Promate Solutions Corporation and Subsidiaries

Consolidated Financial Statements for the Nine Months Ended September 30, 2023 and 2022 and Independent Auditors' Review Report

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INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Shareholders
Promate Solutions Corporation

Introduction

We have reviewed the accompanying consolidated balance sheets of Promate Solutions Corporation and its subsidiaries (collectively, the "Group") as of September 30, 2023 and 2022, the related consolidated statements of comprehensive income for the three months ended September 30, 2023 and 2022 and for the nine months ended September 30, 2023 and 2022, the consolidated statements of changes in equity and cash flows for the nine months then ended, and the related 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 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of review

We conducted our reviews in accordance with the Standards on Review Engagements of the Republic of China 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". 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 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 disclosed in Note 13 to the consolidated financial statements, the financial statements of some non-significant subsidiaries included in the consolidated financial statements referred to in the first paragraph were not reviewed. As of September 30,, 2023 and 2022, combined total assets of these non-significant subsidiaries were NT$9,178 thousand and NT$9,514 thousand, respectively, representing 0.43% and 0.57%, respectively, of the consolidated total assets, and combined total liabilities of these subsidiaries were NT$1,442 thousand NT$711 thousand, respectively, representing 0.15% and 0.12%, respectively, of the consolidated total liabilities; for the three-month periods ended September 30, 2023 and 2022, and for the nine-month periods ended September 30, 2023 and 2022, the amounts of combined comprehensive income (loss) of these subsidiaries were(NT$ 166) thousand, (NT$ 148) thousand, (NT$ 660), and (NT$ 145) thousand, respectively, representing 0.19%,0.24%,0.29%, and 0.09%, respectively, of the total consolidated comprehensive income.

Qualified Conclusion

Based on our reviews, except for the adjustments, if any, as might have been determined to be necessary had the financial statements of the non-significant subsidiaries as described in the preceding paragraph been reviewed, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not give a true and fair view of the consolidated financial position of the Group as of September 30, 2023 and 2022, and its consolidated financial performance and its consolidated cash flows for the three-months and nine-months then ended September 30, 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 and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the reviews resulting in this independent auditors’ review report are Po Jen Weng .and Nai-Hua Kuo

Deloitte & Touche
Taipei, Taiwan
Republic of China

November 7, 2023

<u>Notice to Readers</u>

The accompanying consolidated financial statements are intended only to present the consolidated financial position, financial performance and cash flows in accordance with accounting principles and practices generally accepted in the Republic of China and not those of any other jurisdictions. The standards, procedures and practices to audit such consolidated financial statements are those generally applied in the Republic of China.

For the convenience of readers, the independent auditors’ report and the accompanying consolidated financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language independent auditors’ report and consolidated financial statements shall prevail.

PROMATE SOLUTIONS CORPORATION AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS
(In Thousands of New Taiwan Dollars)

