Due date	No. of shares (shares in thousands)	Exercise price (in dollars)
Power Forest- Employee stock options	2022.01.10~ 2023.07.01	2025.01.09~ 2026.06.30	2,399	\$ 22.5
Ancora Semiconductors - Employee stock options	2022.11.11~ 2023.09.21	2032.11.10~ 2033.09.20	4,435	10
December 31, 2022				
Type of arrangement	Approved release date	Due date	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
September 30, 2022				
Type of arrangement	Approved release date	Due date	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	2,040	\$ 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~ 2023.07.01	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~ 2023.09.21	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 September 30,	
	2023	2022
Equity-settled	\$ 10,917	\$ -
	Nine months ended September 30,	
	2023	2022
Equity-settled	\$ 34,717	\$ 61,481

(29) Business combinations

A. Business combinations of the Group for the nine months ended September 30, 2023 and the year ended December 31, 2022 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 second quarter 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 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:

	<u>Atrust Computer (Note)</u>	<u>UI (Note)</u>	<u>March (Note)</u>
Purchase consideration			
Cash	\$ 950,259	\$ 2,797,346	\$ 3,376,535
Contingent consideration	-	-	85,589
	<u>950,259</u>	<u>2,797,346</u>	<u>3,462,124</u>
Fair value of the non-controlling interest	<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 bank deposits	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	(35,000)	(68,845)	(236,879)
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 second quarter 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 \$521,522. Atrust Computer also

contributed loss before income tax of (\$9,944) over the same period. Had Atrust Computer been consolidated from January 1, 2023, the consolidated statement of comprehensive income for the nine months ended September 30, 2023 would show operating revenue of \$301,246,762 and profit before income tax of \$35,669,519.

(30) Supplemental cash flow information

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	(<u>177</u>)
Total net assets	<u>\$ 42,803</u>

(31) Transactions with non-controlling interest

A. Acquisition of additional equity interest in a subsidiary

In the third quarter of 2023, the Group acquired additional equity interest of 5% in Eltek Egypt for Power Supply S.A.E. (Eltek Egypt) from non-controlling interest for a total cash consideration of \$1,619. For the nine months ended September 30, 2022, the Group acquired additional equity interest of 1.66% in Vivotek for a total cash consideration of \$110,182. The effect of changes in interest attributable to owners of the parent for the nine months ended September 30, 2023 and 2022 is shown below:

	Nine months ended September 30,	
	2023	2022
	Eltek Egypt	Vivotek
Carrying amount of non-controlling interest acquired	\$ 2,170	\$ 125,504
Consideration paid to non-controlling interest	(1,619)	(110,182)
	<u>\$ 551</u>	<u>\$ 15,322</u>

Difference between proceeds on actual acquisition of equity interest in a subsidiary and its carrying amount:

Capital surplus	<u>\$ 551</u>	<u>\$ 15,322</u>
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B. Disposal of some equity in subsidiaries without loss of control

In the third quarter of 2023, the Group disposed 0.72% equity interest in the subsidiary, Delta Electronics (Thailand) Public Company Limited (DET), for a consideration of \$7,380,571, resulting in a decrease in the Group's ownership percentage to 63.07%. For the nine months ended September 30, 2022, the subsidiaries had no disposal transactions. The effect of changes in interests attributable to owners of the parent for the nine months ended September 30, 2023 and 2022 is shown below:

	Nine months ended September 30,	
	2023	2022
Consideration received from non-controlling interest (shown as other receivables)	\$ 7,380,571	\$ -
Carrying amount of disposing equity interest in a subsidiary	(739,083)	-
Adjustment of other equity	(1,358,399)	-
	<u>\$ 5,283,089</u>	<u>\$ -</u>

Difference between proceeds on actual acquisition or disposal of equity interest in a subsidiary and its carrying amount:

Capital surplus	<u>\$ 5,283,089</u>	<u>\$ -</u>
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(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	(586,654)	17,500,000	(3,563,400)	13,349,946
Effect of business combination	130,021	-	12,377	142,398
At September 30, 2023	<u>\$ 1,620,129</u>	<u>\$ 29,100,000</u>	<u>\$ 29,228,743</u>	<u>\$ 59,948,872</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	(2,356,810)	6,600,000	5,578,298	9,821,488
At September 30, 2022	<u>\$ 2,040,552</u>	<u>\$ 6,600,000</u>	<u>\$ 49,537,210</u>	<u>\$ 58,177,762</u>

7. RELATED PARTY TRANSACTIONS

(1) Names and relationship of related parties

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

(2) Significant transactions and balances with related parties

A. Operating revenue

	Three months ended September 30,	
	2023	2022
Sales of goods:		
Associates	\$ 11,075	\$ 42,840
Sales of services:		
Associates	3	1
	<u>\$ 11,078</u>	<u>\$ 42,841</u>
	Nine months ended September 30,	
	2023	2022
Sales of goods:		
Associates	\$ 58,265	\$ 70,673
Sales of services:		
Associates	4	27
	<u>\$ 58,269</u>	<u>\$ 70,700</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 service to related parties arise mainly from sales and services of construction system.

B. Purchases of goods

	<u>Three months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Purchases of goods:		
Associates	\$ 32,486	\$ 94,790
	<u>Nine months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Purchases of goods:		
Associates	\$ 112,303	\$ 136,156

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>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Receivables from related parties:			
Associates	\$ 8,293	\$ 29,551	\$ 53,784

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>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Payables to related parties:			
Associates	\$ 24,809	\$ 28,525	\$ 40,029

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>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Other receivables-related parties			
Associates	\$ 1,385	\$ 2,000	\$ -
	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Other payables-related parties			
Associates	\$ 23	\$ 867	\$ -

Other receivables due from related parties mainly arose from receivables resulting from transactions other than sales. Other payables to related parties mainly arose from payables resulting from transactions other than purchases.

(3) Key management compensation

	Three months ended September 30,	
	2023	2022
Short-term employee benefits	\$ 83,009	\$ 91,480
Post-employment benefits	188	169
	<u>\$ 83,197</u>	<u>\$ 91,649</u>

	Nine months ended September 30,	
	2023	2022
Short-term employee benefits	\$ 225,722	\$ 213,315
Post-employment benefits	564	442
	<u>\$ 226,286</u>	<u>\$ 213,757</u>

8. PLEDGED ASSETS

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

Pledged assets	Book Value			Pledge purpose
	September 30, 2023	December 31, 2022	September 30, 2022	
Demand deposits and time deposits (shown as current financial assets at amortised cost)	\$ 251,421	\$ 265,382	\$ 257,856	Performance bonds, custom guarantee, court attachments and other guarantee deposits
Demand deposits and time deposits (shown as other non-current assets)	29,432	143,498	145,597	Performance bonds and custom guarantee
Property, plant and equipment	<u>245,945</u>	<u>477,276</u>	<u>562,853</u>	Long-term borrowings and credit line of long-term borrowings
	<u>\$ 526,798</u>	<u>\$ 886,156</u>	<u>\$ 966,306</u>	

9. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNISED CONTRACT COMMITMENTS

(1) Contingencies

None.

(2) Commitments

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

	September 30, 2023	December 31, 2022	September 30, 2022
Property, plant and equipment	<u>\$ 8,798,921</u>	<u>\$ 9,507,364</u>	<u>\$ 10,066,428</u>
Costs of computer software	<u>\$ 344,151</u>	<u>\$ 558,781</u>	<u>\$ 711,277</u>

10. SIGNIFICANT CASUALTY LOSS

None.

11. SIGNIFICANT EVENTS AFTER THE BALANCE SHEET DATE

The Company's subsidiary, Delta International Holding Limited B.V. (DIH), acquired 100% outstanding

shares of HY&T Investments Holding B.V.(HY&T) which was completed on October 2, 2023. The acquisition cost amounted to approximately EUR 146.78 million, of which EUR 103.65 million comprise payment for the outstanding shares of HY&T and EUR 43.13 million comprise payment for the share premium on the outstanding shares for the increase in capital of HY&T.

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), guarantee deposits paid and financial assets for hedging) 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, 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:

	September 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)	\$ 971,796	36.5790	\$ 31,359,864
USD:NTD	561,589	32.2700	18,122,490
USD:RMB (Note)	322,573	7.3138	10,409,440
RMB:USD (Note)	1,774,174	0.1367	7,827,974
EUR:USD (Note)	119,325	1.0508	4,046,317
<u>Non-monetary items</u>			
USD:NTD	\$ 7,008,426	32.2700	\$ 226,161,922
THB:USD (Note)	68,978,197	0.0273	60,852,565
RMB:USD (Note)	10,092,995	0.1367	44,532,112
USD:THB (Note)	575,999	36.5790	18,587,472
NOK:USD (Note)	3,887,808	0.0931	11,680,298
THB:NTD	6,179,572	0.8822	5,451,618
EUR:USD (Note)	46,180	1.0508	1,565,952
CAD:USD (Note)	56,815	0.7406	1,357,874
JPY:USD (Note)	4,883,945	0.0067	1,055,909
BRL:USD (Note)	157,043	0.1983	1,004,785
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:THB (Note)	\$ 614,782	36.5790	\$ 19,839,000
USD:NTD	549,964	32.2700	17,747,334
RMB:USD (Note)	2,045,108	0.1367	9,023,383
USD:RMB (Note)	219,662	7.3138	7,088,495
EUR:USD (Note)	54,932	1.0508	1,862,753
SGD:USD (Note)	70,926	0.7292	1,668,891

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.

September 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	\$ 596,770	31.7500	\$ 18,947,446
USD:THB (Note)	487,267	37.5651	15,470,740
USD:RMB (Note)	329,639	7.0957	10,466,024
RMB:USD (Note)	1,230,073	0.1409	5,504,013
EUR:USD (Note)	109,752	0.9846	3,430,836
<u>Non-monetary items</u>			
USD:NTD	\$ 6,429,660	31.7500	\$ 204,141,692
THB:USD (Note)	64,345,082	0.0266	54,384,463
RMB:USD (Note)	10,145,790	0.1409	45,397,744
USD:THB (Note)	425,692	37.5651	13,515,707
NOK:USD (Note)	4,027,578	0.0939	12,006,251
THB:NTD	5,713,146	0.8452	4,828,751
EUR:USD (Note)	53,786	0.9846	1,681,352
CHF:USD (Note)	38,558	1.0241	1,253,719
CAD:USD (Note)	53,361	0.7320	1,240,116
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	\$ 613,644	31.7500	\$ 19,483,213
USD:THB (Note)	415,494	37.5651	13,191,924
USD:RMB (Note)	262,398	7.0957	8,331,139
RMB:USD (Note)	1,855,403	0.1409	8,302,076
EUR:USD (Note)	65,728	0.9846	2,054,665
SGD:USD (Note)	84,773	0.6995	1,882,806

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 nine months ended September 30, 2023 and 2022 amounted to \$517,800, \$919,624, \$2,004,745 and \$1,742,688, respectively.

