

Stock Code : 6243

**ENE TECHNOLOGY INC AND  
SUBSIDIARIES**

**CONSOLIDATED FINANCIAL  
STATEMENTS AND REVIEW  
REPORT OF INDEPENDENT  
ACCOUNTANTS**

**June 30<sup>th</sup> , 2023 AND 2022**

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**ADDRESS : 4F, No.21, LIXING RD. HSINCHU SCIENCE PARK**  
**Contact Number : 886-3-666-2888**

## **Translated Independent Auditor’s Review Report**

To the Board of Directors of ENE TECHNOLOGY INC. :

### **Introduction**

We have reviewed the consolidated balance sheets of ENE TECHNOLOGY INC and subsidiaries as of June 30th, 2023, and the related consolidated statements of comprehensive income, of changes in equity and of cash flow for the six-month periods 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 above said financial statements in accordance with “Regulations Governing the Preparation of Financial Reports by Securities Issuers” and International Accounting Standards 34, “Interim Financial Reporting” as endorsed by the Financial Supervisory Commission. Our responsibility is to express a conclusion on these consolidated financial statements based on our reviews.

### **Scope of Review**

We conducted our reviews in accordance with the TWESRE2410 “Review of Financial Information”. A Review of consolidated financial statements 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 assure full awareness of all significant matters that might be identified in an audit. Thus, we are not able to express an audit opinion.

### **Qualified Conclusion**

Based on our reviews, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects the consolidated financial position of the Company as of June 30<sup>th</sup> 2023, and its consolidated financial performance and its consolidated cash flows for the period ending June 30<sup>th</sup>, 2023 and 2022 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 “Interim Financial Reporting” endorsed by and issued into effect by the Financial Supervisory Commission of the Republic of China.

**Other Items – Last quarter was reviewed by other auditors**

2022 Q2 consolidated financial report of ENE Technology Inc. and its subsidiaries was reviewed by other auditors and was issued unqualified opinions on 2022.08.02.

P r i c e w a t e r h o u s e C o o p e r s T a i w a n

Chin-Chang Chen

CPA

Pei-Chuan Huang

ENE Technology Inc. and Subsidiaries

Consolidated Balance Sheet  
January 1<sup>st</sup> to June 30<sup>th</sup> 2023 & 2022

Unit: NTD thousands

Assets		Note	<u>2 0 2 3 . 0 6 . 3 0</u>		<u>2 0 2 2 . 1 2 . 3 1</u>		<u>2 0 2 2 . 0 6 . 3 0</u>	
			A m o u n t	%	A m o u n t	%	A m o u n t	%
<b>Current Assets</b>								
1100	Cash & cash equivalents	6(1)	\$ 162,935	14	\$ 229,124	20	\$ 331,110	27
1110	Financial asset through P&L	6(2)						
	measured at fair value- current		-	-	-	-	80,062	7
1136	Financial asset after amortization	6(3) & 8						
	current		280,615	23	261,454	23	229,411	19
1170	Net accounts receivables	6(4)	246,546	20	167,160	14	208,530	17
1180	Accounts receivable- related	7						
	parties		27,092	2	32,871	3	15,662	1
130X	Inventories	6(5)	368,160	31	375,244	32	274,303	23
1410	Pre-payments		5,264	1	19,368	2	10,781	1
1479	Other current assets-others		4,153	-	4,953	-	6,001	1
11XX	<b>Total Current Assets</b>		<u>1,094,765</u>	<u>91</u>	<u>1,090,174</u>	<u>94</u>	<u>1,155,860</u>	<u>96</u>
<b>Non-Current Asset</b>								
1535	Financial assets after amortization	6(3) & 8						
	– non current		1,053	-	1,047	-	1,041	-
1600	Property, plant and equipment	6(6)	16,361	1	19,272	2	21,534	2
1755	Right-of-use asset	6(7)	30,773	3	11,022	1	14,503	1
1780	Intangible asset		33,865	3	20,835	2	726	-
1840	Deferred tax asset		16,832	1	15,073	1	6,871	-
1900	Other non-current assets	7	15,116	1	6,783	-	7,850	1
15XX	<b>Total Non-current assets</b>		<u>114,000</u>	<u>9</u>	<u>74,032</u>	<u>6</u>	<u>52,525</u>	<u>4</u>
1XXX	<b>Total Assets</b>		<u>\$ 1,208,765</u>	<u>100</u>	<u>\$ 1,164,206</u>	<u>100</u>	<u>\$ 1,208,385</u>	<u>100</u>

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**ENE Technology Inc. and Subsidiaries**  
**Consolidated Balance Sheet**  
**January 1<sup>st</sup> to June 30<sup>th</sup>, 2023 & 2022**

Unit: NTD thousands

Liabilities and Equity		Note	2 0 2 3 . 0 6 . 3 0		2 0 2 2 . 1 2 . 3 1		2 0 2 2 . 0 6 . 3 0	
			A m o u n t	%	A m o u n t	%	A m o u n t	%
<b>Current Liabilities</b>								
2100	Short term loan	6(8)	\$ 207,500	17	\$ 196,000	17	\$ 150,000	12
2170	Account payables		138,791	12	111,137	10	168,280	14
2180	Account payable - related parties	7	2,393	-	3,349	-	2,595	-
2200	Other account payables	6(9)	31,861	3	42,725	4	104,152	9
2280	Lease liabilities-current	6(7)	5,419	1	3,187	-	6,554	-
2320	Loan term loan matured within 1 year	6(10)	-	-	3,636	-	7,273	1
2399	Other current liabilities-others		4,381	-	2,574	-	3,602	-
21XX	<b>Total current liabilities</b>		<u>390,345</u>	<u>33</u>	<u>362,608</u>	<u>31</u>	<u>442,456</u>	<u>36</u>
<b>Non-Current liabilities</b>								
2570	Deferred income tax liabilities		2,706	-	1,694	-	42	-
2580	Lease liabilities – non current	6(7)	24,083	2	7,014	1	8,271	1
2600	Other non current liabilities		3	-	6	-	-	-
25XX	<b>Non current liabilities</b>		<u>26,792</u>	<u>2</u>	<u>8,714</u>	<u>1</u>	<u>8,313</u>	<u>1</u>
2XXX	<b>Total liabilities</b>		<u>417,137</u>	<u>35</u>	<u>371,322</u>	<u>32</u>	<u>450,769</u>	<u>37</u>
<b>Equity</b>								
<b>Equity attributed to Parent</b>								
Capital		6(13)						
3110	Ordinary share capital		453,128	37	453,228	39	453,228	38
Capital surplus		6(14)						
3200	Capital surplus		276,867	23	276,767	24	276,768	23
Retained earnings		6(15)						
3310	Legal reserve		13,215	1	6,007	-	6,007	-
3350	Undistributed earnings		66,012	5	81,820	7	61,051	5
Other equity								
3400	Other equity		( 17,594)	( 1)	( 24,938)	( 2)	( 39,438)	( 3)
3XXX	<b>Total equity attributed to Parent company</b>		<u>791,628</u>	<u>65</u>	<u>792,884</u>	<u>68</u>	<u>757,616</u>	<u>63</u>
Significant or liable and unrecognized committed contract		9						
Significant subsequent events		11						
3X2X	<b>Total liabilities and equity</b>							
<b>Current Liabilities</b>			<u>\$ 1,208,765</u>	<u>100</u>	<u>\$ 1,164,206</u>	<u>100</u>	<u>\$ 1,208,385</u>	<u>100</u>

ENE Technology Inc. and Subsidiaries  
Consolidated Statement of Comprehensive Income  
January 1st to June 30<sup>th</sup>, 2023 & 2022