	September 30, 2023 (Reviewed)		December 31, 2022 (Audited)		September 30, 2022 (Reviewed)	
ASSETS	**Amount**	%	**Amount**	%	**Amount**	%
CURRENT ASSETS						
Cash and cash equivalents (Notes 4, 6 and 29)	$ 372,309	18	$ 798,650	46	$ 658,540	39
Financial assets at fair value through profit or loss - current (Notes 4, 7 and 29)	6,879	-	12,167	1	11,035	1
Financial assets at amortized cost - current (Notes 4, 9, 10, 29 and 31)	1,559	-	1,483	-	1,534	-
Contract assets - current (Notes 4 and 23)	1,227	-	1,856	-	-	-
Notes receivable (Notes 4, 11,23 and 29)	-	-	281	-	281	-
Accounts receivable (Notes 4, 11,23 and 29)	858,323	41	276,216	16	334,430	20
Accounts receivable from related parties (Notes 4, 11, 23,29and 30)	1,903	-	3,229	-	4,363	-
Other receivables (Notes 4, 11 and 29)	35,546	2	35,249	2	23,895	1
Inventories (Note 4 and 12)	557,996	26	399,280	23	430,238	26
Prepayments (Notes 17)	4,226	-	26,165	1	17,904	1
Other current assets (Note 17)	1	-	28	-	-	-
Total current assets	1,839,968	87	1,554,604	89	1,482,220	88
NON-CURRENT ASSETS						
Financial assets at fair value through other comprehensive income - noncurrent (Notes 4, 8 and 29)	111,365	5	91,207	5	104,106	6
Property, plant and equipment (Notes 4 and 14)	46,519	2	47,617	3	46,282	3
Right-of-use assets (Notes 4, 15 and 30)	80,438	4	22,748	2	27,747	2
Other intangible assets (Note 4 and16)	3,409	-	3,961	-	4,387	-
Deferred tax assets (Note 25)	28,746	2	17,663	1	13,211	1
Prepayments for business facilities (Notes 17)	-	-	219	-	516	-
Guarantee deposits paid (Notes 17 and 29)	1,969	-	654	-	650	-
Total non-current assets	272,446	13	184,069	11	196,899	12
TOTAL	$ 2,112414	100	$ 1,738,673	100	$ 1,679,119	100
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Contract liabilities - current (Notes 4, 19 and 23)	$ 229,685	11	$ 136,367	8	$ 112,122	7
Notes payable (Notes 18 and 29)	35	-	103	-	36	-
Accounts payable (Notes 18 and 29)	244,884	12	195,133	11	220,503	13
Accounts payable to related parties (Notes 18, 29 and 30)	139,336	7	50,987	3	56,947	4
Lease liabilities - current (Notes 4, 15,27, 29and 30)	19,024	1	21,081	1	21,095	1
Other payables (Notes 19 and 29)	195,614	9	135,140	8	140,523	8
Other payables - related parties (Notes 19, 29 and 30)	772	-	781	-	909	-
Current tax liabilities (Notes 4 and 25)	32,769	2	37,763	2	21,211	1
Provisions - current (Notes 20)	7,668	-	5,821	1	2,630	-
Other current liabilities (Note 19)	9,746	-	34,875	2	7,613	1
Total current liabilities	879,533	42	618,051	36	583,589	35
NON-CURRENT LIABILITIES						
Provisions - noncurrent (Note 20)	4,256	-	3,703	-	1,594	-
Deferred tax liabilities (Notes 4 and 25)	7,317	-	3,605	-	8,409	-
Lease liabilities - noncurrent (Notes 4, 15,27, 29 and 30)	56,041	3	1,400	-	2,372	-
Net defined benefit liabilities - noncurrent (Notes 4 and 21)	7,372	-	7,735	1	9,998	1
Guarantee Deposits(Notes 19 and 29)	-	-	1,541	-	-	-
Total non-current liabilities	74,986	3	17,984	1	22,373	1
Total liabilities	954,519	45	636,035	37	605,962	36
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Notes 22 and 29)						
Share capital						
Ordinary shares	382,549	18	382,549	22	382,549	23
Capital surplus	386,829	18	386,829	22	386,829	23
Retained earnings						
Legal reserve	162,313	8	142,729	8	142,729	9
Special reserve	7,979	1	-	-	-	-
Unappropriated earnings	218,411	10	198,510	12	156,257	9
Total retained earnings	388,703	19	341,239	20	298,986	18
Other equity						
Exchange differences on translation of foreign financial statements	(700)	-	(462)	-	(639)	-
Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	514	-	(7,517)	(1)	5,432	-
Total other equity interest	(186)	-	(7,979)	(1)	4,793	-
Total equity attributable to owners of the Company	1,157,895	55	1,102,638	63	1,073,157	64
Total equity	1,157,895	55	1,102,638	63	1,073,157	64
TOTAL	$ 2,112,414	100	$ 1,738,673	100	$ 1,679,119	100

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

PROMATE SOLUTIONS CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)
(Reviewed, Not Audited)