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

Nine months ended September 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%	\$ 313,599	\$ -
USD:NTD	1%	181,225	-
USD:RMB (Note)	1%	104,094	-
RMB:USD (Note)	1%	78,280	-
EUR:USD (Note)	1%	40,463	-
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:THB (Note)	1%	\$ 198,390	\$ -
USD:NTD	1%	177,473	-
RMB:USD (Note)	1%	90,234	-
USD:RMB (Note)	1%	70,885	-
EUR:USD (Note)	1%	18,628	-
SGD:USD (Note)	1%	16,689	-
Nine months ended September 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:NTD	1%	\$ 189,474	\$ -
USD:THB (Note)	1%	154,707	-
USD:RMB (Note)	1%	104,660	-
RMB:USD (Note)	1%	55,040	-
EUR:USD (Note)	1%	34,308	-
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	1%	\$ 194,832	\$ -
USD:THB (Note)	1%	131,919	-
USD:RMB (Note)	1%	83,311	-
RMB:USD (Note)	1%	83,021	-
EUR:USD (Note)	1%	20,547	-
SGD:USD (Note)	1%	18,828	-

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 nine months ended September 30, 2023 and 2022 would have increased/decreased by \$22,100 and \$16,975, 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 \$12,371 and \$12,647, 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 nine months ended September 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 September 30, 2023 and 2022, if the interest rate increases by 0.25%, with all other variables held constant, profit, net of tax for the nine months ended September 30, 2023 and 2022 would have decreased by \$43,825 and \$74,288, 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 September 30, 2023, December 31, 2022, and September 30, 2022. On September 30, 2023, December 31, 2022, and September 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 September 30, 2023</u>			
Expected loss rate	0.00%	1.30%	22.29%
Total book value	<u>\$ 76,032,827</u>	<u>\$ 7,881,570</u>	<u>\$ 572,386</u>
Loss allowance	<u>\$ 968</u>	<u>\$ 102,284</u>	<u>\$ 127,572</u>
	<u>181-365 days past due</u>	<u>Over 366 days past due</u>	<u>Total</u>
Expected loss rate	35.23%	88.53%	
Total book value	<u>\$ 386,384</u>	<u>\$ 227,747</u>	<u>\$ 85,100,914</u>
Loss allowance	<u>\$ 136,120</u>	<u>\$ 201,629</u>	<u>\$ 568,573</u>

	<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 September 30, 2022</u>			
Expected loss rate	0.00%	1.47%	15.18%
Total book value	\$ 76,869,307	\$ 7,431,173	\$ 684,882
Loss allowance	\$ 505	\$ 109,440	\$ 103,989
	<u>181-365 days past due</u>	<u>Over 366 days past due</u>	<u>Total</u>
Expected loss rate	51.87%	93.52%	
Total book value	\$ 311,922	\$ 192,597	\$ 85,489,881
Loss allowance	\$ 161,809	\$ 180,125	\$ 555,868

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:

	2023				
	<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 impairment loss	-	66,617	-	10,804	77,421
Write-offs during the period	-	(3,457)	-	(29,296)	(32,753)
Effect of foreign exchange	-	1,845	-	5,007	6,852
At September 30	\$ -	\$ 568,573	\$ -	\$ 280,392	\$ 848,965
	2022				
	<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	-	159,514	-	86	159,600
Write-offs during the period	-	(182)	-	(9,878)	(10,060)
Effect of foreign exchange	-	45,992	-	15,402	61,394
At September 30	\$ -	\$ 555,868	\$ -	\$ 318,908	\$ 874,776

For provisioned loss for the nine months ended September 30, 2023 and 2022, the provision for impairment loss arising from customers' contracts amounted to \$77,421 and \$159,600, 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:

September 30, 2023	Less than 1 year	Between 1 and 2 years	Between 2 and 5 years	Over 5 years
Short-term borrowings	\$ 1,622,412	\$ -	\$ -	\$ -
Notes and accounts payable (including related parties)	61,992,649	-	-	-
Other payables	41,826,821	-	-	-
Lease liabilities (including current portion)	777,716	599,622	893,391	909,174
Bonds payable	406,300	406,300	28,745,300	703,279
Long-term borrowings (including current portion)	3,148,788	24,019,585	2,065,241	201,271

Non-derivative financial liabilities:

December 31, 2022	Less than 1 year	Between 1 and 2 years	Between 2 and 5 years	Over 5 years
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>September 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	\$ 2,054,371	\$ -	\$ -	\$ -
Notes and accounts payable (including related parties)	66,911,367	-	-	-
Other payables	36,943,215	-	-	-
Lease liabilities (including current portion)	614,863	463,720	872,561	1,059,741
Bonds payable	56,400	56,400	6,045,168	709,579
Long-term borrowings (including current portion)	389,245	41,943,431	7,211,669	373,262

Derivative financial liabilities:

As at September 30, 2023, December 31, 2022, and September, 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, financial assets for hedging, 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>September 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	\$2,209,971	\$ -	\$ 900,030	\$3,110,001
Hybrid instruments	43,533	900,000	211,706	1,155,239
Derivative instruments	-	164,480	-	164,480
Financial assets at fair value through other comprehensive income				
Equity instruments	1,118,334	-	1,390,480	2,508,814
	<u>\$3,371,838</u>	<u>\$1,064,480</u>	<u>\$2,502,216</u>	<u>\$6,938,534</u>
Liabilities				
<u>Recurring fair value measurements</u>				
Financial liabilities at fair value through profit or loss				
Derivative instruments	\$ -	\$ 468,486	\$ -	\$ 468,486
<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	1,268,503	-	472,050	1,740,553
	<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	\$ -	\$ 74,232	\$ -	\$ 74,232

<u>September 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	\$1,697,500	\$ -	\$ 876,112	\$2,573,612
Hybrid instruments	50,116	900,000	191,820	1,141,936
Derivative instruments	-	342,974	-	342,974
Financial assets at fair value through other comprehensive income				
Equity instruments	<u>1,070,755</u>	<u>-</u>	<u>476,444</u>	<u>1,547,199</u>
	<u>\$2,818,371</u>	<u>\$1,242,974</u>	<u>\$1,544,376</u>	<u>\$5,605,721</u>
Liabilities				
<u>Recurring fair value measurements</u>				
Financial liabilities at fair value through profit or loss				
Derivative instruments	<u>\$ -</u>	<u>\$ 544,395</u>	<u>\$ -</u>	<u>\$ 544,395</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 nine months ended September 30, 2023 and 2022, there were no transfers between Level 1 and Level 2.
- F. The following chart is the movement of Level 3 for the nine months ended September 30, 2023 and 2022:

	2023		
	Hybrid instruments	Equity instruments	Total
At January 1	\$ 204,249	\$ 1,545,168	\$ 1,749,417
Gains 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	-	545,305	545,305
Disposals during the period	- (86,993) (86,993)
Transfers out from Level 3	- (206,869) (206,869)
Others	- (7,903) (7,903)
Net exchange differences	-	6,731	6,731
At September 30	<u>\$ 211,706</u>	<u>\$ 2,290,510</u>	<u>\$ 2,502,216</u>

	2022		
	Hybrid instruments	Equity instruments	Total
At January 1	\$ 197,148	\$ 1,662,662	\$ 1,859,810
Losses recognised in profit or loss	(5,328)	(10,216)	(15,544)
Gains recognised in other comprehensive income	-	9,874	9,874
Acquired during the period	-	138,365	138,365
Disposals during the period	-	(217,408)	(217,408)
Transfers out from Level 3	-	(234,985)	(234,985)
Others	-	(16,312)	(16,312)
Net exchange differences	-	20,576	20,576
At September 30	<u>\$ 191,820</u>	<u>\$ 1,352,556</u>	<u>\$ 1,544,376</u>

G. For the nine months ended September 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 September 30, 2023	Valuation technique	Significant unobservable input	Range (median)	Relationship of inputs to fair value
Non-derivative equity instruments:					
Unlisted shares	\$ 2,171,719	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)	
			Discount for lack of marketability	20% (20%)	
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 September 30, 2022	Valuation technique	Significant unobservable input	Range (median)	Relationship of inputs to fair value
Non-derivative equity instruments:					
Unlisted shares	\$ 1,158,601	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	0.42~2.00 (0.97) 0.64~2.69 (2.2) 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:

			September 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%	\$ -	\$ -	\$ 1,705	(\$ 1,705)
Financial assets						
Hybrid instrument	Discount for marketability	± 1%	\$ 2,359	(\$ 2,359)	\$ -	\$ -
			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	Discount for marketability	± 1%	\$ 2,197	(\$ 2,193)	\$ -	\$ -
			September 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%	\$ -	\$ -	\$ 2,970	(\$ 2,970)
Financial assets						
Hybrid instrument	Market value multiple	± 1%	\$ 2,225	(\$ 2,229)	\$ -	\$ -

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 nine months ended September 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:

	Nine months ended September 30, 2023			
	Power electronics business	Automation business	Infrastructure business	Total
Revenue from external customers	\$ 186,269,643	\$ 41,661,874	\$ 73,144,486	\$ 301,076,003
Segment income (Note)	\$ 26,961,219	\$ 1,693,563	\$ 1,931,502	\$ 30,586,284

	Nine months ended September 30, 2022			
	Power electronics business	Automation business	Infrastructure business	Total
Revenue from external customers	\$ 165,739,699	\$ 39,256,011	\$ 73,366,660	\$ 278,362,370
Segment income (Note)	\$ 22,658,317	\$ 2,653,997	\$ 5,349,258	\$ 30,661,572

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

(4) Reconciliation information for segment income

- 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 before tax from continuing operations for the nine months ended September 30, 2023 and 2022 is provided as follows:

	<u>Nine months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Reportable segments income	\$ 30,586,284	\$ 30,661,572
Non-operating income and expenses	<u>5,092,021</u>	<u>3,880,209</u>
Income before tax from continuing operations	<u>\$ 35,678,305</u>	<u>\$ 34,541,781</u>

Delta Electronics, Inc. and Subsidiaries

Loans to others

Nine months ended September 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 nine months ended September 30, 2023 (Note 2)	Balance at September 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	\$ 3,001,110	\$2,710,680	\$ 1,645,770	5.43%	2	\$ -	Additional operating capital	\$ -	None	\$ -	\$ 34,532,119	\$ 34,532,119	Note 5
1	Fairview Assets Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Other receivables - related parties	Yes	19,733,105	13,876,100	13,876,100	5.43%	2	-	Additional operating capital	-	None	-	34,532,119	34,532,119	Note 5
1	Fairview Assets Ltd.	Delta Electronics (H.K.) Ltd.	Other receivables - related parties	Yes	10,165,050	10,165,050	10,165,050	5.43%	2	-	Additional operating capital	-	None	-	34,532,119	34,532,119	Note 5
2	Delta International Holding Limited B.V.	Delta Electronics (Netherlands) B.V.	Other receivables - related parties	Yes	15,166,900	1,839,390	1,839,390	5.43%	2	-	Additional operating capital	-	None	-	85,941,193	85,941,193	Note 5
2	Delta International Holding Limited B.V.	Drake Investment (HK) Limited	Other receivables - related parties	Yes	806,750	806,750	806,750	5.43%	2	-	Additional operating capital	-	None	-	85,941,193	85,941,193	Note 5
2	Delta International Holding Limited B.V.	Delta Electronics (H.K.) Ltd.	Other receivables - related parties	Yes	14,198,800	13,811,560	13,811,560	5.43%	2	-	Additional operating capital	-	None	-	85,941,193	85,941,193	Note 5
2	Delta International Holding Limited B.V.	Delta Controls Inc.	Other receivables - related parties	Yes	451,780	451,780	451,780	5.43%	2	-	Additional operating capital	-	None	-	85,941,193	85,941,193	Note 5
2	Delta International Holding Limited B.V.	Digital Projection Inc.	Other receivables - related parties	Yes	74,221	-	-	5.43%	2	-	Additional operating capital	-	None	-	85,941,193	85,941,193	Note 5
2	Delta International Holding Limited B.V.	Amerlux, LLC	Other receivables - related parties	Yes	1,000,370	903,560	903,560	5.43%	2	-	Additional operating capital	-	None	-	85,941,193	85,941,193	Note 5
2	Delta International Holding Limited B.V.	Delta Electronics (USA) Inc.	Other receivables - related parties	Yes	968,100	968,100	968,100	5.43%	2	-	Additional operating capital	-	None	-	85,941,193	85,941,193	Note 5
3	DELTA ELECTRONICS (NORWAY) AS	Delta Electronics (Sweden) AB	Other receivables - related parties	Yes	58,600	-	-	3.80%	2	-	Additional operating capital	-	None	-	3,503,083	3,503,083	Note 5
3	DELTA ELECTRONICS (NORWAY) AS	Delta Electronics (Poland) Sp. z o.o.	Other receivables - related parties	Yes	62,880	59,181	59,181	6.30%	2	-	Additional operating capital	-	None	-	3,503,083	3,503,083	Note 5