Unit: NTD K

EPS is denoted as NTD

Item	Note	20230401~0630		20220401~0630		20230101~0630		20220101~0630	
		A m o u n t	%	A m o u n t	%	A m o u n t	%	A m o u n t	%
4000 Operating revenue	6(16) &7	\$ 249,828	100	\$ 174,174	100	\$ 450,563	100	\$ 384,778	100
5000 Operating cost	6(5)	( 157,038)	( 63)	( 113,963)	( 66)	( 279,589)	( 62)	( 260,953)	( 68)
5900 Gross margin		<u>92,790</u>	<u>37</u>	<u>60,211</u>	<u>34</u>	<u>170,974</u>	<u>38</u>	<u>123,825</u>	<u>32</u>
Operating expense	6(18)								
6100 Selling expense		( 20,375)	( 8)	( 19,523)	( 11)	( 38,397)	( 8)	( 37,993)	( 10)
6200 General & admin expense		( 20,367)	( 8)	( 20,456)	( 12)	( 39,272)	( 9)	( 41,302)	( 11)
6300 R & D expense		( 38,081)	( 15)	( 21,764)	( 12)	( 62,067)	( 14)	( 39,179)	( 10)
6450 Expected credit loss	6(4)	<u>379</u>	<u>-</u>	<u>236</u>	<u>-</u>	<u>357</u>	<u>-</u>	<u>( 153)</u>	<u>-</u>
6000 Total operating expense		<u>( 78,444)</u>	<u>( 31)</u>	<u>( 61,507)</u>	<u>( 35)</u>	<u>( 139,379)</u>	<u>( 31)</u>	<u>( 118,627)</u>	<u>( 31)</u>
6900 Operating profit (loss)		<u>14,346</u>	<u>6</u>	<u>( 1,296)</u>	<u>( 1)</u>	<u>31,595</u>	<u>7</u>	<u>5,198</u>	<u>1</u>
Non-operating income and expense									
7100 Interest income		4,639	2	684	-	8,684	2	847	-
7010 Other income		52	-	108	-	82	-	108	-
7020 Other profit and loss	6(17)	11,280	4	23,357	14	7,429	2	46,142	12
7050 Financial cot		<u>( 1,102)</u>	<u>-</u>	<u>( 538)</u>	<u>-</u>	<u>( 2,015)</u>	<u>( 1)</u>	<u>( 983)</u>	<u>-</u>
7000 Total of non operating income and expense		<u>14,869</u>	<u>6</u>	<u>23,611</u>	<u>14</u>	<u>14,180</u>	<u>3</u>	<u>46,114</u>	<u>12</u>
7900 Profit before income tax		<u>29,215</u>	<u>12</u>	<u>22,315</u>	<u>13</u>	<u>45,775</u>	<u>10</u>	<u>51,312</u>	<u>13</u>
7950 Income tax expense	6(19)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
8200 Net profit for the period		<u>\$ 29,215</u>	<u>12</u>	<u>\$ 22,315</u>	<u>13</u>	<u>\$ 45,775</u>	<u>10</u>	<u>\$ 51,312</u>	<u>13</u>
Other comprehensive profit and loss (net)									
Cumulative translation differences of foreign operation									
8361 Income tax relating to items may be reclassified		(\$ 201)	-	(\$ 17)	-	(\$ 202)	-	\$ 41	-
8399 Profit before income tax	6(19)	<u>41</u>	<u>-</u>	<u>3</u>	<u>-</u>	<u>41</u>	<u>-</u>	<u>( 8)</u>	<u>-</u>
8300 Other comprehensive profit and loss (net)		<u>(\$ 160)</u>	<u>-</u>	<u>(\$ 14)</u>	<u>-</u>	<u>(\$ 161)</u>	<u>-</u>	<u>\$ 33</u>	<u>-</u>
8500 Total comprehensive profit and loss		<u>\$ 29,055</u>	<u>12</u>	<u>\$ 22,301</u>	<u>13</u>	<u>\$ 45,614</u>	<u>10</u>	<u>\$ 51,345</u>	<u>13</u>
Net profit attributed to									
8610 Parent company		<u>\$ 29,215</u>	<u>12</u>	<u>\$ 22,315</u>	<u>13</u>	<u>\$ 45,775</u>	<u>10</u>	<u>\$ 51,312</u>	<u>13</u>
Total comprehensive profit & loss attributed to :									
8710 Parent company		<u>\$ 29,055</u>	<u>12</u>	<u>\$ 22,301</u>	<u>13</u>	<u>\$ 45,614</u>	<u>10</u>	<u>\$ 51,345</u>	<u>13</u>
Earning per share	6(20)								
9750 Basic earning per share		<u>\$ 0.66</u>	<u>\$ 0.51</u>	<u>\$ 1.03</u>	<u>\$ 1.16</u>				
9850 Diluted earning per share		<u>\$ 0.65</u>	<u>\$ 0.49</u>	<u>\$ 1.01</u>	<u>\$ 1.14</u>				

ENE Technology Inc. & Subsidiaries  
Consolidated Statements of Changes in Equity  
January 1st to June 30<sup>th</sup>, 2023 & 2022

Unit : NTDS Thousands

	Note	Equity attributed to Parent Company								Total equity
		Capital surplus			Retained earnings			Others		
		Ordinary shares capital	Capital Surplus – Premium	Capital Surplus – Others	Legal reserve	Undistributed earning	Cumulative translation differences of foreign operation	Unrealized P&L from financial assets measured at fair value through P&L	Other equity – Others	
<u>2022</u>										
Balance as of 0101		\$ 443,228	\$ 241,083	\$ 13,684	\$ -	\$ 60,069	\$ 136	(\$ 5,000 )	\$ -	\$ 753,200
Net profit of the period		-	-	-	-	51,312	-	-	-	51,312
Comprehensive P & L of the period		-	-	-	-	-	33	-	-	33
Total of comprehensive P&L of the period		-	-	-	-	51,312	33	-	-	51,345
2021 profit appropriation and distribution										
Legal reserve		-	-	-	6,007	( 6,007 )	-	-	-	-
Cash dividends		-	-	-	-	( 44,323 )	-	-	-	( 44,323 )
Cash from capital reserve		-	( 8,864 )	-	-	-	-	-	-	( 8,864 )
Share-based payment transaction	6(12)	10,000	-	30,865	-	-	-	-	( 34,607 )	6,258
Balance as of 0630		<u>\$ 453,228</u>	<u>\$ 232,219</u>	<u>\$ 44,549</u>	<u>\$ 6,007</u>	<u>\$ 61,051</u>	<u>\$ 169</u>	<u>(\$ 5,000 )</u>	<u>(\$ 34,607 )</u>	<u>\$ 757,616</u>
<u>2023</u>										
Balance as of 0101		\$ 453,228	\$ 232,218	\$ 44,549	\$ 6,007	\$ 81,820	\$ 161	\$ -	(\$ 25,099 )	\$ 792,884
Net profit of the period		-	-	-	-	45,775	-	-	-	45,775
Comprehensive P & L of the period		-	-	-	-	-	( 161 )	-	-	( 161 )
Total of comprehensive P&L of the period		-	-	-	-	45,775	( 161 )	-	-	45,614
2022 profit appropriation and distribution										
Legal reserve		-	-	-	7,208	( 7,208 )	-	-	-	-
Cash dividends		-	-	-	-	( 54,375 )	-	-	-	( 54,375 )
Share-based payment transaction	6(12)	( 100 )	-	100	-	-	-	-	7,505	7,505
Balance as of 0630		<u>\$ 453,128</u>	<u>\$ 232,218</u>	<u>\$ 44,649</u>	<u>\$ 13,215</u>	<u>\$ 66,012</u>	<u>\$ -</u>	<u>\$ -</u>	<u>(\$ 17,594 )</u>	<u>\$ 791,628</u>

ENE Technology Inc. and Subsidiaries  
Consolidated Statements of Cash Flows  
January 1st to June 30<sup>th</sup>, 2023 & 2022

	Notes	20230101~0630	Unit: NTD\$ Thousands 20220101~0630
<b><u>Cash flow from operating activities:</u></b>			
Income before income tax		\$ 45,775	\$ 51,312
Adjustments			
Income and expenses/loss items			
Depreciation	6(18)	8,949	7,519
Amortization	6(18)	5,272	1,361
Interest expenses		2,015	983
Interest income		( 8,684 )	( 847 )
Expected credit impairment loss	6(4)	( 357 )	153
Disposal of real estate, plant & equipment	6(17)	1,109	207
Loss from disposal of subsidiaries	6(17)	1,160	-
Net financial asset at fair value through P&L profit	6(2)(17)		
		( 130 )	( 62 )
Cost for share-based payment compensation	6(12)	7,505	6,258
Profit from lease change	6(17)	( 143 )	-
Others		-	( 16 )
Net changes in operating related assets			
Current financial assets at fair value through profit or loss			
Account receivables (include related parties)		130	( 80,000 )
Other receivables		( 71,640 )	( 6,091 )
Inventories		609	1,109
Prepaid payments		7,084	( 97,334 )
Other current assets		14,574	3,979
Net changes in operating related liabilities		44	( 3,014 )
Account payables (include related parties)			
Other account payables		26,698	63,265
Other current liabilities		( 10,640 )	5,621
Cash flows from operating activities (outflow) inflow		<u>1,807</u>	<u>947</u>
Interest received		31,137	( 44,650 )
Interest paid		8,746	668
Income tax paid		( 2,006 )	( 1,029 )
Net cash inflow (outflow) from operating activities		<u>( 852 )</u>	<u>-</u>
<u>Cash flow from investment activities</u>		<u>37,025</u>	<u>( 45,011 )</u>
<b><u>Cash flow from investment activities:</u></b>			
Acquisition of financial assets after amortization		( 19,167 )	( 4,326 )
Acquisition of real estate, plant and equipment	6(21)	( 4,015 )	( 529 )
Acquisition of intangible assets		( 18,232 )	-
Disposal of subsidiary		( 2,817 )	-
Decrease (increase) of refundable deposits (other non-current asset)		( 833 )	37
Increase other non-current assets		( 7,500 )	-
Net cash outflow from investment activities		<u>( 52,564 )</u>	<u>( 4,818 )</u>
<b><u>Cash flow from financing activities</u></b>			
Increase (decrease) short term loan	6(22)	11,500	( 12,272 )
Long term loan repayment	6(22)	( 3,636 )	( 3,636 )
Lease liabilities principle repayment	6(22)	( 4,172 )	( 3,773 )
Cash dividend distribution	6(15)	( 54,375 )	-
Decrease other non current liabilities		( 3 )	-
Net cash outflow from financing activities		<u>( 50,686 )</u>	<u>( 19,681 )</u>
Effect of exchange rate to cash and cash equivalent		<u>36</u>	<u>36</u>
Net decrease in cash and cash equivalent		( 66,189 )	( 69,474 )
Cash and cash equivalent at beginning of period		<u>229,124</u>	<u>400,584</u>
Cash and cash equivalent at end of period		<u>\$ 162,935</u>	<u>\$ 331,110</u>

**ENE Technology Inc. and Subsidiaries**  
**Notes to Consolidated Financial Statements**  
**January 1<sup>st</sup> to June30<sup>th</sup> , 2023 & 2022**

Unit : NTD\$ thousands  
(except otherwise indicated)

**1. Company history**

ENE TECHNOLOGY INC. (the “Company”) was incorporated as a company by shares on May 20<sup>th</sup>, 1998. The Company and its subsidiaries (the “Group”) is focused on the R&D, design, development, production and sales of electronic components, information software and circuit design services.