	For the Three Months Ended September 30				For the Nine Months Ended September 30			
	2023		2022		2023		2022	
	Amount	%	**Amount**	%	**Amount**	%	**Amount**	%
OPERATING REVENUE (Notes 4, 23 and 30)								
Sales	$ 787,496	100	$ 499,396	100	$ 1,970,979	100	$ 1,400,647	100
OPERATING COSTS (Notes 4,12, 16,21,24 and 30)								
Cost of sales	(592,581)	(75)	(375,319)	(75)	(1,496,340)	(76)	(1,056,547)	(76)
GROSS PROFIT	194,915	25	124,077	25	474,639	24	344,100	24
OPERATING EXPENSES (Notes 11, 15, 16, 21,24 and 30)								
Selling and marketing expenses	(74,572)	(9)	(48,553)	(10)	(180,780)	(9)	(130,869)	(9)
General and administrative expenses	(11,723)	(2)	(10,428)	(2)	(26,388)	(2)	(25,127)	(2)
Research and development expenses	(22,844)	(3)	(21,700)	(4)	(64,675)	(3)	(60,366)	(4)
Expected credit (loss) gain	-	-	300	-	10	-	700	-
Total operating expensess	(109,139)	(14)	(80,381)	(16)	(271,833)	(14)	(215,662)	(15)
OPERATING PROFIT	85,776	11	43,696	9	202,806	10	128,438	9
NON-OPERATING INCOME (Note15, 24 and 30)								
Interest income	2,472	-	554	-	12,998	1	1,226	-
Other income	3,321	1	2,905	-	7,828	-	3,314	-
Other gains and losses	25,929	3	29,901	6	47,753	3	61,097	5
Finance costs	(601)	-	(190)	-	(969)	-	(706)	-
Total non-operating income and expenses	31,121	4	33,170	6	67,610	4	64,931	5
PROFIT BEFORE INCOME TAX	116,897	15	76,866	15	270,416	14	193,369	14
INCOME TAX EXPENSE (Notes 4 and 25)	(22,300)	(3)	(15,631)	(3)	(52,718)	(3)	(39,778)	(3)
NET PROFIT FOR THE PERIOD	94,597	12	61,235	12	217,698	11	153,591	11
OTHER COMPREHENSIVE INCOME (LOSS) (Notes 4 ,22and 25)								
Items that will not be reclassified								
Unrealized gain (loss) on investments in equity instruments at fair value through other comprehensive income	(9,448)	(1)	(146)	-	10,158	-	1,900	-
Income tax relating to items that not be reclassified subsequently to profit or loss	1,306	-	(693)	-	(2,127)	-	(1,654)	-
	(8,142)	(1)	(839)	-	8,031	-	246	-
Items that may be reclassified subsequently to profit or loss								
Exchange differences on translating the financial statements of foreign operations	18	-	39	-	(297)	-	(310)	-
Income tax relating to items that may be reclassified subsequently to profit or loss	(4)	-	(8)	-	59	-	62	-
	14	-	31	-	(238)	-	(248)	-
Other comprehensive loss for the year, net of income tax	(8,128)	(1)	(808)	-	7,793	-	(2)	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	$ 86,469	11	$ 60,427	12	$ 225,491	11	$ 153,589	11
EARNINGS PER SHARE (Note 26)								
From continuing operations								
Basic	$ 2.47		$ 1.60		$ 5.69		$ 4.01	
Diluted	$ 2.46		$ 1.59		$ 5.64		$ 3.98	

The accompanying notes are an integral part of the consolidated financial statement.

PROMATE SOLUTIONS CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023 AND 2022
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)
(Reviewed, Not Audited)

	Equity Attributable to Owners of the Company								
	Issued Capital			Retained Earnings			Other Equity		
	Shares (Thousands)	Share Capital	Capital Surplus	Legal Reserve	Special Reserve	Unappropriated Earnings	Exchange Differences on Translating the Financial Statements of Foreign Operation	Unrealized gain on Financial Assets at Fair Value Through Other Comprehensive Income	Total Equity
BALANCE AT JANUARY 1, 2022	38,255	$ 382,549	$ 386,829	$ 126,158	$ -	$ 166,518	($ 391)	$ 5,186	$ 1,066,849
Appropriation of 2021 earnings									
Legal reserve				16,571	-	(16,571)			
Cash dividends distributed by the Company					-	(147,281)			(147,281)
Net profit for the nine months September 30, 2022	-	-	-	-	-	153,591	-	-	153,591
Other comprehensive income (loss) for the nine months September 30, 2022, net of income tax	-	-	-	-	-	-	(248)	246	(2)
Total comprehensive income for the nine months September 30, 2022	-	-	-	-	-	153,391	(248)	246	153,589
BALANCE AT SEPTEMBER 30, 2022	38,255	$ 382,549	$ 386,829	$ 142,729	$ -	$ 156,257	($ 639)	$ 5,432	$ 1,073,157
BALANCE AT JANUARY 1, 2023	38,255	$ 382,549	$ 386,829	$ 142,729	$ -	$ 198,510	($ 462)	($ 7,517)	$ 1,102,638
Appropriation of 2022 earnings									
Legal reserve				19,584	-	(19,584)			
Special reserve					7,979	(7,979)			-
Cash dividends distributed by the Company					-	(170,234)			(170,234)
Net profit for the nine months September 30, 2023	-	-	-	-	-	217,698	-	-	217,698
Other comprehensive income (loss) for the nine months September 30,2023, net of income tax	-	-	-	-	-	-	(238)	8,031	7,793
Total comprehensive income for the nine months September 30, 2023	-	-	-	-	-	217,698	(238)	8,031	225,491
BALANCE AT SEPTEMBER 30, 2023	38,255	$ 382,549	$ 386,829	$ 162,313	$ 7,979	$ 218,411	($ 700)	$ 514	$ 1,157,895