Table 1-1

No. (Note 1)	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the nine months ended September 30, 2023 (Note 2)	Balance at September 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	\$ 328,927	\$ 328,927	\$ 328,927	4.45%	2	\$ -	Additional operating capital	\$ -	None	\$ -	\$ 3,503,083	\$ 3,503,083	Note 5
3	DELTA ELECTRONICS (NORWAY) AS	Delta Electronics (Slovakia) s.r.o.	Other receivables - related parties	Yes	406,920	406,920	406,920	4.45%	2	-	Additional operating capital	-	None	-	3,503,083	3,503,083	Note 5
4	Delta Electronics (Wuhu) Co., Ltd.	Delta Electronics (Jiangsu) Ltd.	Other receivables - related parties	Yes	1,544,263	1,544,263	1,544,263	4.65%	2	-	Additional operating capital	-	None	-	4,492,040	4,492,040	Note 5
5	Delta Energy Systems (Germany) GmbH	Delta Energy Systems Property (Germany) GmbH	Other receivables - related parties	Yes	376,401	367,924	367,924	0.40%	2	-	Additional operating capital	-	None	-	1,058,790	1,058,790	Note 5
5	Delta Energy Systems (Germany) GmbH	Delta Electronics (Slovakia) s.r.o.	Other receivables - related parties	Yes	508,650	508,650	508,650	4.45%	2	-	Additional operating capital	-	None	-	1,058,790	1,058,790	Note 5
6	DET International Holding B.V.	Delta Electronics India Pvt. Ltd.	Other receivables - related parties	Yes	2,517,060	2,517,060	2,517,060	1.7%- 4%	2	-	Additional operating capital	-	None	-	8,009,710	8,009,710	Note 5
7	Delta Greentech (Netherlands) B.V.	Eltek s.r.o.	Other receivables - related parties	Yes	237,370	237,370	203,460	4.45%	2	-	Additional operating capital	-	None	-	1,121,554	1,121,554	Note 5
8	Delta Electronics (Shanghai) Co., Ltd.	Cyntec Electronics (WuHu) Co., Ltd.	Other receivables - related parties	Yes	2,004,895	1,411,898	1,411,898	3.70%	2	-	Additional operating capital	-	None	-	8,167,340	8,167,340	Note 5
8	Delta Electronics (Shanghai) Co., Ltd.	Delta Electronics (Chongqing) Ltd.	Other receivables - related parties	Yes	1,941,359	617,705	617,705	4.45%	2	-	Additional operating capital	-	None	-	8,167,340	8,167,340	Note 5
8	Delta Electronics (Shanghai) Co., Ltd.	Cyntec Electronics (Suzhou) Co., Ltd.	Other receivables - related parties	Yes	882,436	-	-	3.70%	2	-	Additional operating capital	-	None	-	8,167,340	8,167,340	Note 5
9	Delta Electronics (Thailand) Public Company Limited	Delta Green Industrial (Thailand) Co., Ltd.	Other receivables - related parties	Yes	88,220	88,220	88,220	2.40%	2	-	Additional operating capital	-	None	-	55,597,752	55,597,752	Note 5
10	Vivotek USA, Inc.	Wellstates Investment, LLC	Other receivables - related parties	Yes	35,132	31,771	31,771	3.90%	2	-	Additional operating capital	-	None	-	412,683	412,683	Note 5

Table 1-2

No. (Note 1)	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the nine months ended September 30, 2023 (Note 2)	Balance at September 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	\$ 212,227	\$ 212,227	\$ 212,227	0.00%	2	\$ -	Additional operating capital	\$ -	None	\$ -	\$ 3,245,629	\$ 3,245,629	Note 5
11	Universal Instruments Corporation	Universal Instruments (Hong Kong) Limited	Other receivables - related parties	Yes	44,779	44,779	44,779	5.50%	2	-	Additional operating capital	-	None	-	3,245,629	3,245,629	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 September 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
Nine months ended September 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 September 30, 2023	Outstanding endorsement / guarantee amount at September 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	\$ 1,050,925	\$ 145,215	\$ 145,215	\$145,215	\$ -	0.07%	\$ 1,050,925	N	N	N	Note 2
2	March Networks Holdings Ltd.	March Networks, Inc.	2	136,010	15,490	15,490	15,490	-	0.01%	272,021	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)
September 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 September 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	\$ 461,592	1.92%	\$ 461,592	
Delta Electronics, Inc.	Lanner Electronics Inc. common stock	None	Financial assets at fair value through other comprehensive income - non-current	7,169,675	656,742	6.05%	656,742	
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	-	125,016	-	125,016	
Delta Electronics Capital Company	Evergreen Aviation Technologies Corporation common stock	None	Financial assets at fair value through profit or loss - current	2,501,000	265,106	0.67%	265,106	
Delta Electronics Capital Company	Allied Supreme Corp. common stock	None	Financial assets at fair value through profit or loss - current	421,000	123,353	0.53%	123,353	
Delta Electronics Capital Company	Tong Hsing Electronic Industries, Ltd. common stock	None	Financial assets at fair value through profit or loss - current	1,240,557	184,843	0.59%	184,843	
Delta Electronics Capital Company	Fusheng Precision Co., Ltd. common stock	None	Financial assets at fair value through profit or loss - current	844,000	171,754	0.64%	171,754	
Delta Electronics Capital Company	Acer E-Enabling Service Business Inc. common stock	None	Financial assets at fair value through profit or loss - current	597,000	154,026	1.44%	154,026	
Delta Electronics Capital Company	Nien Made Enterprise Co., Ltd. common stock	None	Financial assets at fair value through profit or loss - current	423,043	131,143	0.14%	131,143	
Delta Electronics Capital Company	UBIQCONN TECHNOLOGY, INC. common stock, etc.	None	Financial assets at fair value through profit or loss - current	4,969,311	321,216	6.63%	321,216	

Securities held by	Marketable securities	Relationship with the securities issuer	General ledger account	As at September 30, 2023				Footnote
				Number of shares	Book value	Ownership (%)	Fair value	
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	
Delta Electronics Capital Company	BIOPTIC INC. common stock, etc.	None	Financial assets at fair value through profit or loss	-	1,556,510	-	1,556,510	
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	129,080	19.90%	129,080	
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	-	46,209	-	46,209	
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	26,848	19.79%	26,848	
Delta America, Ltd.	VPT Inc. common stock	None	Financial assets at fair value through other comprehensive income - non-current	860,000	5,647	17.52%	5,647	
Delta Electronics (H.K.) Ltd.	Zhejiang Keente Motor Technology Co., Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	-	367,210	19.00%	367,210	
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	-	6,618	15.00%	6,618	
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	96,810	12.11%	96,810	
Vivotek Inc.	Kneron Holding Corporation preferred stock	None	Financial assets at fair value through profit or loss - non-current	1,310,003	211,706	1.91%	211,706	
Atrust Computer Corporation	ACRORED TECHNOLOGIES, INC. common stock	None	Financial assets at fair value through other comprehensive income - non-current	500,000	3,805	2.38%	3,805	

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
Nine months ended September 30, 2023

Table 4

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

Investor	Marketable securities	General ledger account	Counterparty	Relationship with the investee	Balance as at January 1, 2023		Addition		Disposal			Balance as at September 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	\$ 945,236 (Note 1)	-	\$ -	\$ -	\$ -	28,825,000	\$ 945,236	
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	105,635,630	2,056,664 (Note 5)	-	-	-	-	278,899,220	10,582,296	
Delta Energy Systems (Singapore) PTE. LTD.	Delta Electronics India Pvt. Ltd.	"	Delta Electronics India Pvt. Ltd.	"	828,088,778	7,114,707	484,583,333	4,172,080 (Note 6)	-	-	-	-	1,312,672,111	11,286,787	
Delta Electronics (Netherlands) B.V.	Amerlux, LLC	"	Delta International Holding Limited B.V.	"	-	3,057,203	-	-	-	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	395,967 (Note 8)	-	-	-	-	61,789,874	558,696	
Digital Projection International Limited (DPIL)	Digital Projection Holdings Limited (DPHL)	"	Digital Projection Holdings Limited (DPHL)	"	40,526,221	(295,452)	9,592,326	409,911 (Note 8)	-	-	-	-	50,118,547	114,459	
Digital Projection Holdings Limited (DPHL)	Digital Projection Limited (DPL)	"	Digital Projection Limited (DPL)	"	43,118	159,558	95,923	385,513 (Note 8)	-	-	-	-	139,041	545,071	
Delta Electronics (Netherlands) B.V.	Boom Treasure Limited	"	Boom Treasure Limited/ Drake Investment (HK) Limited	"	1	1,923,916	183,064,000	717,662 (Note 9)	183,064,001	3,084,417	2,641,578 (Note 4)	(Notes 9 and 10)	-	-	
Delta Electronics (Netherlands) B.V.	Delta Greentech SGP Pte. Ltd.	"	Boom Treasure Limited	"	12,175,470	641,153	-	-	12,175,470	717,662	641,153 (Note 4)	(Note 9)	-	-	

Investor	Marketable securities	General ledger account	Counterparty	Relationship with the investee	Balance as at January 1, 2023		Addition		Disposal				Balance as at September 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 (Netherlands) B.V.	Drake Investment (HK) Limited	Investments accounted for under equity method	Drake Investment (HK) Limited	Affiliated enterprise	304,504,306	\$ 5,365,615	776,552,000	\$ 2,724,765 (Note 10)	-	\$ -	\$ -	\$ -	1,081,056,306	\$ 8,090,380	
Delta Electronics (Thailand) Public Company Limited	DELTA ELECTRONICS INDIA MANUFACTURING PRIVATE LIMITED	"	DELTA ELECTRONICS INDIA MANUFACTURING PRIVATE LIMITED	"	38,110,999	153,255	214,500,000	796,611 (Note 11)	-	-	-	-	252,610,999	949,866	
Delta International Holding Limited B.V.	Delta Electronics (Thailand) Public Company Limited	"	The stock exchange of Thailand	None	191,984,450	14,290,766	1,727,860,050 (Note 12)	-	89,232,800	7,380,571	871,524 (Note 4)	(Note 13)	1,830,611,700	15,162,290	
Delta Electronics (H.K.) Ltd.	Zhejiang Keente Motor Technology Co., Ltd.	Financial assets at fair value through other comprehensive income- non-current	Future Horizon Holding Limited	-	-	-	-	367,210	-	-	-	-	-	367,210	

Note 1: Delta Electronics, Inc. increased its investment in Atrust Computer Corporation in the amount of \$950,259 in February 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 period 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 \$3,293,128 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 \$3,293,128 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) in May 2023. 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 May 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: In June 2023, Boom Treasure Limited issued new shares amounting to \$717,662 for acquiring a 100% equity interest in Delta Greentech SGP Pte. Ltd. which was held by Delta Electronics (Netherlands) B.V. (DEN).