Alcor Micro Corp. is the parent company since June 9<sup>th</sup>, 2023, the ultimate controlling parent company is Egis Technology Inc.

**2. The date and procedure of authorization for issuance of the consolidated financial statements**

These consolidated financial statements were approved and authorized by the Board of Directors on August 3<sup>rd</sup> , 2023.

**3. Application of New Standards, Amendments, Principles and Interpretations**

- (1) Effects of the adoption of new issuances of or amendments to International Financial Reporting Standards (IFRS) as endorsed by the Financial Supervisory Commission (FSC)

The new standards, amendments, principles and interpretations endorsed by the FSC effective from 2023 adopted by the Company are as follows

<b><u>New Standards/Amendments/Principles and Interpretations</u></b>	<b><u>Effective date by IASB</u></b>
Amendments to IAS 1 “Disclosure of Accounting Policy”	2023.01.01
Amendments to IAS 8 “Definition of Accounting Estimates”	2023.01.01
Amendments to IAS 12 “Deferred tax related to Assets and Liabilities Arising from Single Transaction”	2023.01.01

After assessing the above standards and interpretations, the Group found no major impact on the consolidated financial report.

(2) The impact of IFRSs issued by IASB and endorsed by the FSC

As of the date the following IFRSs that have been issued by the IASB, and endorsed by the FSC:

<u>New, Revised or Amended Standards and Interpretations</u>	<u>Effective date by IASB</u>
NA	NA

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

As of the date the following IFRSs that have been issued by the IASB, but not yet endorsed by the FSC:

<u>New, Revised or Amended Standards and Interpretations</u>	<u>Effective date by IASB</u>
Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets Between an Investor and its Associate or Joint Venture”	TBD
Amendments to IFRS 16 “Lease liabilities in a sale and leaseback”	2024.01.01
IFRS 17 “Insurance Contracts”	2023.01.01
Amendments to IFRS 17 “Insurance Contracts”	2023.01.01
Amendments to IFRS 17 “Initial application of IFRS 17 and IFRS 9 – Comparative information”	2023.01.01
Amendments to IAS 1 “To classify debt as current or non-current”	2024.01.01
Amendments to IAS 1 “Non-current liabilities with contractual terms”	2024.01.01
Amendments to IAS 7 and IFRS 7 “Supplier finance arrangements”	2024.01.01
Amendments to IAS 12 “International tax reform Pillar two model rules	2023. 05.23

After assessing the above standards and interpretations, the Group found no major impact on the consolidated financial report.

#### 4. Summary of Significant Accounting Policies

The principle accounting policies applied in the preparation of the consolidated financial statements are outlined below. These policies have been applied consistently to all the periods presented, unless otherwise stated.

(1) Statement of Compliance

1. These consolidated financial statements are prepared in accordance with the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” and the International Financial Reporting Standards, IFRIC Interpretations, and SIC Interpretations as endorsed by the FSC (collectively referred herein after as the “IFRSs”).
2. Please read 2022 annual report as complimentary material.

(2) Preparation basis

1. Other than the items below, the consolidated report is prepared based on historical cost:
  - (1) Financial asset and liability at fair value through profit and loss, financial asset and liability at fair value through other comprehensive income.
  - (2) Defined benefit asset measured by pension asset less present value of

defined benefit obligation.

2. Please refer to Note 5 for significant assumptions and estimations.

(3) Basis of consolidation

1. Preparation of the consolidated financial report

Principles for preparing the report is the same as the 2022 annual financial report.

2. List of subsidiaries in the consolidated financial statements:

<u>Name of Investor</u>	<u>Name of Subsidiaries</u>	<u>Business</u>	<u>Percentage of ownership (%)</u>			<u>Note</u>
			<u>2023</u>	<u>2022</u>	<u>2022</u>	
ENE	ENE Touch Technology Co., Ltd (ENE Touch)	Electronic materials distributor	<u>06.30</u>	<u>12.31</u>	<u>06.30</u>	
			-	100	100	

Note: the company sold 100% holding of ENE Touch on 2023.04.20<sup>th</sup>.

3. List of subsidiaries which are not included in the consolidated financial statement: None.

4. Adjustment and treatment for subsidiaries with different accounting periods: None.

5. Significant restrictions: None.

6. Subsidiaries with significant non-controlling interests in the Group: None.

(4) Employment Benefits

The pension cost for the interim period is calculated on the basis of the pension cost rate from the beginning of the year to the end of the current period using the pension cost rate determined by actuarial calculation at the end of the previous financial year. If there are major market changes, major reductions, liquidations, or other major one-off events after the closing date, adjustments will be made, and relevant information will be disclosed in accordance with the aforementioned policies.

(5) Income Tax

The income tax expense for the interim period is calculated by applying the estimated annual average effective tax rate to the pre-tax profit and loss of the interim period, and discloses relevant information in conjunction with the aforementioned policies.

**5. Critical Accounting Judgements, Estimations and Key Sources of Assumption Uncertainty**

There is no significant changes for the period. Please refer to 2022 Consolidated Financial Report for details.

**6. Contents of significant accounts**

(1) Cash and Cash Equivalent

	<u>2023.06.30</u>	<u>2022.12.31</u>	<u>2022.06.30</u>
Cash	\$ 30	\$ 30	\$ 203
Cash in Bank and Cheque	105,365	107,493	158,879
Term Deposit	<u>57,540</u>	<u>121,601</u>	<u>172,028</u>
	<u>\$ 162,935</u>	<u>\$ 229,124</u>	<u>\$ 331,110</u>

1. The above said term deposit is deemed as high liquidation investment matured within 3 months.
2. The Group deals with a number of financial institutions with good credibility, to lower credit risks. Thus, the risk to contract breach is deemed very low.
3. Cash and cash equivalents were not pledged for collateral. °

(2) Financial assets measured at fair value through P&L

	<u>2023.06.30</u>	<u>2022.12.31</u>	<u>2022.06.30</u>
Current			
Financial assets measured at fair value through P&L			
Benefit certificates	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 80,062</u>

1. Net profit from financial assets measured at fair value through P&L for the period 0401~0630 of 2023 and 2022 and 0101~0630 of 2022 and 2023 are \$128, \$62, \$130 and \$62 respectively.
2. Financial assets measured at fair value through P&L were not pledged for collateral.
3. Please refer to Note 12(3) for details.

(3) Financial assets at amortized cost

	<u>2023.06.30</u>	<u>2022.12.31</u>	<u>2022.06.30</u>
Current			
Term deposit matured more than 3 months	\$ 5,000	\$ 5,000	\$ 22,832
Term deposit pledged for collateral	<u>275,615</u>	<u>256,454</u>	<u>206,579</u>
	<u>\$ 280,615</u>	<u>\$ 261,454</u>	<u>\$ 229,411</u>

Non Current

Term deposit pledged for collateral \$ 1,053 \$ 1,047 \$ 1,041

1. Regardless of the collateral held or other credit enhancements, it is the most representative of the Group's holdings of financial assets measured at amortized cost, the largest credit risk on 20230630, 20220630 and 20221231. The insurance amount is the book value of the recognized financial assets.
2. Please refer to Note 8 for details on financial asset at amortized cost pledged as collateral.
3. Please refer to Note 12(2) for the credit risks on financial assets at amortized cost. It is deemed that the possibility of contract breach is very low.

(4) Account receivables

	<u>2023.06.30</u>	<u>2022.12.31</u>	<u>2022.06.30</u>
Notes receivables	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 191</u>
Account receivables	\$ 247,720	\$ 168,809	\$ 210,828
Less: allowances for doubtful accounts	<u>( 1,174)</u>	<u>( 1,649)</u>	<u>( 2,489)</u>
	<u>\$ 246,546</u>	<u>\$ 167,160</u>	<u>\$ 208,339</u>

1. Age analysis:

	<u>2023.06.30</u>	<u>2022.12.31</u>	<u>2022.06.30</u>	<u>2022.06.30</u>
	<u>Account receivables</u>	<u>Account receivables</u>	<u>Account receivables</u>	<u>Notes receivables</u>
Not past due	\$ 244,401	\$ 166,653	\$ 206,995	\$ 191
Past due 0~30 days	2,145	-	1,509	-
Past due 31-90 days	-	727	-	-
Past due over 91 days	<u>1,174</u>	<u>1,429</u>	<u>2,324</u>	<u>-</u>
	<u>\$ 247,720</u>	<u>\$ 168,809</u>	<u>\$ 210,828</u>	<u>\$ 191</u>

2. Balance of account receivables as of 2023.06.30, 2022.12.31, 2022.06.30 and 2022.01.01 are \$247,720, \$168,809, \$211,019 and \$191,427.
3. The Group adopts a simplified approach to estimate expected credit losses based on the provision matrix. The loss rate is adjusted based on historical and current information for a specific period to estimate the provision loss of accounts receivable.

Expected loss for the Group as of 2023.06.30, 2022.12.31 and 2022.06.30 are as following:

	<u>Not past due</u>	<u>Past due 30 days</u>	<u>Past due 31-90 days</u>	<u>Past due over 91</u>	<u>Total</u>
<u>2023.06.30</u>					
Expected loss %	0%	0%	0%~16.16%	24.92%~100%	
AR total	<u>\$244,401</u>	<u>\$ 2,145</u>	<u>\$ -</u>	<u>\$ 1,174</u>	<u>\$ 247,720</u>
Allowance for credit impairment loss	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,174</u>	<u>\$ 1,174</u>
	<u>Not past due</u>	<u>Past due 30 days</u>	<u>Past due 31-90 days</u>	<u>Past due over 91</u>	<u>Total</u>
<u>2022.12.31</u>					
Expected loss %	0%~5.00%	0%~12.30%	0%~44.10%	0%~100%	
AR total	<u>\$166,653</u>	<u>\$ -</u>	<u>\$ 727</u>	<u>\$ 1,429</u>	<u>\$ 168,809</u>
Allowance for credit impairment loss	<u>\$ 220</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,429</u>	<u>\$ 1,649</u>
	<u>Not past due</u>	<u>Past due 30 days</u>	<u>Past due 31-90 days</u>	<u>Past due over 91</u>	<u>Total</u>
<u>2022.06.30</u>					
Expected loss %	0%~0.73%	0%~9.44%	0%~45.24%	0%~100%	
AR total	<u>\$206,995</u>	<u>\$ 1,509</u>	<u>\$ -</u>	<u>\$ 2,324</u>	<u>\$ 210,828</u>
Notes receivable total	<u>\$ 191</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 191</u>
Allowance for credit impairment loss	<u>\$ 33</u>	<u>\$ 132</u>	<u>\$ -</u>	<u>\$ 2,324</u>	<u>\$ 2,489</u>

4. The Group has adapted simplified measure for changes in allowance for impairment loss:

	<u>2023</u>	<u>2022</u>
	<u>Account receivable</u>	<u>Account receivable</u>
01.01	\$ 1,649	\$ 2,336
Allowance for impairment loss	-	153
Reversal of impairment loss	( 357)	-
Impact on the consolidated & individual	( 118)	-
06.30	<u>\$ 1,174</u>	<u>\$ 2,489</u>

5. Please refer to Note 12(2) for details on AR credit risk.

(5) Inventory

	<u>2023.06.30</u>	<u>Allowance for inventory valuation loss</u>	<u>Book Value</u>
	<u>Costs</u>		
Raw material	\$ 152,072	(\$ 8,577)	\$ 143,495
Work in process	183,317	( 21,334)	161,983
Finished goods	<u>68,286</u>	<u>( 5,604)</u>	<u>62,682</u>
	<u>\$ 403,675</u>	<u>(\$ 35,515)</u>	<u>\$ 368,160</u>
	<u>2022.12.31</u>	<u>Allowance for inventory valuation loss</u>	<u>Book Value</u>
	<u>Costs</u>		
Raw material	\$ 87,556	(\$ 4,842)	\$ 82,714
Work in process	205,156	( 17,843)	187,313
Finished goods	<u>110,610</u>	<u>( 5,393)</u>	<u>105,217</u>
	<u>\$ 403,322</u>	<u>(\$ 28,078)</u>	<u>\$ 375,244</u>
	<u>2022.06.30</u>	<u>Allowance for inventory valuation loss</u>	<u>Book Value</u>
	<u>Costs</u>		
Raw material	\$ 28,178	(\$ 4,337)	\$ 23,841
Work in process	177,988	( 94,433)	83,555
Finished goods	<u>90,080</u>	<u>76,827</u>	<u>166,907</u>
	<u>\$ 296,246</u>	<u>(\$ 21,943)</u>	<u>\$ 274,303</u>

1. Inventory cost recognized as loss for the period

	<u>2023.04.01~2023.06.30</u>	<u>2022.04.01~2022.06.30</u>
Cost of good sold	\$ 152,196	\$ 105,699
Inventory valuation loss	4,639	1,751
Unallocated manufacturing overhead	<u>203</u>	<u>6,513</u>
	<u>\$ 157,038</u>	<u>\$ 113,963</u>
	<u>2023.01.01~2023.06.30</u>	<u>2022.01.01~2022.06.30</u>
Cost of good sold	\$ 271,338	\$ 232,529
Inventory valuation loss	7,437	2,939
Unallocated manufacturing overhead	<u>814</u>	<u>25,485</u>
Others	<u>-</u>	<u>-</u>
	<u>\$ 279,589</u>	<u>\$ 260,953</u>

2. Inventory was not pledged for collateral.

3. The Group enters a long-term contract with the supplier, which stipulates the minimum amount or quantity to be purchased. If the Group fails to

fulfill the contractual amount, the loss shall be recognized as the cost of the current period.

(6) Real estate, plant and equipment

	<u>2023</u>				
	<u>R&amp;D equipment</u>	<u>Office equipment</u>	<u>Improvement on lease</u>	<u>Equipment to be verified</u>	<u>Total</u>
2023.01.01					
Cost	\$20,768	\$70,793	\$ 3,417	\$ -	\$ 94,978
Accumulated depreciation	( 20,768)	( 53,706)	( 1,232)	-	( 75,706)
	<u>\$ -</u>	<u>\$17,087</u>	<u>\$ 2,185</u>	<u>\$ -</u>	<u>\$ 19,272</u>
2023.01.01	\$ -	\$17,087	\$ 2,185	\$ -	\$ 19,272
Acquisition	542	-	-	2,700	3,242
Disposal	-	-	( 1,109)	-	( 1,109)
Depreciation expense	( 135)	( 4,693)	( 216)	-	( 5,044)
2023.06.30	<u>\$ 407</u>	<u>\$12,394</u>	<u>\$ 860</u>	<u>\$ 2,700</u>	<u>\$ 16,361</u>
2023.06.30					
Cost	\$21,310	\$70,724	\$ 2,065	\$ 2,700	\$ 96,799
Accumulated depreciation	( 20,903)	( 58,330)	( 1,205)	-	( 80,438)
	<u>\$ 407</u>	<u>\$12,394</u>	<u>\$ 860</u>	<u>\$ 2,700</u>	<u>\$ 16,361</u>
	<u>2022</u>				
	<u>R&amp;D equipment</u>	<u>Office equipment</u>	<u>Improvement on lease</u>	<u>Equipment to be verified</u>	<u>Total</u>
2022.01.01					
Cost	\$20,768	\$64,412	\$ 2,526	\$ -	\$ 87,706
Accumulated depreciation	( 20,768)	( 45,966)	( 1,126)	-	( 67,860)
	<u>\$ -</u>	<u>\$18,446</u>	<u>\$ 1,400</u>	<u>\$ -</u>	<u>\$ 19,846</u>
2022.01.01	\$ -	\$18,446	\$ 1,400	\$ -	\$ 19,846
Acquisition	-	248	1,026	4,458	5,732
Disposal	-	-	( 207)	-	( 207)
Depreciation expense	-	( 3,711)	( 126)	-	( 3,837)
2022.06.30	<u>\$ -</u>	<u>\$14,983</u>	<u>\$ 2,093</u>	<u>\$ 4,458</u>	<u>\$ 21,534</u>
2022.06.30					
Cost	\$20,768	\$64,660	\$ 3,091	\$ 4,458	\$ 92,977
Accumulated depreciation	( 20,768)	( 49,677)	( 998)	-	( 71,443)
	<u>\$ -</u>	<u>\$14,983</u>	<u>\$ 2,093</u>	<u>\$ 4,458</u>	<u>\$ 21,534</u>

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The real estate, plant and equipment were not pledged for collateral.

(7) Lease – lessee

	<u>2023.06.30</u>	<u>2022.12.31</u>	<u>2022.06.30</u>
Right-of-use assets:			
buildings	\$ 28,116	\$ 10,540	\$ 13,590
Transportation vehicles	<u>2,657</u>	<u>482</u>	<u>913</u>
	<u>\$ 30,773</u>	<u>\$ 11,022</u>	<u>\$ 14,503</u>
Lease liabilities:			
Current	\$ 5,419	\$ 3,187	\$ 6,554
Non current	<u>24,083</u>	<u>7,014</u>	<u>8,271</u>
	<u>\$ 29,502</u>	<u>\$ 10,201</u>	<u>\$ 14,825</u>

1. The lease include building and transportation vehicle. The contracts are normally 2~5 years. The lease contracts are negotiated separately with different terms and conditions. There are no other restrictions other than leased assets shall not be pledged for collaterals.

2. Depreciation expenses for right-of-use assets:

	<u>20230401~20230630</u>	<u>20220401~20220630</u>
Building	\$ 1,523	\$ 1,382
Transport vehicle	<u>52</u>	<u>300</u>
	<u>\$ 1,575</u>	<u>\$ 1,682</u>
	<u>20230101~20230630</u>	<u>20220101~20220630</u>
Building	\$ 3,650	\$ 3,083
Transport vehicle	<u>255</u>	<u>599</u>
	<u>\$ 3,905</u>	<u>\$ 3,682</u>

3. Acquisition of right-of-use asset for 01.01 to 06.30, 2023 and 2022 are \$31,557 and \$10,697.

4. Car park lease contract does not exceed 12 months. Office printer is regarded as low value lease asset.

5. P& L items related to lease contracts:

	<u>20230401~20230630</u>	<u>20220401~20220630</u>
Interest expense from lease liabilities	\$ 134	\$ 50
Expenses of short term lease	36	49
Expenses of low-value lease	55	40
Profit from lease change (note)	( 143)	-

	20230101~20230630	20220101~20220630
Interest expense from lease liabilities	\$ 179	\$ 84
Expenses of short term lease	109	83
Expenses of low-value lease	79	65
Profit from lease change (note)	( 143)	-

Note: the company has terminated office lease before maturity.