The transaction resulted from the Group's adjustment in investment structure. There were no gain or loss on disposal pursuant to related ordinances.

Note 10: In July 2023, Drake Investment (HK) Limited issued new shares amounting to \$3,084,417 for acquiring a 100% equity interest in Boom Treasure Limited which was held by Delta Electronics (Netherlands) B.V. (DEN).

The transaction resulted from the Group's adjustment in investment structure. There were no gain or loss on disposal pursuant to related ordinances.

Note 11: In September 2023, Delta Electronics (Thailand) Public Company Limited increased its investment in DELTA ELECTRONICS INDIA MANUFACTURING PRIVATE LIMITED in the amount of \$828,850, which included investment income or loss recognised during the period and adjustments in changes of net value.

Note 12: Delta Electronics (Thailand) Public Company Limited split stocks in April 2023. The par value of each share was THB 1 before the stock split and is THB 0.1 after the stock split, and thus the number of shares increased tenfold.

Note 13: It was an equity transaction, thus there was no gain or loss on disposal.

Delta Electronics, Inc. and Subsidiaries
Acquisition of real estate reaching NT\$300 million or 20% of paid-in capital or more
Nine months ended September 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 (USA) INC.	Land and buildings in Texas, U.S.A	July 6, 2023	319,400	"	GBP LOTUS PLANO, LLC	"	-	-	-	-	By reference to the price quoted by the professional appraisal agency and market	"	"

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
Nine months ended September 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 (Australia) Pty Ltd	Subsidiary	Operating revenue	\$ 123,702	0.19	70 days			\$ 60,365	0.39	
Delta Electronics, Inc.	Delta Electronics (Jiangsu) Ltd.	Subsidiary	Operating revenue	471,294	0.72	70 days after issuing invoice			490,159	3.15	
Delta Electronics, Inc.	Delta Electronics (Shanghai) Co., Ltd.	Subsidiary	Operating revenue	142,688	0.22	70 days after issuing invoice			149,236	0.96	
Delta Electronics, Inc.	Cyntec Electronics (Suzhou) Co., Ltd.	Subsidiary	Operating revenue	207,301	0.32	70 days			209	-	
Delta Electronics, Inc.	Delta Electronics India Pvt. Ltd.	Subsidiary	Operating revenue	224,222	0.34	90 days after delivery			69,142	0.44	
Delta Electronics, Inc.	Delta Electronics (Japan), Inc.	Subsidiary	Operating revenue	134,792	0.21	70 days			31,216	0.20	
Delta Electronics, Inc.	Addtron Technology (Japan), Inc.	Subsidiary	Operating revenue	436,497	0.67	70 days			301,375	1.93	
Delta Electronics, Inc.	Delta Electronics (Netherlands) B.V.	Subsidiary	Operating revenue	813,366	1.24	70 days			277,269	1.78	
Delta Electronics, Inc.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Subsidiary	Operating revenue	15,390,239	23.45	70 days			2,061,590	12.21	
Delta Electronics, Inc.	Delta Electronics (Thailand) Public Company Limited	Subsidiary	Operating revenue	3,522,316	5.37	70 days			839,345	5.39	
Delta Electronics, Inc.	DEI Logistics (USA) Corp.	Subsidiary	Operating revenue	5,987,560	9.12	90 days after delivery			2,118,855	13.60	
Delta Electronics, Inc.	Delta Electronics (Americas) Ltd.	Subsidiary	Operating revenue	2,796,054	4.26	70 days			615,367	3.95	
Delta Electronics, Inc.	Delta Electronics (USA) Inc.	Subsidiary	Operating revenue	159,595	0.24	70 days			54,573	0.35	
Delta Electronics (Dongguan) Co., Ltd.	Delta Electronics (Shanghai) Co., Ltd.	Affiliated enterprise	Operating revenue	4,285,871	13.72	70 days			1,804,374	31.25	

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 (Dongguan) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	\$ 26,788,776	85.91	70 days			\$ 3,964,013	68.66	
Delta Electronics (Jiangsu) Ltd.	Delta Electronics (Shanghai) Co., Ltd.	Affiliated enterprise	Operating revenue	14,238,442	24.23	70 days			5,351,693	48.68	
Delta Electronics (Jiangsu) Ltd.	Delta Electronics (Wuhu) Co., Ltd.	Affiliated enterprise	Operating revenue	382,007	0.65	70 days			158,327	1.44	
Delta Electronics (Jiangsu) Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	43,874,712	74.70	70 days			5,401,179	49.13	
Delta Electronics (Shanghai) Co., Ltd.	Delta Electronics (Dongguan) Co., Ltd.	Affiliated enterprise	Operating revenue	102,795	0.43	70 days			25,527	0.27	
Delta Electronics (Shanghai) Co., Ltd.	Delta Electronics (Jiangsu) Ltd.	Affiliated enterprise	Operating revenue	255,306	1.07	70 days			90,209	0.94	
Delta Electronics (Shanghai) Co., Ltd.	Delta Greentech (China) Co., Ltd.	Affiliated enterprise	Operating revenue	10,387,666	43.66	70 days			3,949,450	41.07	
Delta Electronics (Shanghai) Co., Ltd.	Delta Electronics (Pingtan) Co., Ltd.	Affiliated enterprise	Operating revenue	1,986,717	8.35	70 days			906,715	9.43	
Delta Electronics (Shanghai) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	1,013,884	4.27	70 days			224,963	2.34	
Delta Electronics (Shanghai) Co., Ltd.	Delta Electronics (Thailand) Public Company Limited	Affiliated enterprise	Operating revenue	391,297	1.65	70 days			173,451	1.80	
Delta Greentech (China) Co., Ltd.	Delta Electronics (Jiangsu) Ltd.	Affiliated enterprise	Operating revenue	186,090	0.78	70 days			32,500	0.73	
Delta Networks (Dongguan) Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	4,457,843	98.20	70 days			666,330	97.84	
Delta Electronics (Wuhu) Co., Ltd.	Delta Electronics (Shanghai) Co., Ltd.	Affiliated enterprise	Operating revenue	269,355	5.32	70 days			61,381	7.39	
Delta Electronics (Wuhu) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	4,791,932	94.68	70 days			759,078	91.35	
Delta Electronics (Chenzhou) Co., Ltd.	Delta Electronics (Shanghai) Co., Ltd.	Affiliated enterprise	Operating revenue	442,348	10.56	70 days			131,508	12.28	

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)	
Delta Electronics (Chenzhou) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	\$ 3,746,428	89.44	70 days			\$ 939,212	87.72	
Chenzhou Delta Technology Co., Ltd.	Delta Electronics (Dongguan) Co., Ltd.	Affiliated enterprise	Operating revenue	1,561,640	55.92	70 days			390,573	53.92	
Chenzhou Delta Technology Co., Ltd.	Delta Electronics (Chenzhou) Co., Ltd.	Affiliated enterprise	Operating revenue	492,029	17.63	70 days			178,008	24.58	
Chenzhou Delta Technology Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	722,940	25.85	70 days			147,825	20.41	
Delta Electronics (Chongqing) Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	565,238	100.00	70 days			190,531	99.99	
Cyntec Co., Ltd.	Delta Electronics, Inc.	Ultimate parent company	Operating revenue	1,574,431	26.23	70 days			621,378	33.40	
Cyntec Co., Ltd.	DEI Logistics (USA) Corp.	Affiliated enterprise	Operating revenue	146,273	2.44	90 days after delivery			62,348	3.35	
Cyntec Electronics (Suzhou) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	9,219,107	99.99	70 days			1,546,713	99.99	
Cyntec Electronics (WuHu) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	2,858,480	100.00	70 days			472,233	100.00	
Delta Energy Systems (Germany) GmbH	Delta Electronics (Thailand) Public Company Limited	Affiliated enterprise	Operating revenue	1,529,261	75.59	70 days			88,441	14.39	
Delta Electronics India Pvt. Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	1,570,737	19.67	70 days			591,271	28.55	
Delta Electronics India Pvt. Ltd.	Delta Electronics (Thailand) Public Company Limited	Affiliated enterprise	Operating revenue	207,212	2.61	70 days			51,814	2.50	
Delta Electronics (Japan), Inc.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	795,035	21.39	70 days			139,008	13.63	
Delta Electronics (Netherlands) B.V.	Delta Electronics (Italy) S.r.l.	Affiliated enterprise	Operating revenue	389,927	5.64	70 days			49,113	3.14	
Delta Electronics (Netherlands) B.V.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	589,320	8.49	70 days			17,314	1.11	

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 (Netherlands) B.V.	Delta Greentech Electronics Industry LLC	Affiliated enterprise	Operating revenue	\$ 556,345	8.02	180 days			\$ 437,245	27.93	
DELTA ELECTRONICS (NORWAY) AS	ELTEK MEA DMCC	Affiliated enterprise	Operating revenue	146,816	4.53	70 days			75,035	8.59	
DELTA ELECTRONICS (NORWAY) AS	DELTA Electronics (Germany) GmbH	Affiliated enterprise	Operating revenue	587,845	18.10	70 days			119,160	13.65	
DELTA ELECTRONICS (NORWAY) AS	DELTA ELECTRONICS (France) SAS	Affiliated enterprise	Operating revenue	432,223	13.29	70 days			104,910	12.02	
DELTA ELECTRONICS (NORWAY) AS	DELTA ELECTRONICS (UK) LTD	Affiliated enterprise	Operating revenue	357,415	11.04	70 days			58,281	6.68	
DELTA ELECTRONICS (NORWAY) AS	Delta Electronics (Sweden) AB	Affiliated enterprise	Operating revenue	199,769	6.18	70 days			31,324	3.59	
DELTA ELECTRONICS (NORWAY) AS	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	160,196	4.90	70 days			17	-	
DELTA ELECTRONICS (NORWAY) AS	Eltek s.r.o.	Affiliated enterprise	Operating revenue	215,627	6.66	70 days			145,972	16.72	
Delta Electronics (Poland) Sp. z o.o.	DELTA ELECTRONICS (NORWAY) AS	Affiliated enterprise	Operating revenue	122,097	25.33	70 days			29,741	24.27	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Australia) Pty Ltd	Affiliated enterprise	Operating revenue	762,347	0.43	70 days			257,969	0.41	
Delta Electronics Int'l (Singapore) Pte. Ltd.	DELTA ELECTRONICS BRASIL LTDA.	Affiliated enterprise	Operating revenue	224,104	0.13	90 days after delivery			148,550	0.24	
Delta Electronics Int'l (Singapore) Pte. Ltd.	ELTEK SISTEMAS DE ENERGIA INDUSTRIA E COMERCIO LTDA.	Affiliated enterprise	Operating revenue	152,992	0.09	90 days after delivery			104,614	0.17	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Switzerland) AG	Affiliated enterprise	Operating revenue	1,671,965	0.94	70 days			548,418	0.87	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Dongguan) Co., Ltd.	Affiliated enterprise	Operating revenue	16,042,222	9.02	70 days			6,913,985	11.00	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Jiangsu) Ltd.	Affiliated enterprise	Operating revenue	19,670,637	11.04	70 days			2,891,785	4.60	