6. Cash outflow from lease for the period 20230401~20230630, 20220401~20220630 and 20230101~20220630, 20220101~20220630 are \$2,783, \$2,177, \$4,539 and \$4,005.

(8) Short term loan

	2023.06.30	2022.12.31	2022.06.30
Guarantee bank loan	\$ 207,500	\$ 196,000	\$ 150,000
Range of interests	1.46%~2.02%	1.46%~1.89%	0.89%~1.64%

1. Unused quota as of 2023.06.30, 2022.12.31 and 2022.06.30 are \$172,500, \$154,000 and \$309,720.

2. Please refer to Note 8 for details on short term loan pledged for collateral.

(9) Other payments

	2023.06.30	2022.12.31	2022.06.30
Dividends	\$ -	\$ -	\$ 53,187
Employee bonus	11,879	18,275	28,135
Salary	10,558	10,967	7,667
Compensation to Director of the Board	1,782	2,741	1,999
equipment	-	773	5,758
Others	7,642	9,969	7,406
	<u>\$ 31,861</u>	<u>\$ 42,725</u>	<u>\$ 104,152</u>

(10) Long term loan

<u>Type</u>	<u>Duration and terms</u>	<u>Interest range</u>	<u>Guarantee</u>	<u>2023.06.30</u>
Guarantee	2020.06.29 ~2023.06.29 monthly	1.27%~2.69%	Note	\$ 3,091
Bank loan	interest payment			
Credit loan	"	"	None	<u>545</u>
				3,636
Less: loan matured within one year				<u>( 3,636)</u>
				<u>\$ -</u>

<u>Type</u>	<u>Duration and terms</u>	<u>Interest range</u>	<u>Guarantee</u>	<u>2022.06.30</u>
Guarantee	2020.06.29 ~2023.06.29 monthly	1.27%~2.43%	Note	\$ 6,182
Bank loan	interest payment			
Credit loan	"	"	None	1,091
				7,273
Less: loan matured within one year				<u>( 7,273)</u>
				<u>\$ -</u>

Note: The long-term loan is guaranteed by the Small and Medium Enterprise Credit Guarantee Fund of Taiwan (Taiwan SMEG).

Unused quota for period ending 2023.06.30, 2022.12.31 and 2022.06.30 are \$0.

## (11) Pension

### 1. Defined benefit

- (1) The company and its domestic subsidiaries have established a retirement method with defined benefits in accordance with the provisions of the "Labor Standards Law", which is applicable to the full-time employees before the implementation of the "Labor Pension Regulations" on July 1, 1994, and after the implementation of the "Labor Pension Regulations", the employees who choose to continue to apply the Labor Standards Law have their subsequent years of service. For employees who meet the retirement requirements, the pension payment is calculated based on the years of service and the average salary of the six months before retirement. The service years within 15 years (inclusive) will be given two bases for each full year, and the service years exceeding 15 years will be paid every year. A base is given for one full year, maximum payout base is 45. The company allocates 2% of the total salary to the retirement fund on a monthly basis in a special account in the name of the Labor Retirement Reserve Fund Supervisory Committee in the Bank of Taiwan. In addition, estimation of the balance of the special account for labor retirement reserves will be made at the end of the year. If the balance is insufficient to cover the estimated amount of pensions calculated for employees who meet the retirement requirements in the next year, the balance will be calculated again before the end of March

the following year.

(2) Amount recognized for the pension in according to the above method for the period ending 01.01~06.30 of 2023 and 2022 are both \$0.

(3) This group plans to stop making contributions in the fiscal year 2023 as the retirement reserve is fully funded.

## 2. Determination of Provision Plan.

(1) According to the "Labor Pension Act", the Company and its domestic subsidiaries have established a retirement method with definite contribution, which is applicable to employees of their nationality. The company and domestic subsidiaries choose to apply the part of the labor pension system stipulated in the "Labor Pension Regulations" for employees and contribute labor pensions to the individual accounts of employees of the Labor Insurance Bureau at the rate of 6% of salary every month. The payment of employee pensions is based on the employee's personal pension special account and accumulated income is collected in monthly pension or one-time pension.

(2) According to the pension insurance system stipulated by the government of the People's Republic of China, ENE Touch allocates pension insurance funds according to a certain percentage of the total salary of local employees every month. The pension of each employee is managed and arranged by the government, and the Group has no further obligations other than the monthly allocation.

(3) Amount recognized for the pension in according to the above method for the period ending 04.01~06.30 and 01.01~06.30 of 2023 and 2022 are \$1,206, \$1,151, \$2,422 and \$2,300.

## (12) Share-based payments

### 1. Share based payment as of 2023.06.30:

Issuer	Type	Issuance date	Quantity	No. shares available for subscription per unit (shares)	Contract Period	Condition
ENE	Restricted employee stock	2022.05.10	20 thousands unit	1	3years	Continuous employment for 1 year and meet the set KPI, one can exercise in a certain portion (note)
"	"	2022.03.16	980thousands unit	1	3years	Continuous employment for 1 year and meet the set KPI, one can exercise in a certain portion (note)

New shares with limited employee rights issued by the company may not be sold, pledged, transferred, gifted to others, encumbered, or disposed of in other ways before the vested conditions are met.

Note: For those who meet the service years and performance conditions stipulated in the Regulations on Employee Restricted Shares, the conditions are as follows:

Service with one year: 20%, Service with two years: 30%, Service with three years: 50%

2. Details for the above said share-based payments are as follows:

Restricted Employee Stock (RES) plan

	<u>20230101~20230331</u>	<u>20220101~20220331</u>
	<u>Quantity (thousands)</u>	<u>Quantity (thousands)</u>
RES at the beginning of the period	1,000	-
Issued shares at the current period	-	1000
Vested shares at the current period	( 198)	-
Cancelled shares at the current period	( 10)	-
RES at the end of the period	<u>792</u>	<u>1000</u>

3. The par value of new shares issued by the Group to restrict employee shares is NT\$10 per share, and the issue price per share is NT\$0 (free for employees). The closing price on the date of grant \$41.5 and \$40.25 are used as the measure of fair value.

4. The cost for above said RES for the period ending 04.01~06.30 and 01.01~06.30 2023 and 2022 are \$3,752, \$4,706, \$7,505 and \$6,258.

(13) Capital

1. As of 2023.06.30, the registered capital is \$950,000, total of 95,000 thousand shares. Actual capital is \$453,128 with par value of NT\$10. The adjustment of shares for the period as following:

	<u>2023</u>	<u>2022</u>
01.01	45,322,841	44,322,841
RES	-	1,000,000
Cancellation of REX	(10,000)	-
06.30	<u>45,312,841</u>	<u>45,322,841</u>

### 3. Restricted employee shares (RES)

In order to attract and retain professional talents and create the best interests of the company and shareholders, the company has passed the resolution of the BOD in March 2022 and May 2022 to issue new shares with restricted employee rights for free. The base date of issuance is March 16, 2022. And on May 10, 2022, the total amount was 1,000,000 shares. The employee's personal retention and annual performance evaluation standards have all met the vested conditions. If the vested conditions are not met, the company has the right to take back its shares without compensation and cancel them. As of March 31, 2023, 1,000,000 shares have been issued, and there are 198 thousands shares vested and 10 thousands canceled shares °

#### (13) Capital surplus

1. In accordance with the provisions of the Company Law, the surplus from the issuance of shares exceeding the par value and the capital reserve from the receipt of gifts may be used to make up for losses. When the company has no accumulated losses, new shares or cash. In addition, in accordance with the relevant provisions of the Securities and Exchange Act, when the above-mentioned capital reserve is allocated to capital, the total amount shall not exceed 10% of the paid-in capital each year. When the company still has insufficient surplus reserves to make up for capital losses, it may not use capital reserves to compensate it. °
2. The Shareholders Meeting in June 2022 has approved the proposal to distribute cash from capital surplus, NT\$0.2 per share, total of \$8,864.