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.	Delta Networks (Dongguan) Ltd.	Affiliated enterprise	Operating revenue	\$ 3,930,366	2.22	70 days			\$ 595,547	0.95	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Wuhu) Co., Ltd.	Affiliated enterprise	Operating revenue	3,835,336	2.16	70 days			773,220	1.23	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Chenzhou) Co., Ltd.	Affiliated enterprise	Operating revenue	2,289,436	1.29	70 days			1,135,418	1.81	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Chenzhou Delta Technology Co., Ltd.	Affiliated enterprise	Operating revenue	241,787	0.14	70 days			56,691	0.09	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Chongqing) Ltd.	Affiliated enterprise	Operating revenue	218,319	0.12	70 days			15,089	0.02	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Cyntec Co., Ltd.	Affiliated enterprise	Operating revenue	1,526,573	0.86	70 days			943,320	1.50	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Cyntec Electronics (Suzhou) Co., Ltd.	Affiliated enterprise	Operating revenue	424,257	0.24	70 days			171,803	0.27	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Cyntec Electronics (WuHu) Co., Ltd.	Affiliated enterprise	Operating revenue	186,430	0.11	70 days			112,284	0.18	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics Solutions (Spain) SL	Affiliated enterprise	Operating revenue	149,460	0.08	150 days			91,597	0.15	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Solutions (Finland) Oy	Affiliated enterprise	Operating revenue	102,042	0.06	70 days			29,598	0.05	
Delta Electronics Int'l (Singapore) Pte. Ltd.	DELTA ELECTRONICS (France) SAS	Affiliated enterprise	Operating revenue	141,168	0.08	70 days			93,362	0.15	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Digital Projection Limited	Affiliated enterprise	Operating revenue	141,217	0.08	75 days after delivery			40,490	0.06	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics India Pvt. Ltd.	Affiliated enterprise	Operating revenue	1,350,121	0.76	90 days after delivery			645,623	1.03	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Italy) S.r.l.	Affiliated enterprise	Operating revenue	159,862	0.09	70 days			62,174	0.10	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Japan), Inc.	Affiliated enterprise	Operating revenue	1,964,849	1.10	70 days			517,270	0.82	

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.	Addtron Technology (Japan), Inc.	Affiliated enterprise	Operating revenue	\$ 213,402	0.12	70 days			\$ 148,431	0.24	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Korea), Inc.	Affiliated enterprise	Operating revenue	178,425	0.10	70 days			59,363	0.09	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics International Mexico SA de CV	Affiliated enterprise	Operating revenue	192,944	0.11	70 days			140,749	0.22	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Netherlands) B.V.	Affiliated enterprise	Operating revenue	2,696,599	1.52	70 days			845,771	1.35	
Delta Electronics Int'l (Singapore) Pte. Ltd.	DELTA ELECTRONICS (NORWAY) AS	Affiliated enterprise	Operating revenue	929,923	0.53	70 days			151,452	0.24	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Slovakia) s.r.o.	Affiliated enterprise	Operating revenue	1,087,326	0.61	70 days			386,755	0.62	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Thailand) Public Company Limited	Affiliated enterprise	Operating revenue	3,108,385	1.74	70 days			1,251,296	1.99	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics, Inc.	Ultimate parent company	Operating revenue	18,698,575	10.51	70 days			9,521,840	15.15	
Delta Electronics Int'l (Singapore) Pte. Ltd.	DEI Logistics (USA) Corp.	Affiliated enterprise	Operating revenue	11,332,768	6.37	90 days after delivery			5,814,517	9.25	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Americas) Ltd.	Affiliated enterprise	Operating revenue	2,027,348	1.14	70 days			632,698	1.01	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (USA) Inc.	Affiliated enterprise	Operating revenue	2,174,736	1.22	70 days			758,552	1.21	
Delta Electronics (Slovakia) s.r.o.	Delta Electronics (Netherlands) B.V.	Affiliated enterprise	Operating revenue	1,113,515	28.59	70 days			226,769	14.76	
Delta Electronics (Slovakia) s.r.o.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	1,603,053	40.36	70 days			869,581	56.60	
Delta Electronics (Slovakia) s.r.o.	Eltek s.r.o.	Affiliated enterprise	Operating revenue	344,111	8.80	70 days			195,824	12.75	
Delta Electronics (Slovakia) s.r.o.	Delta Electronics (Thailand) Public Company Limited	Affiliated enterprise	Operating revenue	831,041	21.18	70 days			226,518	14.74	

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)	
Eltek s.r.o.	DELTA ELECTRONICS (NORWAY) AS	Affiliated enterprise	Operating revenue	\$ 1,233,531	49.68	70 days			\$ 102,352	18.57	
Eltek s.r.o.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	1,194,304	48.19	70 days			429,223	77.89	
Delta Electronics (Thailand) Public Company Limited	Delta Energy Systems (Germany) GmbH	Affiliated enterprise	Operating revenue	432,867	0.53	70 days			46,430	0.15	
Delta Electronics (Thailand) Public Company Limited	Delta Electronics India Pvt. Ltd.	Affiliated enterprise	Operating revenue	356,296	0.43	90 days after delivery			211,086	0.69	
Delta Electronics (Thailand) Public Company Limited	Delta Electronics (Japan), Inc.	Affiliated enterprise	Operating revenue	219,808	0.27	70 days			98,496	0.32	
Delta Electronics (Thailand) Public Company Limited	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	1,051,126	1.28	70 days			407,937	1.32	
Delta Electronics (Thailand) Public Company Limited	Delta Electronics (Slovakia) s.r.o.	Affiliated enterprise	Operating revenue	352,479	0.43	70 days			42,632	0.14	
Delta Electronics (Thailand) Public Company Limited	Delta Electronics, Inc.	Ultimate parent company	Operating revenue	121,686	0.15	70 days			51,959	0.17	
Delta Electronics (Thailand) Public Company Limited	DET Logistics (USA) Corporation	Affiliated enterprise	Operating revenue	25,687,633	31.27	90 days after delivery			14,057,917	45.62	
Delta Electronics (Thailand) Public Company Limited	Delta Electronics (Americas) Ltd.	Affiliated enterprise	Operating revenue	879,957	1.07	70 days			219,133	0.71	
Delta Electronics (Americas) Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	427,075	3.99	70 days			7,283	0.35	
Delta Electronics (Americas) Ltd.	Delta Electronics (Thailand) Public Company Limited	Affiliated enterprise	Operating revenue	636,955	5.92	70 days			113,110	5.40	
Digital Projection Inc.	Delta Electronics (Americas) Ltd.	Affiliated enterprise	Operating revenue	263,869	43.37	70 days			-	-	
Delta Electronics (Automotive) Americas Inc.	Delta Electronics (Thailand) Public Company Limited	Affiliated enterprise	Operating revenue	191,289	100.00	70 days			-	-	
March Networks Corporation	March Networks, Inc.	Affiliated enterprise	Operating revenue	1,029,333	78.31	30 days	Note 1	Note 1	281,600	59.78	

Table 6-7

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)	
Vivotek Inc.	Vivotek USA, INC.	Affiliated enterprise	Operating revenue	\$ 352,779	5.00	75 days	Note 2	Note 2	\$ 65,639	6.00	

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 is 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 is 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
September 30, 2023

Table 7

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

Creditor	Counterparty	Relationship with the counterparty	Balance as at September 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	\$ 490,159	1.13	\$ -		\$ -	
Delta Electronics, Inc.	Delta Electronics (Shanghai) Co., Ltd.	Subsidiary	149,236	0.67	-		-	
Delta Electronics, Inc.	Delta Electronics (Japan), Inc.	Subsidiary	175,504	-	-		3,851	
Delta Electronics, Inc.	Addtron Technology (Japan), Inc.	Subsidiary	301,375	3.86	-		-	
Delta Electronics, Inc.	Delta Electronics (Netherlands) B.V.	Subsidiary	277,269	6.01	14,754		105,657	
Delta Electronics, Inc.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Subsidiary	2,470,621	0.64	35,610		2,040,901	
Delta Electronics, Inc.	Delta Electronics (Thailand) Public Company Limited	Subsidiary	839,345	6.58	49,202		29,607	
Delta Electronics, Inc.	DEI Logistics (USA) Corp.	Subsidiary	2,118,855	2.83	-		59,556	
Delta Electronics, Inc.	Delta Electronics (Americas) Ltd.	Subsidiary	615,367	4.17	-		209,779	
Delta Electronics (Dongguan) Co., Ltd.	Delta Electronics (Shanghai) Co., Ltd.	Affiliated enterprise	1,804,374	3.60	-		239,321	
Delta Electronics (Dongguan) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	3,964,013	10.01	-		-	
Delta Electronics (Jiangsu) Ltd.	Delta Electronics (Shanghai) Co., Ltd.	Affiliated enterprise	5,351,693	3.78	-		2,785,932	
Delta Electronics (Jiangsu) Ltd.	Delta Electronics (Wuhu) Co., Ltd.	Affiliated enterprise	158,327	3.22	-		14	
Delta Electronics (Jiangsu) Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	5,401,179	10.66	78		2,030,014	
Delta Electronics (Shanghai) Co., Ltd.	Delta Greentech (China) Co., Ltd.	Affiliated enterprise	3,949,450	5.09	108		1,904,793	
Delta Electronics (Shanghai) Co., Ltd.	Delta Electronics (Pingtan) Co., Ltd.	Affiliated enterprise	906,715	3.02	-		266,558	
Delta Electronics (Shanghai) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	224,963	6.03	-		-	
Delta Electronics (Shanghai) Co., Ltd.	Delta Electronics (Thailand) Public Company Limited	Affiliated enterprise	173,451	3.52	-		-	

Table 7-1

Creditor	Counterparty	Relationship with the counterparty	Balance as at September 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 Networks (Dongguan) Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	\$ 666,330	4.49	\$ -		\$ 495,595	
Delta Electronics (Wuhu) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	759,078	7.05	-		532,455	
Delta Electronics (Chenzhou) Co., Ltd.	Delta Electronics (Shanghai) Co., Ltd.	Affiliated enterprise	131,508	3.62	-		47,682	
Delta Electronics (Chenzhou) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	939,212	5.05	-		64,513	
Chenzhou Delta Technology Co., Ltd.	Delta Electronics (Dongguan) Co., Ltd.	Affiliated enterprise	390,573	6.05	-		243,556	
Chenzhou Delta Technology Co., Ltd.	Delta Electronics (Chenzhou) Co., Ltd.	Affiliated enterprise	178,008	4.28	-		65,355	
Chenzhou Delta Technology Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	147,825	7.54	-		96,770	
Delta Electronics (Chongqing) Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	190,531	5.81	-		188,068	
Cyntec Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	117,163	-	-		117,163	
Cyntec Co., Ltd.	Delta Electronics, Inc.	Ultimate parent company	621,378	3.35	-		187,529	
Cyntec Electronics (Suzhou) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	1,546,713	9.17	-		970,463	
Cyntec Electronics (Wuhu) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	472,233	8.00	-		225,890	
Delta Electronics India Pvt. Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	591,271	5.65	269		85,521	
Delta Electronics (Japan), Inc.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	139,008	7.36	-		93,722	
Delta Electronics (Myanmar) Co., Ltd.	Delta Electronics (Thailand) Public Company Limited	Affiliated enterprise	110,797	0.96	92,018		-	
Delta Electronics (Netherlands) B.V.	Delta Greentech Electronics Industry LLC	Affiliated enterprise	437,245	1.52	75,917		75,866	
DELTA ELECTRONICS (NORWAY) AS	DELTA Electronics (Germany) GmbH	Affiliated enterprise	119,160	5.49	-		-	
DELTA ELECTRONICS (NORWAY) AS	DELTA ELECTRONICS (France) SAS	Affiliated enterprise	104,910	4.39	-		39,403	
DELTA ELECTRONICS (NORWAY) AS	Eltek s.r.o.	Affiliated enterprise	478,261	3.40	114,297		130,325	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Australia) Pty Ltd	Affiliated enterprise	257,969	5.63	-		91,233	
Delta Electronics Int'l (Singapore) Pte. Ltd.	DELTA ELECTRONICS BRASIL LTDA.	Affiliated enterprise	148,550	1.62	-		6,437	
Delta Electronics Int'l (Singapore) Pte. Ltd.	ELTEK SISTEMAS DE ENERGIA INDUSTRIA E COMERCIO LTDA.	Affiliated enterprise	104,614	1.83	24,598		-	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Switzerland) AG	Affiliated enterprise	548,418	3.74	-		252,884	

Table 7-2

Creditor	Counterparty	Relationship with the counterparty	Balance as at September 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 (Dongguan) Co., Ltd.	Affiliated enterprise	\$ 6,913,985	3.59	\$ 1,819,735		\$ 650,643	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Jiangsu) Ltd.	Affiliated enterprise	2,891,785	8.12	-		73,352	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Networks (Dongguan) Ltd.	Affiliated enterprise	595,547	5.25	-		334,979	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Wuhu) Co., Ltd.	Affiliated enterprise	773,220	6.52	-		471,463	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Chenzhou) Co., Ltd.	Affiliated enterprise	1,135,418	2.76	382,107		257,758	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Cyntec Co., Ltd.	Affiliated enterprise	943,320	3.08	1,232		-	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Cyntec Electronics (Suzhou) Co., Ltd.	Affiliated enterprise	171,803	3.66	-		-	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Cyntec Electronics (Wuhu) Co., Ltd.	Affiliated enterprise	112,284	3.31	-		-	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics India Pvt. Ltd.	Affiliated enterprise	645,623	2.26	7,277		-	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Japan), Inc.	Affiliated enterprise	517,270	4.36	-		191,102	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Addtron Technology (Japan), Inc.	Affiliated enterprise	148,431	3.83	-		103	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics International Mexico SA de CV	Affiliated enterprise	140,749	2.26	957		-	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Netherlands) B.V.	Affiliated enterprise	845,771	5.02	4,477		238,454	
Delta Electronics Int'l (Singapore) Pte. Ltd.	DELTA ELECTRONICS (NORWAY) AS	Affiliated enterprise	151,452	4.75	-		44,727	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Slovakia) s.r.o.	Affiliated enterprise	386,755	4.31	89,193		-	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Thailand) Public Company Limited	Affiliated enterprise	1,251,296	4.47	23,527		328,109	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics, Inc.	Ultimate parent company	9,521,840	2.52	258,375		741,667	
Delta Electronics Int'l (Singapore) Pte. Ltd.	DEI Logistics (USA) Corp.	Affiliated enterprise	5,814,517	2.87	-		161,714	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Americas) Ltd.	Affiliated enterprise	632,698	2.73	1,122		244,527	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (USA) Inc.	Affiliated enterprise	758,552	1.68	-		185,014	
Delta Electronics (Slovakia) s.r.o.	Delta Electronics (Netherlands) B.V.	Affiliated enterprise	226,769	3.85	-		124,093	
Delta Electronics (Slovakia) s.r.o.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	869,581	3.34	4,210		15,656	

Table 7-3

Creditor	Counterparty	Relationship with the counterparty	Balance as at September 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 (Slovakia) s.r.o.	Eltek s.r.o.	Affiliated enterprise	\$ 195,824	2.33	\$ 82,393		\$ 99,349	
Delta Electronics (Slovakia) s.r.o.	Delta Electronics (Thailand) Public Company Limited	Affiliated enterprise	226,518	4.84	1		60,444	
Eltek s.r.o.	DELTA ELECTRONICS (NORWAY) AS	Affiliated enterprise	102,352	14.48	-		102,352	
Eltek s.r.o.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	429,223	4.97	2,658		139,802	
Delta Electronics (Thailand) Public Company Limited	Delta Electronics India Pvt. Ltd.	Affiliated enterprise	211,086	2.90	9,820		4,405	
Delta Electronics (Thailand) Public Company Limited	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	407,937	4.19	34,347		40,418	
Delta Electronics (Thailand) Public Company Limited	DET Logistics (USA) Corporation	Affiliated enterprise	14,057,917	2.69	1,504,388		2,091,613	
Delta Electronics (Thailand) Public Company Limited	Delta Electronics (Americas) Ltd.	Affiliated enterprise	219,133	3.38	1,485		72,174	
Delta Electronics (Americas) Ltd.	Delta Electronics (Thailand) Public Company Limited	Affiliated enterprise	113,110	6.93	-		63,051	
Delta International Holding Limited B.V.	Delta Controls Inc.	Affiliated enterprise	453,824	-	-		-	
Delta International Holding Limited B.V.	Delta Electronics (H.K.) Ltd.	Affiliated enterprise	14,003,218	-	-		-	
Delta International Holding Limited B.V.	Drake Investment (HK) Limited	Affiliated enterprise	817,945	-	-		-	
Delta International Holding Limited B.V.	Delta Electronics (Netherlands) B.V.	Affiliated enterprise	1,865,499	-	-		-	
Delta International Holding Limited B.V.	Amerlux, LLC	Affiliated enterprise	903,560	-	-		-	
Delta International Holding Limited B.V.	Delta Electronics (USA) Inc.	Affiliated enterprise	981,534	-	-		-	
DET International Holding B.V.	Delta Electronics India Pvt. Ltd.	Affiliated enterprise	2,517,060	-	-		-	
Delta Electronics (Shanghai) Co., Ltd.	Delta Electronics (Chongqing) Ltd.	Affiliated enterprise	630,227	-	14		-	
Delta Electronics (Shanghai) Co., Ltd.	Cyntec Electronics (Wuhu) Co., Ltd.	Affiliated enterprise	1,430,907	-	44		-	
Delta Electronics (Wuhu) Co., Ltd.	Delta Electronics (Jiangsu) Ltd.	Affiliated enterprise	1,567,002	-	-		-	
Fairview Assets Ltd.	Delta Controls Inc.	Affiliated enterprise	1,654,093	-	-		-	
Fairview Assets Ltd.	Delta Electronics (H.K.) Ltd.	Affiliated enterprise	10,306,107	-	-		-	

Table 7-4

Creditor	Counterparty	Relationship with the counterparty	Balance as at September 30, 2023 (Note 1)	Turnover rate	Overdue receivables		Amount collected subsequent to the balance date (Note 2)	Allowance for doubtful accounts
					Amount	Action taken		
Fairview Assets Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	\$ 14,071,769	-	\$ -		\$ -	
Delta Energy Systems (Germany) GmbH	Delta Energy Systems Property (Germany) GmbH	Affiliated enterprise	367,924	-	-		-	
Delta Energy Systems (Germany) GmbH	Delta Electronics (Slovakia) s.r.o.	Affiliated enterprise	508,650	-	-		-	
Delta Greentech (Netherlands) B.V.	Eltek s.r.o.	Affiliated enterprise	205,540	-	-		-	
DELTA ELECTRONICS (NORWAY) AS	Delta Electronics (Slovakia) s.r.o.	Affiliated enterprise	406,920	-	-		-	
March Networks Corporation	March Networks, Inc.	Affiliated enterprise	281,600	4.64	-		92,009	
Universal Instruments Corporation	Universal Instruments Mfg.(Shenzhen) Co. Ltd.	Affiliated enterprise	212,227	-	-		-	

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

Note 2: The amount represents collections subsequent to September 30, 2023 up to October 31, 2023.

Delta Electronics, Inc. and Subsidiaries
Significant inter-company transactions during the reporting period
Nine months ended September 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	\$ 15,390,239	(Note 4)	5.11
0	Delta Electronics, Inc.	Delta Electronics (Thailand) Public Company Limited	Subsidiary	Operating revenue	3,522,316	(Note 4)	1.17
0	Delta Electronics, Inc.	DEI Logistics (USA) Corp.	Subsidiary	Operating revenue	5,987,560	(Note 5)	1.99
1	Delta Electronics (Dongguan) Co., Ltd.	Delta Electronics (Shanghai) Co., Ltd.	Affiliated enterprise	Operating revenue	4,285,871	(Note 4)	1.42
1	Delta Electronics (Dongguan) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	26,788,776	(Note 4)	8.89
2	Delta Electronics (Jiangsu) Ltd.	Delta Electronics (Shanghai) Co., Ltd.	Affiliated enterprise	Operating revenue	14,238,442	(Note 4)	4.73
2	Delta Electronics (Jiangsu) Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	43,874,712	(Note 4)	14.57
3	Delta Electronics (Shanghai) Co., Ltd.	Delta Greentech (China) Co., Ltd.	Affiliated enterprise	Operating revenue	10,387,666	(Note 4)	3.45
4	Delta Networks (Dongguan) Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	4,457,843	(Note 4)	1.48
5	Delta Electronics (Wuhu) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	4,791,932	(Note 4)	1.59
6	Delta Electronics (Chenzhou) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	3,746,428	(Note 4)	1.24
7	Cyntec Electronics (Suzhou) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	9,219,107	(Note 4)	3.06
8	Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Dongguan) Co., Ltd.	Affiliated enterprise	Operating revenue	16,042,222	(Note 4)	5.33

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 Electronics (Jiangsu) Ltd.	Affiliated enterprise	Operating revenue	\$ 19,670,637	(Note 4)	6.53
8	Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Networks (Dongguan) Ltd.	Affiliated enterprise	Operating revenue	3,930,366	(Note 4)	1.30
8	Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Wuhu) Co., Ltd.	Affiliated enterprise	Operating revenue	3,835,336	(Note 4)	1.27
8	Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Thailand) Public Company Limited	Affiliated enterprise	Operating revenue	3,108,385	(Note 4)	1.03
8	Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics, Inc.	Ultimate parent company	Operating revenue	18,698,575	(Note 4)	6.21
8	Delta Electronics Int'l (Singapore) Pte. Ltd.	DEI Logistics (USA) Corp.	Affiliated enterprise	Operating revenue	11,332,768	(Note 5)	3.76
9	Delta Electronics (Thailand) Public Company Limited	DET Logistics (USA) Corporation	Affiliated enterprise	Operating revenue	25,687,633	(Note 5)	8.53
2	Delta Electronics (Jiangsu) Ltd.	Delta Electronics (Shanghai) Co., Ltd.	Affiliated enterprise	Accounts receivable	5,351,693	(Note 4)	1.16
2	Delta Electronics (Jiangsu) Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Accounts receivable	5,401,179	(Note 4)	1.17
8	Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Dongguan) Co., Ltd.	Affiliated enterprise	Accounts receivable	6,913,985	(Note 4)	1.50
8	Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics, Inc.	Ultimate parent company	Accounts receivable	9,521,840	(Note 4)	2.06
8	Delta Electronics Int'l (Singapore) Pte. Ltd.	DEI Logistics (USA) Corp.	Affiliated enterprise	Accounts receivable	5,814,517	(Note 5)	1.26
9	Delta Electronics (Thailand) Public Company Limited	DET Logistics (USA) Corporation	Affiliated enterprise	Accounts receivable	14,057,917	(Note 5)	3.05
10	Delta International Holding Limited B.V.	Delta Electronics (H.K.) Ltd.	Affiliated enterprise	Other receivables - related parties	14,003,218	(Note 6)	3.03
11	Fairview Assets Ltd.	Delta Electronics (H.K.) Ltd.	Affiliated enterprise	Other receivables - related parties	10,306,107	(Note 6)	2.23