(15) Retained earning/Subsequent events

1. According to the company's Articles, if the company has a surplus in its annual final accounts, in addition to paying taxes in accordance with the law, it should first make up for the accumulated losses, and then allocate 10% of the balance as the statutory surplus reserve, but the statutory surplus reserve This is not the case when the total paid-in capital of the company has been reached; in addition, depending on the company's operating needs and legal requirements, the special surplus reserve shall be appropriated or reversed. If there is still a surplus, and the undistributed surplus at the beginning of the same period, the board of directors shall propose a shareholder dividend Proposal on distribution, after submitting to the shareholders' meeting for resolution.
2. The company's dividend policy is formulated in accordance with the company law and the company's Articles, and is determined based on factors such as the company's capital and financial structure, operating conditions, earnings, and the nature and cycle of the industry to which it belongs. 50% of the surplus, cash dividends shall be withdrawn at no less than 50% of the total dividends for the year.
3. The statutory surplus reserve shall not be used except to make up for the company's losses and to issue new shares or cash in proportion to the shareholders' original shares.
4. When the company distributes the surplus, according to laws and regulations, the debit balance of other equity items on the balance sheet must be allocated as a special surplus reserve.
5. Earning distributed as approved in Shareholders Meeting on May 30<sup>th</sup> 2023 and in June 2022 are:

	<u>2022</u>		<u>2021</u>	
	<u>Amount</u>	<u>Dividends/ share</u>	<u>Amount</u>	<u>Dividends/ share</u>
Legal reserve	\$ 7,208		\$ 6,007	
Cash dividends	<u>54,375</u>	\$ 1.20	<u>44,323</u>	\$ 0.98
	<u>\$ 61,583</u>		<u>\$ 50,330</u>	

(16) Operation revenue

1. The Group's revenue is mainly derived from goods transferred at a certain point in time, and revenue can be broken down into the following geographical areas :

<u>20230401~20230630</u> China	<u>Taiwan</u>	<u>Others</u>	<u>Total</u>
External customer contract	\$ <u>162,268</u>	\$ <u>85,775</u>	\$ <u>1,785</u>
<u>20220401~20220630</u> China	<u>Taiwan</u>	<u>Others</u>	<u>Total</u>
External customer contract	\$ <u>124,959</u>	\$ <u>45,138</u>	\$ <u>4,077</u>
<u>20230101~20220630</u> China	<u>Taiwan</u>	<u>Others</u>	<u>Total</u>
External customer contract	\$ <u>287,458</u>	\$ <u>159,476</u>	\$ <u>3,629</u>
<u>20220101~20220630</u> China	<u>Taiwan</u>	<u>Others</u>	<u>Total</u>
External customer contract	\$ <u>263,197</u>	\$ <u>117,492</u>	\$ <u>4,089</u>

## 2. Contract liabilities

	<u>20230630</u>	<u>20221231</u>	<u>20220630</u>
Contract liabilities-income from customer contract	\$ <u>991</u>	\$ <u>-</u>	\$ <u>1,115</u>

## (17) Other profit and loss

	<u>20230401~20230630</u>	<u>20220401~20220630</u>
Foreign exchange gain (loss)	\$ 13,534	\$ 23,693
Profit of financial asset through P&L measured by fair value	128	62
Loss from disposal of investment	( 1,160)	-
Loss from disposal of real estate, plant and equipment	( 1,109)	( 207)
Profit from lease change	143	-
others	( 256)	( 191)
	\$ <u>11,280</u>	\$ <u>23,357</u>

	<u>20230101~20230630</u>	<u>20220101~20220630</u>
Foreign exchange gain (loss)	\$ 9,686	\$ 46,378
Profit of financial asset through P&L measured by fair value	130	62
Loss from disposal of investment	( 1,160)	-
Loss from disposal of real estate, plant and equipment	( 1,109)	( 207)
Profit from lease change	143	-
others	( 261)	( 91)
	\$ <u>7,429</u>	\$ <u>46,142</u>

(18) Additional information on cost and expense

	<u>20230401~20230630</u>		
	<u>Operation costs</u>	<u>Operation expense</u>	<u>Total</u>
Employee benefit expense			
Salary expense	\$ -	\$ 36,057	\$ 36,057
Share based payment	-	3,752	3,752
Labor and health insurance expense	-	1,931	1,931
Pension expense	-	1,206	1,206
Other HR	-	519	519
	<u>\$ -</u>	<u>\$ 43,465</u>	<u>\$ 43,465</u>
Depreciation expense	<u>\$ -</u>	<u>\$ 4,837</u>	<u>\$ 4,837</u>
Amortization expense	<u>\$ -</u>	<u>\$ 2,635</u>	<u>\$ 2,635</u>

	<u>20220401~20220630</u>		
	<u>Operation costs</u>	<u>Operation expense</u>	<u>Total</u>
Employee benefit expense			
Salary expense	\$ -	\$ 31,191	\$ 31,191
Share based payment	-	4,706	4,706
Labor and health insurance expense	-	1,917	1,917
Pension expense	-	1,151	1,151
Other HR	-	505	505
	<u>\$ -</u>	<u>\$ 39,470</u>	<u>\$ 39,470</u>
Depreciation expense	<u>\$ -</u>	<u>\$ 3,901</u>	<u>\$ 3,901</u>
Amortization expense	<u>\$ -</u>	<u>\$ 478</u>	<u>\$ 478</u>

	<u>20230101~20230630</u>		
	<u>Operation costs</u>	<u>Operation expense</u>	<u>Total</u>
Employee benefit expense			
Salary expense	\$ -	\$ 67,372	\$ 67,372
Share based payment	-	7,505	7,505
Labor and health insurance expense	-	3,926	3,926
Pension expense	-	2,422	2,422
Other HR	-	1,029	1,029
	<u>\$ -</u>	<u>\$ 82,254</u>	<u>\$ 82,254</u>
Depreciation expense	<u>\$ -</u>	<u>\$ 8,949</u>	<u>\$ 8,949</u>
Amortization expense	<u>\$ -</u>	<u>\$ 5,272</u>	<u>\$ 5,272</u>

20220101~20220630			
	<u>Operation costs</u>	<u>Operation expense</u>	<u>Total</u>
Employee benefit expense			
Salary expense	\$ -	\$ 62,724	\$ 62,724
Share based payment		6,258	6,258
Labor and health insurance expense	-	3,806	3,806
Pension expense	-	2,300	2,300
Other HR	-	1,011	1,011
	<u>\$ -</u>	<u>\$ 76,099</u>	<u>\$ 76,099</u>
Depreciation expense	<u>\$ -</u>	<u>\$ 7,519</u>	<u>\$ 7,519</u>
Amortization expense	<u>\$ -</u>	<u>\$ 1,361</u>	<u>\$ 1,361</u>

1. According to the company's Articles, the company shall allocate no less than 20% of the employee's remuneration and no more than 3% of the BOD's remuneration if there is a balance after deducting the accumulated losses.
2. Remuneration for BOD and employees are as follows:

	<u>20230401~20230331</u>	<u>20220401~20220331</u>
Remuneration to BODs	\$ 1,170	\$ 870
Remuneration to employees	<u>7,801</u>	<u>5,796</u>
	<u>\$ 8,971</u>	<u>\$ 6,666</u>

	<u>20230101~20230331</u>	<u>20220101~20220331</u>
Remuneration to BODs	\$ 1,782	\$ 2,000
Remuneration to employees	<u>11,879</u>	<u>13,328</u>
	<u>\$ 13,661</u>	<u>\$ 15,328</u>

The estimation of profits is recognized in according to the Articles for the period 01.01~06.30 of 2023 and 2022.

3. The remuneration of directors and employees approved by the board of directors in 2022 is consistent with the amount recognized in the financial report of 2022.
4. Please refer to MOPS for related information.

(19) Income tax

1. Income tax expense

- (1) Components of income tax expense:

	<u>20230401~20230630</u>	<u>20220401~20220630</u>
Current income tax:		
Current income tax expense	\$ -	\$ -
Tax for undistributed earnings	498	-
Under-estimates from previous years	209	-
Income tax total	<u>707</u>	<u>-</u>
Deferred income tax		
Temporary differences- original and reversal	( 707)	-
Income tax expenses	<u>\$ -</u>	<u>\$ -</u>

	<u>20230101~20230630</u>	<u>20220101~20220630</u>
Current income tax:		
Current income tax expense	\$ -	\$ -
Tax for undistributed earnings	498	-
Under-estimates from previous years	209	-
Income tax total	<u>707</u>	<u>-</u>
Deferred income tax		
Temporary differences- original and reversal	( 707)	-
Income tax expenses	<u>\$ -</u>	<u>\$ -</u>

(2) Amount of income tax related to other comprehensive income:

	<u>20230401~20230630</u>	<u>20220401~20220630</u>
Foreign exchange differences related to foreign operations	( \$ 41)	( \$ 3)

	<u>20230101~20230630</u>	<u>20220101~20220630</u>
Foreign exchange differences related to foreign operations	( \$ 41)	\$ 8

2. The income tax has been verified by the tax authority until fiscal year 2021.

(20) Earnings per share

	<u>20230401~20230630</u>		
		Weighted average	EPS
	<u>\$ after tax</u>	<u>Outstanding shares (thousand shares)</u>	<u>(Dollar)</u>
<u>Basic EPS</u>			
Net profit attributed to common shareholders of the parent company	\$ 29,215	44,159	\$ 0.66
<u>Diluted EPS</u>			
Net profit attributed to common shareholders of the parent company	\$ 29,215	44,519	
Potential dilution impact			
RES	-	300	
Employee remuneration	-	220	
Potential dilution impact attributed to the parent company	\$ 29,215	45,039	\$ 0.65
	<u>20220401~20220630</u>		
		Weighted average	EPS
	<u>\$ after tax</u>	<u>Outstanding shares (thousand shares)</u>	<u>(Dollar)</u>
<u>Basic EPS</u>			
Net profit attributed to common shareholders of the parent company	\$ 22,315	44,323	\$ 0.51
<u>Diluted EPS</u>			
Net profit attributed to common shareholders of the parent company	\$ 22,315	44,323	
Potential dilution impact			
RES	-	1	
Employee remuneration	-	366	
Potential dilution impact attributed to the parent company	\$ 22,315	44,690	\$ 0.49