Table 8-2

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)
11	Fairview Assets Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Other receivables - related parties	\$ 14,071,769	(Note 6)	3.05

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
Nine months ended September 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 September 30, 2023			Net profit (loss) of the investee for the nine months ended September 30, 2023	Investment income (loss) recognised by the Company for the nine months ended September 30, 2023	Footnote
				Balance as at September 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	\$ 86,081,189	\$ 3,063,919	\$ 3,058,475	(Note 6)
Delta Electronics, Inc.	Delta Networks Holding Limited	Cayman Islands	Equity investments	29,582	29,582	83,800,000	100.00	2,343,855	72,621	72,621	(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	32,127,070	3,546,876	3,265,276	(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	5,451,618	12,237,346	616,267	(Note 6 and Note 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	38,858,384	1,213,384	1,226,411	(Note 6)
Delta Electronics, Inc.	DelBio Inc.	Taiwan	Manufacturing, wholesale and retail of medical equipment	900,000	900,000	21,761,836	100.00	157,966	(25,743)	(25,673)	(Note 6)
Delta Electronics, Inc.	Delta Electronics Capital Company	Taiwan	Equity investments	3,253,241	3,253,241	391,967,176	100.00	4,627,024	689,157	689,157	(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	69,548,883	13,758,967	13,798,223	(Note 6)
Delta Electronics, Inc.	Delta America Ltd.	U.S.A.	Equity investments	103,065	103,065	2,100,000	10.26	290,049	510,346	51,836	(Note 6 and Note 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	4,426,186	405,182	186,335	(Note 6)
Delta Electronics, Inc.	Chunghwa SEA Holdings	Taiwan	Equity investments	8,800	8,800	880,000	44.00	8,233	(386)	(115)	(Note 6)
Delta Electronics, Inc.	Delmind Inc.	Taiwan	Provide vertical add-on value solution	210,000	210,000	21,000,000	70.00	182,926	(18,419)	(12,893)	(Note 6)
Delta Electronics, Inc.	Ancora Semiconductors Inc.	Taiwan	Gallium Nitride (GaN) technologies and solutions	470,000	470,000	37,000,000	67.03	256,899	(212,267)	(142,283)	(Note 6 and Note 22)
Delta Electronics, Inc.	Delta Energy Inc.	Taiwan	Energy technology services	200,000	-	20,000,000	100.00	193,090	(6,910)	(6,910)	(Note 6 and Note 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	945,236	18,078	(5,471)	(Note 6 and Note 18)
Delta Electronics, Inc.	Power Forest Technology Corporation	Taiwan	IC design of power management	112,500	-	5,000,000	21.30	102,509	(98,361)	(9,991)	(Note 6, Note 18 and Note 26)
Atrust Computer Corporation	APLUS COMPUTER (SAMOA) COMPANY LIMITED	Samoa	Equity investments	72,608	55,407	2,250,000	100.00	9,589	(3,120)	(3,120)	(Note 6 and Note 23)

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at September 30, 2023			Net profit (loss) of the investee for the nine months ended September 30, 2023	Investment income (loss) recognised by the Company for the nine months ended September 30, 2023	Footnote
				Balance as at September 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	\$ 41,420	(\$ 212,267)	(\$ 15,389)	(Note 6 and Note 22)
Delta International Holding Limited B.V.	Delta Electronics (Thailand) Public Company Limited	Thailand	Manufacturing and exporting power supplies, other electronic parts and components	13,255,065	13,901,180	1,830,611,700	14.68	15,162,290	12,237,346	1,701,220	(Note 1 and Note 13)
Delta International Holding Limited B.V.	DEI Logistics (USA) Corp.	U.S.A.	Warehousing and logistics services	92,647	92,647	1,000,000	100.00	273,477	11,079	11,079	(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	92,259	92,259	5,600	100.00	1,009,700	218,298	218,298	(Note 1)
Delta International Holding Limited B.V.	Digital Projection International Limited	Britain	Equity investments	843,101	455,861	61,789,874	100.00	558,696	55,766	31,194	(Note 1)
Delta International Holding Limited B.V.	Delta Electronics (Switzerland) AG	Switzerland	Equity investments, research, development and sales of electronic products	656,514	656,514	10,000	100.00	960,316	176,281	171,501	(Note 1)
Delta International Holding Limited B.V.	DELTA ELECTRONICS HOLDING (USA) INC.	U.S.A.	Equity investments	2,203,715	2,203,715	1,060,624	100.00	3,277,410	156,882	155,117	(Note 1)
Delta International Holding Limited B.V.	DELTA ELECTRONICS (NORWAY) AS	Norway	Research, development and sales of power supplies and others	16,043,595	16,043,595	93,531,101	100.00	11,680,298	229,070	(340,358)	(Note 1)
Delta International Holding Limited B.V.	Delta Controls Inc.	Canada	Provide solutions to building management and control	2,420,250	2,420,250	75,000,000	100.00	3,039,060	30,116	30,116	(Note 1)
Delta International Holding Limited B.V.	Delta Electronics Europe Ltd.	Britain	Repair centre and providing support services	-	118,108	-	-	-	-	-	(Note 1 and Note 19)
Delta International Holding Limited B.V.	March Networks Holdings Ltd.	Canada	Equity investments	4,019,595	4,019,595	10,000	100.00	3,813,349	14,249	(71,834)	(Note 1)
Delta International Holding Limited B.V.	UI Acquisition Holding Co.	U.S.A.	Equity investments	3,014,018	3,014,018	334	100.00	3,030,505	(101,477)	(134,189)	(Note 1)
Delta International Holding Limited B.V.	Delta America Ltd.	U.S.A.	Equity investments	1,666,147	-	18,374,182	89.74	4,048,413	510,346	299,693	(Note 1, Note 9 and Note 20)
Delta International Holding Limited B.V.	Trihedral Engineering Limited	Canada	Graphic control software and related engineering services	1,151,218	-	51,495	100.00	1,357,874	95,501	59,196	(Note 1 and Note 20)
Delta International Holding Limited B.V.	Amerlux, LLC	U.S.A.	Design and production of dedicated lighting system and facilities	3,153,392	-	-	100.00	3,254,249	73,531	34,240	(Note 1 and Note 24)
Delta America Ltd.	Delta Electronics (Americas) Ltd.	U.S.A.	Sales of electronic components	243,777	243,777	250,000	100.00	2,298,187	489,128	489,128	(Note 15)
Digital Projection International Limited	Digital Projection Holdings Limited	Britain	Equity investments	612,201	235,894	50,118,547	100.00	114,459	55,761	55,761	(Note 17)

Table 9-2

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at September 30, 2023			Net profit (loss) of the investee for the nine months ended September 30, 2023	Investment income (loss) recognised by the Company for the nine months ended September 30, 2023	Footnote
				Balance as at September 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	\$ 316,142	\$ 316,142	2,733,483	100.00	\$ 336,249	\$ 25,957	\$ 25,957	(Note 2)
Delta Electronics (Netherlands) B.V.	Delta Electronics (H.K.) Ltd.	Hong Kong	Equity investments, operations management and engineering services	10,597,374	10,597,374	2,549,297,600	100.00	25,420,174	2,938,410	2,938,410	(Note 8)
Delta Electronics (Netherlands) B.V.	Boom Treasure Limited	Hong Kong	Equity investments	-	2,811,391	-	-	-	68,677	(28,716)	(Note 8 and Note 27)
Delta Electronics (Netherlands) B.V.	Drake Investment (HK) Limited	Hong Kong	Equity investments	8,750,538	5,554,194	1,081,056,306	100.00	8,090,380	154,561	151,041	(Note 8)
Delta Electronics (Netherlands) B.V.	Delta America Ltd.	U.S.A.	Equity investments	-	1,666,147	-	-	-	510,346	157,613	(Note 8 and Note 20)
Delta Electronics (Netherlands) B.V.	Delta Greentech Electronics Industry LLC	Turkey	Marketing and sales of electronic products	504,057	504,057	7,670,494	100	354,821	128,103	139,039	(Note 8)
Delta Electronics (Netherlands) B.V.	DELTA GREENTECH (BRASIL) LTDA.	Brazil	Manufacturing and sales of electronic products	229,440	229,440	4,315,657	100.00	182,421	8,621	8,621	(Note 8)
Delta Electronics (Netherlands) B.V.	DELTA ELECTRONICS BRASIL LTDA.	Brazil	Manufacturing and sales of electronic products	654,549	654,549	87,000,000	100.00	822,364	138,080	138,080	(Note 8)
Delta Electronics (Netherlands) B.V.	Amerlux, LLC	U.S.A.	Design and production of dedicated lighting system and facilities	-	3,153,392	-	-	-	73,531	(25,902)	(Note 8 and Note 24)
Delta Electronics (Netherlands) B.V.	Delta Greentech SGP Pte. Ltd.	Singapore	Equity investments	-	901,322	-	-	-	22,111	(5,726)	(Note 8 and Note 25)
Delta Electronics (Netherlands) B.V.	Trihedral Engineering Limited	Canada	Graphic control software and related engineering services	-	1,151,218	-	-	-	95,501	13,185	(Note 8 and Note 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	38,609,500	38,609,500	5,344,793,060	42.85	45,642,289	12,237,346	4,736,666	(Note 7 and Note 13)
Delta Electronics Int'l (Singapore) Pte. Ltd.	ELTEK POWER INCORPORATED	Philippines	Sales of power supplies and others	24,309	24,309	11,400,000	100.00	24,734	(14,840)	(14,840)	(Note 7)
Delta Electronics Int'l (Singapore) Pte. Ltd.	ELTEK POWER CO., LTD.	Thailand	Sales of power supplies and others	-	-	40,000	100.00	47,986	(10,822)	(10,822)	(Note 7)
Delta Electronics Int'l (Singapore) Pte. Ltd.	ELTEK POWER (CAMBODIA) LTD	Cambodia	Sales of power supplies and others	-	-	1,000	100.00	(20,215)	-	-	(Note 7)
Delta Electronics Int'l (Singapore) Pte. Ltd.	ELTEK POWER (MALAYSIA) SDN. BHD.	Malaysia	Sales of power supplies and others	66,649	66,649	300,000	100.00	(71,619)	(16,681)	(16,681)	(Note 7)
Delta Electronics Int'l (Singapore) Pte. Ltd.	Loy Tec electronics GmbH	Austria	Provide solutions to building management and control	2,619,015	2,619,015	-	100.00	1,565,952	157,614	76,018	(Note 7)
Delta Networks Holding Limited	Delta Networks, Inc.	Cayman Islands	Equity investments	5,739,509	5,739,509	1,196,886,000	100.00	2,302,836	72,678	72,678	(Note 3)

Table 9-3

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at September 30, 2023			Net profit (loss) of the investee for the nine months ended September 30, 2023	Investment income (loss) recognised by the Company for the nine months ended September 30, 2023	Footnote
				Balance as at September 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	\$ 1,129,450	\$ 1,129,450	35,000,000	100.00	\$ 1,165,101	\$ 72,382	\$ 72,382	(Note 4)
Cyntec Co., Ltd.	Fairview Assets Ltd.	Cayman Islands	Equity investments	1,116,521	1,116,521	32,740,062	100.00	34,920,599	1,090,044	1,090,044	(Note 5)
Cyntec Co., Ltd.	Power Forest Technology Corporation	Taiwan	IC design of power management	347,387	347,387	15,432,000	65.74	119,629	(98,361)	(87,385)	(Note 5 and Note 26)
Delta Electronics (Thailand) Public Company Limited	DET International Holding B.V.	Netherlands	Equity investments	8,336,526	8,336,526	264,357,330	100.00	8,005,176	185,397	175,113	(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	181,733	181,733	20,600,000	100.00	17,533	(25,112)	(25,112)	(Note 16)
Delta Electronics (Thailand) Public Company Limited	Delta Energy Systems (Singapore) PTE. LTD.	Singapore	Equity investments, trading, management and consultancy	8,209,241	4,917,276	278,899,220	100.00	10,582,296	289,356	311,301	(Note 16)
Delta Electronics (Thailand) Public Company Limited	Delta Electronics (Vietnam) Company Limited	Vietnam	Sales of electronic products	2,674	2,674	-	100.00	1,149	(1,603)	(1,603)	(Note 16)
Delta Electronics (Thailand) Public Company Limited	DELTA ELECTRONICS INDIA MANUFACTURING PRIVATE LIMITED	India	Manufacturing and marketing of electronic products	977,516	149,871	252,610,999	100.00	949,866	(32,405)	(32,405)	(Note 16)
Vivotek Inc.	Otus Imaging, Inc.	Taiwan	Sales of webcams and related components	-	44,294	-	-	-	(5,290)	(5,290)	(Note 11 and Note 21)
Vivotek Inc.	Realwin Investment Inc.	Taiwan	Venture capital company	173,696	173,696	17,369,635	100.00	203,457	23,585	25,192	(Note 11)
Vivotek Inc.	Vivotek Holdings, Inc.	U.S.A.	Holding company	31,555	31,555	1,050	100.00	352,596	10,171	27,775	(Note 11)
Vivotek Inc.	Vivotek Netherlands B.V.	Netherlands	Sales service	11,418	11,418	3,000	100.00	17,904	2,084	2,084	(Note 11)
Vivotek Inc.	Vivotek (Japan) Inc.	Japan	Sales service	17,939	17,939	6,600	100.00	21,310	516	516	(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	412,683	10,187	10,187	(Note 10)
Realwin Investment Inc.	Lidlight Inc.	Taiwan	Sales of lighting equipment	10,200	10,200	1,020,000	51.00	2,262	(3,104)	(1,583)	(Note 12)
Realwin Investment Inc.	Aetek Inc.	Taiwan	Sales of webcams and related components	34,045	34,045	3,372,500	56.21	79,571	36,587	20,565	(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	67,548	3,873	3,873	(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 Cytect 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 Electronics (Netherlands) 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 14.68% 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 63.07%. Delta Electronics (Thailand) Public Company Limited split stocks in April 2023. The par value of each share was THB 1 before the stock split and is THB 0.1 after the stock split, 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 Ltd.

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 Cytect Co., Ltd. Considering the 21.03% equity shares held by the Company, the total ownership was 87.04%.

Note 27: In July 2023, the Group adjusted the investment structure, and Delta Electronics (Netherlands) B.V. sold a 100% equity interest in its subsidiary, Boom Treasure Limited, to Drake Investment (HK) Limited.

Delta Electronics, Inc. and Subsidiaries
Information on investments in Mainland China
Nine months ended September 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 nine months ended September 30, 2023		Accumulated amount of remittance from Taiwan to Mainland China as at September 30, 2023	Net income (loss) of investee for the nine months ended September 30, 2023	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the nine months ended September 30, 2023	Book value of investments in Mainland China as at September 30, 2023	Accumulated amount of investment income remitted back to Taiwan as at September 30, 2023	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
Delta Electronics (Dongguan) Co., Ltd.	Manufacturing and sales of transformer and thermal products	\$ 4,514,896	Invested by DHK	\$ 5,381,840	\$ -	\$ -	\$ 5,381,840	\$ 541,026	100.00	\$ 604,144	\$ 6,445,465	\$ 311,729	(Note 3 and Note 13)
Delta Electronics (Shanghai) Co., Ltd.	Product design, management consulting service and distribution of electronic products	3,499,609	Invested by DHK	504,814	-	-	504,814	1,306,135	100.00	1,287,791	8,167,776	-	(Note 6 and Note 13)
Delta Electronics (Wuhu) Co., Ltd.	Manufacturing and sales of LED light source, power supplies and others	4,324,180	Invested by DHK	552,180	-	-	552,180	45,428	100.00	42,282	4,495,268	-	(Note 7 and Note 13)
Delta Electronics (Chenzhou) Co., Ltd.	Manufacturing and sales of transformers	2,033,010	Invested by DHK	137,950	-	-	137,950	104,253	100.00	(122,301)	2,156,142	-	(Note 8 and Note 13)
Delta Electronics (Jiangsu) Ltd.	Manufacturing and sales of power supplies and transformers	6,028,359	Invested by DHK	13,160,670	-	-	13,160,670	1,424,304	100.00	1,424,895	13,176,638	-	(Note 13)
Delta Green (Tianjin) Industries Co., Ltd.	Manufacturing and sales of transformers	146,183	Invested by DHK	1,067,658	-	-	1,067,658	(1,069)	100.00	181,707	90,809	-	(Note 9 and Note 13)
Delta Electronics (Pingtan) Co., Ltd.	Wholesale and retail of electronic products and energy-saving equipment	132,365	Invested by DHK	167,633	-	-	167,633	32,755	100.00	32,755	196,325	-	(Note 13)
Delta Electronics (Beijing) Co., Ltd.	Installation of mechanic, electronic, telecommunication and circuit equipment	220,609	Invested by DHK	14,759	-	-	14,759	1,182	100.00	1,182	176,255	-	(Note 10 and Note 13)
Delta Electronics (Xi'an) Co., Ltd.	Sales of computer, peripheral equipment and software	242,670	Invested by DHK	272,955	-	-	272,955	991	100.00	991	198,936	-	(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	7,518,910	Invested by DHK	-	9,095,949	-	9,095,949	566,969	100.00	566,969	7,232,060	-	(Note 13 and Note 19)

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 nine months ended September 30, 2023		Accumulated amount of remittance from Taiwan to Mainland China as at September 30, 2023	Net income (loss) of investee for the nine months ended September 30, 2023	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the nine months ended September 30, 2023	Book value of investments in Mainland China as at September 30, 2023	Accumulated amount of investment income remitted back to Taiwan as at September 30, 2023	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
Delta Networks (Dongguan) Ltd.	Manufacturing and sales of other radio-broadcast receivers and the equipment in relation to broadband access networking system	\$ 1,468,285	Invested by DHK	\$ 1,442,674	-	-	\$ 1,442,674	(\$ 107,156)	100.00	(\$ 106,747)	\$ 1,842,974	\$ 709,940	(Note 5 and Note 13)
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	65,072	Invested by DNHK	22,589	-	-	22,589	9,805	30.00	2,942	48,159	-	(Note 14)
DelBio (Wujiang) Co., Ltd.	Manufacturing, wholesale and retail of medical equipment	129,080	Invested by DelBio	129,080	-	-	129,080	(7,214)	100.00	(7,214)	164,636	25,316	(Note 15)
Chenzhou Delta Technology Co., Ltd.	Manufacturing and sales of transformers	112,511	Invested by DCZ	-	-	-	-	62,841	100.00	62,334	386,424	-	(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	44,563	Invested by DPEC and DGC	-	-	-	-	(520)	96.32	(520)	31,727	-	(Note 11)
Guangzhou Amerlux Lighting Co., Ltd.	Wholesale of lighting fixture and decorative objects	15,328	Invested by Amerlux Lighting Hong Kong Limited	194,346	-	-	194,346	47,910	100.00	47,910	68,339	-	(Note 16)
Delta Greentech (China) Co., Ltd.	Sales of uninterruptible power systems	2,506,118	Invested by Drake-HK, Boom and DGSG	9,868,574	-	-	9,868,574	315,460	95.91	302,561	5,961,385	-	(Note 4 and Note 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	1,581,230	Invested by DHK	968,100	-	-	968,100	101,074	100.00	101,074	1,278,223	-	(Note 13 and Note 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	110,305	Invested by DPT	-	-	-	-	1,093	40.00	437	12,972	-	(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 nine months ended September 30, 2023		Accumulated amount of remittance from Taiwan to Mainland China as at September 30, 2023	Net income (loss) of investee for the nine months ended September 30, 2023	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the nine months ended September 30, 2023	Book value of investments in Mainland China as at September 30, 2023	Accumulated amount of investment income remitted back to Taiwan as at September 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	\$ 1,129,450	Invested by DHK	\$ -	-	-	\$ -	(\$ 40,346)	100.00	(\$ 40,347)	\$ 845,548	-	(Note 13)
Universal Instruments Mfg.(Shenzhen) Co. Ltd.	Precision automation solutions	127,817	Invested by UI European Holdco. Cooperatief U.A.	-	-	-	-	54,716	100.00	54,716	141,378	-	(Note 18)

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 7.31385 to US\$1 and NTD 4.41218 to RMB\$1.

Note 2: The accumulated remittance as at January 1, 2023, remitted or collected this period, accumulated remittance as at September 30, 2023 and investment income remitted back as at September 30, 2023 was translated into New Taiwan Dollars at the average exchange rate of NTD 32.27 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., Universal Instruments Mfg. (Shenzhen) Co., Ltd., Delta Energy Technology Puhuan (shanghai) Co., Ltd., Delta Electronics (Beijing) Co., Ltd., Delta Electronics (Xi'an) Co., Ltd., Guangzhou Amerlux Lighting 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: Invest through UI European Holdco. Cooperatief U.A.

Note 19: 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 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.

Company name	Accumulated amount remitted from Taiwan to Mainland China as at September 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)	\$ 41,723,476	\$ 41,723,476	\$ -
Cyntec Co., Ltd. (Note 5)	-	6,105,883	20,113,535
DelBio Inc. (Notes 4 and 6)	103,764	103,764	94,832

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 NTD32.27 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 of \$94,832 is calculated based on DelBio Inc.'s 60% of net assets as at September 30, 2023. However, the application amount of US\$4,000 thousand is calculated based on the net assets as at July 4, 2013.

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. On July 18, 2023, the Company obtained the confirmation letter from the Investment Commission, however, as of September 30, 2023, the Company has not yet remitted back the transfer price to Taiwan, and the approved investment amount has not yet been revoked by the Investment Commission.

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
September 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%