<u>20230101~20230630</u>			
	<u>\$ after tax</u>	<u>Weighted average Outstanding shares (thousand shares)</u>	<u>EPS (Dollar)</u>
<u>Basic EPS</u>			
Net profit attributed to common shareholders of the parent company	<u>\$ 45,775</u>	<u>44,438</u>	<u>\$ 1.03</u>
<u>Diluted EPS</u>			
Net profit attributed to common shareholders of the parent company	\$ 45,775	44,438	
Potential dilution impact			
RES	-	309	
Employee remuneration	-	411	
Potential dilution impact attributed to the parent company	<u>\$ 45,775</u>	<u>45,158</u>	<u>\$ 1.01</u>
<u>20220101~20220630</u>			
	<u>\$ after tax</u>	<u>Weighted average Outstanding shares (thousand shares)</u>	<u>EPS (Dollar)</u>
<u>Basic EPS</u>			
Net profit attributed to common shareholders of the parent company	<u>\$ 51,312</u>	<u>44,323</u>	<u>\$ 1.16</u>
<u>Diluted EPS</u>			
Net profit attributed to common shareholders of the parent company	\$ 51,312	44,323	
Potential dilution impact			
RES	-	102	
Employee remuneration	-	500	
Potential dilution impact attributed to the parent company	<u>\$ 51,312</u>	<u>44,925</u>	<u>\$ 1.14</u>

(21) Additional information to cash flow

Investment activity with partial cash payment:

	<u>20230101~20230630</u>	<u>20220101~20220630</u>
Acquisition of real estate, plant and equipment	\$ 3,242	\$ 5,732
Add: equipment payment at the beginning of the period	773	555
Less: equipment payment at the beginning of the period	-	(5,758)
Cash payment of the period	<u>\$ 4,015</u>	<u>\$ 529</u>

(22) Changes in liabilities from financing activities

2023

	<u>Short term loan</u>	<u>Long term loan</u>	<u>Lease liabilities</u>	<u>Total liabilities from financing activities</u>
01.01	\$196,000	\$ 3,636	\$ 10,201	\$ 209,837
Changes in financing cash flow	11,500	( 3,636)	( 4,172)	3,692
Other non-cash changes	<u>-</u>	<u>-</u>	<u>23,473</u>	<u>23,473</u>
06.30	<u>\$207,500</u>	<u>\$ -</u>	<u>\$ 29,502</u>	<u>\$ 237,002</u>

2022

	<u>Short term loan</u>	<u>Long term loan</u>	<u>Lease liabilities</u>	<u>Total liabilities from financing activities</u>
01.01	\$162,272	\$ 10,909	\$ 9,085	\$ 182,266
Changes in financing cash flow	( 12,272)	( 3,636)	( 3,773)	( 19,681)
Other non-cash changes	<u>-</u>	<u>-</u>	<u>9,513</u>	<u>9,513</u>
06.30	<u>\$150,000</u>	<u>\$ 7,273</u>	<u>\$ 14,825</u>	<u>\$ 172,098</u>

**7. Related party transactions**

(1) Related party

<u>Related party</u>	<u>Relationship</u>
ASUSTek Computer Inc. (Asus)	Key personnel of the Company (Institutional Director)
Siguard Microelectronic Corp. (Siguard)	Key personnel of the Company (Institutional Director)
Egis Technology Inc. (EgisTec)	Ultimate parent entity
Algotek	Related company

(2) Significant transactions with related parties

1. Sales

	<u>20230401~20230630</u>	<u>20220401~20220630</u>
Sales:		
ASUSTek	<u>\$ 25,423</u>	<u>\$ 7,141</u>
	<u>20230101~20230630</u>	<u>20220101~20220630</u>
Sales:		
ASUSTek	<u>\$ 56,169</u>	<u>\$ 38,384</u>

Product prices quoted to the related parties were determined by the product specification. Some discounts were given depending on the total sales quantity. Therefore, prices quoted to the related parties were of no big difference to other customers.

2. Purchasing

	<u>20230401~20230630</u>	<u>20220401~20220630</u>
Service purchase		
Siguard	<u>\$ 3,868</u>	<u>\$ 3,769</u>
	<u>20230101~20230630</u>	<u>20220101~20220630</u>
Service purchase		
Siguard	<u>\$ 7,751</u>	<u>\$ 7,855</u>

The trading conditions between the Company and related parties are no different to those with general suppliers.

3. Account receivable

	<u>2023.06.30</u>	<u>2022.12.31</u>	<u>2022.06.30</u>
Service purchase			
ASUSTek	<u>\$ 27,092</u>	<u>\$ 32,871</u>	<u>\$ 15,662</u>

There is no bad debt allowances for the related party AR. The AR is mainly from product sales.

#### 4. Account payable

	<u>2023.06.30</u>	<u>2022.12.31</u>	<u>2022.06.30</u>
Service purchase			
Siguard	<u>\$ 2,393</u>	<u>\$ 3,349</u>	<u>\$ 2,595</u>

Related party AP is mainly from purchasing transaction with 60 days of term with no interest.

#### 5. Prepaid payment (other non-current asset)

	<u>2023.06.30</u>	<u>2022.12.31</u>	<u>2022.06.30</u>
Egis	<u>\$ 7,500</u>	<u>\$ -</u>	<u>\$ -</u>
Algoltek	<u>\$ 595</u>	<u>\$ -</u>	<u>\$ -</u>

The company has signed a product development contract with Egis Technology Inc. As of 2023.06.30, the contracted price not yet paid is \$22,500.

#### 6. Lease- lease

(1) the Company has rented building from Algoltek for 5 years. The new addition of right of use asset is \$13,854. The rent is decided in according to the mutual agreement and paid monthly.

(2) rent liability

a. at the end of the period

	<u>2023.06.30</u>	<u>2022.12.31</u>	<u>2022.06.30</u>
Algoltek	<u>\$ 12,865</u>	<u>\$ -</u>	<u>\$ -</u>

b. interest expenses:

	<u>20230401 ~ 0630</u>	<u>20220401 ~ 0630</u>
Algoltek	<u>\$ 67</u>	<u>\$ -</u>
	<u>20230101 ~ 0630</u>	<u>20220101 ~ 0630</u>
Algoltek	<u>\$ 67</u>	<u>\$ -</u>

### (3) Key personnel remuneration information

	<u>20230401</u> ~ <u>20230630</u>	<u>20220401</u> ~ <u>20220630</u>
Salary and other short term employee benefit	\$ 9,804	\$ 8,735
Post employment benefit	213	184
Share based payment	<u>2,199</u>	<u>608</u>
Total	<u>\$ 12,216</u>	<u>\$ 9,527</u>

	<u>20230101</u> ~ <u>20230630</u>	<u>20220101</u> ~ <u>20220630</u>
Salary and other short term employee benefit	\$ 18,386	\$ 16,284
Post employment benefit	409	353
Share based payment	<u>2,884</u>	<u>1,210</u>
Total	<u>\$ 21,679</u>	<u>\$ 17,847</u>

## **8. Pledged Asset**

Details of the assets provided as collateral by the Group are as follows:

<u>Asset</u>	<u>2023.06.30</u>	<u>2022.12.31</u>	<u>2022.06.30</u>	<u>Purpose</u>
Term deposit (Note1)	\$ 275,615	\$ 256,454	\$ 206,579	Note 3
Term deposit (Note2)	<u>1,053</u>	<u>1,047</u>	<u>1,041</u>	Note 4
	<u>\$ 276,668</u>	<u>\$ 257,501</u>	<u>\$ 207,620</u>	

Note1: financial asset at amortized cost -current

Note2: financial asset at amortized cost -non current

Note3: guarantee for short term loan

Note4: guarantee for tariff on imported raw material

## **9. Significant commitments**

1. The group has signed a software licensing contract. As of June 30, 2023, the amount not yet paid is \$17,444.
2. The Group signs a long-term contract with the supplier, which stipulates the relevant period and the minimum amount or quantity that the Group needs to purchase from the supplier °
3. Please refer to Note7 for details on the unrecognized contractual commitments with related parties.

## **10. Losses due to major disasters**

None.

## **11. Significant subsequent events**

None

## 12. Others

### (1) Capital management

There is no significant changes for the period. Please refer to Note 12(1) of 2022 annual consolidated financial report.

### (2) Financial instruments

#### 1. Types

	<u>2023.06.30</u>	<u>2022.12.31</u>	<u>2022.06.30</u>
<u>Financial asset</u>			
Financial asset measured at fair value through profit and loss	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 80,062</u>
amortized cost measurement (note1)	<u>\$ 723,765</u>	<u>\$ 697,094</u>	<u>\$ 791,943</u>
<u>Financial liabilities</u>			
amortized cost measurement(note2)	<u>\$ 380,548</u>	<u>\$ 356,853</u>	<u>\$ 432,306</u>
Lease liabilities	<u>\$ 29,502</u>	<u>\$ 10,201</u>	<u>\$ 14,825</u>

Note1: cash and cash equivalent, financial asset at amortized cost, net account receivable (including related parties), other account receivables and refundable deposit.

Note2: account payables (including related parties), other account payable, short term loan, long term loan (including maturity within one year) and refundable deposit.

#### 2. Risk management policy

There is no significant changes. Please refer to Note 12(2) of 2022 annual consolidated financial report.

#### 3. Significant financial risks

There is no significant changes except items below. Please refer to Note 12(2) of 2022 annual consolidated financial report.

##### (1) Market risks

###### Exposure to currency risk

A. The Group operates globally, therefore, it is exposed to various currency exchange rate risks, mainly from the US dollar and the RMB. These exchange rate risks arise from future business transactions and recognized assets and liabilities.

B. The Company financial assets and liabilities exposed to exchange rate risk were as following:

<u>2023.06.30</u>					
	Foreign currency		Book value	<u>Sensitivity analysis</u>	
	<u>(\$thousands)</u>	<u>FX rate</u>	<u>(NTD)</u>	<u>Change %</u>	<u>Impact on P&amp;L</u>
<u>Financial asset</u>					
Monetary item					
USD: NTD	\$ 20,537	31.14	\$639,527	1%	\$ 6,395
<u>Financial liabilities</u>					
Monetary item					
USD: NTD	2,774	31.14	86,389	1%	864

<u>2022.12.31</u>					
	Foreign currency		Book value	<u>Sensitivity analysis</u>	
	<u>(\$thousands)</u>	<u>FX rate</u>	<u>(NTD)</u>	<u>Change %</u>	<u>Impact on P&amp;L</u>
<u>Financial asset</u>					
Monetary item					
USD: NTD	\$ 20,168	30.71	\$ 619,356	1%	\$ 6,194
<u>Financial liabilities</u>					
Monetary item					
USD: NTD	2,391	30.71	73,416	1%	734

<u>2022.06.30</u>					
	Foreign currency		Book value	<u>Sensitivity analysis</u>	
	<u>(\$thousands)</u>	<u>FX rate</u>	<u>(NTD)</u>	<u>Change %</u>	<u>Impact on P&amp;L</u>
<u>Financial asset</u>					
Monetary item					
USD: NTD	\$ 23,879	29.72	\$709,695	1%	\$ 7,097
<u>Financial liabilities</u>					
Monetary item					
USD: NTD	3,556	29.72	105,689	1%	1,057

Recognized FX translation (loss)gains (realized and unrealized) are 13,543, \$23,693, \$9,686 and \$46,378 for period of 20230401~0630 and 20220401~0630, 20230101~0630 and 20220101~0630.

### Price risk

The Group mainly invests in equity instruments of domestic listed and over-the-counter companies and open-ended funds, and the prices of these equity instruments will be affected by the uncertainty of the future value of the underlying investments. In order to manage the price risk of financial instrument investments, the Group diversifies its investment portfolio, which is done in accordance with the limits set by the Group.

When the price of the equity tool is up or down 1%, and all other element remain unchanged, the new profit before income tax result

from the equity tool measured at fair value through profit or loss will be increased or decreased by \$0 and \$801.

Cash flow and fair value interest rate risk

A. The Group's interest rate risk primarily arises from borrowings issued at floating interest rates, exposing the Group to cash flow interest rate risk. In 2023 and 2022, the Group's borrowings issued at floating interest rates were denominated in NTD.

B. When the interest rate of NTD-denominated loans increases or decreases by 1% while all other factors remain unchanged, the profit before tax of the Company for the period 20230101~20230630 and 20220101~20220630 will decrease or increase by \$1,038 and \$786, respectively, mainly due to the change in interest expenses caused by the floating rate loans.

(2) Liquidity Risk

A. Cash flow forecasts are prepared by individual operating entities within the Group and consolidated by the Group's finance department. The finance department monitors the forecasted cash needs of the Group to ensure that sufficient funds are available to support its operations.

B. The non-derivative financial liabilities of the Group, except for those listed in the table below, are due within one year and represent significant cash flow amounts within one year from March 31, 2023, December 31, 2022 and March 31, 2022, including short-term borrowings, accounts payable, and other payables. These amounts are undiscounted and consistent with the balances of each item in the balance sheet.

2023.06.30	<u>within one year</u>	<u>over one year</u>	<u>total</u>
<u>Non-derivative financial liabilities:</u>			
lease liabilities	\$ 6,137	\$ 25,164	\$ 31,301
2022.12.31	<u>within one year</u>	<u>over one year</u>	<u>total</u>
<u>Non-derivative financial liabilities:</u>			
lease liabilities	\$ 3,337	\$ 7,195	\$ 10,532
Long-term borrowings (including current portion)	3,666	-	3,666
2022.06.30	<u>within one year</u>	<u>over one year</u>	<u>total</u>
<u>Non-derivative financial liabilities:</u>			
lease liabilities	\$ 6,750	\$ 8,518	\$ 15,268
Long-term borrowings (including current portion)	7,368	-	7,368

(3) Fair value of financial instruments

1. Categories of financial instruments and fair value

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Inputs other than quoted prices included in level 1 that are observable for the asset or liability (directly or indirectly).

Level 3: Assets or liabilities that are not observable market information (unobservable parameters).

2. Financial instrument not measured by fair value

The carrying amount of the financial instruments not measured by fair value (cash and cash equivalent, financial assets at amortized cost, account receivables, other account receivables, account payables, other account payables, refundable deposits, short term loan, long term loan and lease liabilities) is regarded as reasonable fair value.

3. Financial and non-financial instruments measured at fair value are classified by the Group based on the nature, characteristics, risks, and fair value hierarchy of assets and liabilities. There is none for the period 20230630, 20221231 and 20220630.

4. Valuation method and techniques to measure fair value

(1) Valuation techniques for financial instruments measured at fair value:

	<u>Open fund</u>
Market quote	Net worth

(2) If one or more significant parameters cannot be retrieved from the market, the financial instrument shall belong to Level 3.

5. For the period of 20230101~20230630 and 20220101~20220630, there was no transfer of Level1 and Level2

6. For the period of 20230101~20230630 and 20220101~20220630, there was no transfer of financial instruments in Level 3.

7. Finance department is responsible for verifying the valuation of Level 3 financial instruments.

8. The significant unobservable inputs of equity instrument investments in an inactive market are independent of each other and therefore are not interrelated. The list of quantitative information for significant unobservable inputs is as follows:

	<u>2023.06.30</u>		<u>Significant</u>	<u>Relationship between</u>
	<u>Fair value</u>	<u>Valuation techniques</u>	<u>unobservable inputs</u>	<u>inputs and fair value</u>
				<u>measurement</u>
Non derivative equity instrument				
Private company	<u>\$ -</u>	Net asset value method	Net asset value	Not applicable

Not applicable for 20230630, 20221231 and 20220630.

### 13. Other disclosures

#### (1) Information on significant transactions

1. Loans to other parties: none
2. Guarantees and endorsements for other parties: none
3. Securities held as of end of the period (other than investments in subsidiaries, associates and JVs): Attachment 1
4. Individual securities acquired or disposed of with accumulated amount exceeding the lower of NT\$300 million or 20% of the capital stock: none
5. Acquisition of individual property with amount exceeding the lower of NT\$300 million or 20% of the capital stock: none
6. Disposal of individual property with amount exceeding the lower of NT\$300 million or 20% of the capital stock: none
7. Related party transactions for purchases and sales with amounts exceeding the lower of NT\$100 million or 20% of the capital stock: none
8. Receivables from related parties with amount exceeding the lower of NT\$100 million or 20% of capital stock: none
9. Trading in derivative instruments: none
10. Business relationship and significant intercompany transactions: none

#### (2) Investment

None.

#### (3) Investment in China

1. Basic information: please see attachment I
2. Direct or indirect significant transaction between investee in China and the company: none

#### (4) Major shareholders

Please refer to attachment II

### 14. Segment information

#### (1) General information

The Group is focus on the research and development, design, manufacture and sales of NB related application ICs. The Group operates as a single operation entity.

(2) Department information

1. The profit and loss of the Group's operating departments are measured by pre-tax operating profit and serve as the basis for performance evaluation. The accounting policies and accounting estimates of the operating department are the same as the summary of important accounting policies and important accounting estimates and assumptions described in Notes 4 and 5.
2. External revenue (no revenue from transactions within other operating units of the enterprise), profit and loss, and financial information reported to the chief operating decision maker are the same and measured in a consistent manner as revenue, profit and loss, and financial information in the consolidated income statement °
3. Total asset amount and total liability amount provided to the chief operating decision maker adopts the same measurement method as the assets and liabilities in this financial statement.

Investment in China- Basic information

20230101~20230630

Attachment I

Unit: NTD thousands  
(except otherwise indicated)

Investee in China	Business scope	Paid-in Capital	Method	Investment \$ beginning of period	Amount outflow or retrieved		Accumulated \$ outflow from TW at end of period	P&L of Investee	t investment %	Recognised P&L	Carrying \$ at the end of	P&L retrieved for the period	Note
					outflow	retrieve							
ENE Touch Technology Inc	Electrical components	Note 3	Note 1	\$ 9,047	2,284	31	\$ 11,300	(\$ 683)	100	(\$ 683)	-	31	Note 2 Note 3

Company	Accumulated \$ outflow from TW	Investment	
		Commission MOEA	Maximum limit on investment
ENE Touch Technology Inc	\$ 11,300	\$ 11,300	\$ 474,977

Note 1: Direct investment in China

Note 2: investment P&L is calculated based on the audited financial report for the same period

Note 3: 2023.04.20 as the cut date for the selling of the entire holding of ENE Touch, and has submit application for alteration of investment to the Investment Commission.

ENE TECHNOLOGY INC and Its Subsidiaries

Major Shareholder

20230630

Attachemnt II

	Manjor Shareholder	Shares	
		NO. of holdings	%
Alcor Micro Corp.		8,000,000	17.65%