The accompanying notes are an integral part of the consolidated financial statement

PROMATE SOLUTIONS CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS
(In Thousands of New Taiwan Dollars)
(Reviewed, Not Audited)

	For the Nine Months Ended September 30 2023	For the Nine Months Ended September 30 2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	$ 270,416	$ 193,369
Adjustments for:		
Depreciation expenses	27,435	25,950
Amortization expenses	1,398	1,464
Expected credit loss (gain)/provision (reversal of provision) for bad debt expense	(10)	(700)
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	(15,021)	6,067
Finance costs	969	706
Interest incomes	(12,998)	(1,226)
Dividend income	(2,542)	(2,977)
Gain on Lease Modification	(679)	-
Loss (gain) on inventory impairment	63,000	7,000
Inventory scrap loss	771	2,124
Net (gain) loss on foreign currency exchange	(76)	6
Provision (recovery) for liabilities	14,550	2,424
Changes in operating assets and liabilities		
Financial assets mandatorily classified as at fair value through profit or loss	20,309	(6,508)
Contract assets decrease	629	
Notes reveivable increase	281	(281)
Decrease (increase) in accounts receivable	(582,097)	127,317
Decrease (increase) in accounts receivable due from related parties	1,326	(151)
Decrease (increase) in other receivable	(297)	626
Decrease (increase) in inventories)	(222,487)	(92,936)
Decrease (increase) in prepayments	21,939	(15,017)
Increase (decrease) in in other current assets	28	30
Increase (decrease) in contract liabilities	93,318	43,118
Increase (decrease) in notes payable	(68)	5
Increase (decrease) in accounts payable	49,751	20,204
Increase (decrease) in accounts payable to related parties	88,349	(124,627)
Increase (decrease) in other payable	64,991	33,032

	For the Nine Months Ended September 30 2023	For the Nine Months Ended September 30 2022
Increase (decrease) in other payable to related parties	($ 9)	$ 302
Provisions Liablities decrease	(12,150)	(2,524)
Increase (decrease) in other current liabilities	(25,129)	5,456
Increase (decrease) in net defined benefit liability	(363)	(410)
Cash generated from operations	(154,466)	221,843
Interest received	12,998	1,226
Income tax paid	(67,151)	(25,715)
Net cash generated from operating activities	(208,619)	197,354
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from disposal of financial assets at fair value through other comprehensive income	(10,000)	(16,687)
Acquisition of financial assets at amortized cost	-	(1,540)
Acquisition of property, plant and equipment	(1,098)	(124)
Refundable deposits paid	(1,315)	-
Refundable deposits refunded	-	6
Increase in prepayments for business facilities	(15,168)	(6,017)
Other dividends received	2,542	2,977
Net cash used in investing activities	(25,039)	(21,385)
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		
Increase in short-term loans		(76,221)
Refundable deposits refunded	(1,541)	-
Payments of lease liabilities	(20,611)	(20,178)
Dividends paid to non-controlling interests	(170,234)	(147,281)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(192,386)	(243,680)
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH HELD IN FOREIGN CURRENCIES	(297)	(310)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(426,341)	(68,021)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	798,650	726,561
CASH AND CASH EQUIVALENTS REPORTED IN THE STATEMENT OF FINANCIAL POSITION	$ 372,309	$ 658,540

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

PROMATE SOLUTIONS CORPORATION AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023 AND 2022

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

(Reviewed, Not Audited)

1. GENERAL INFORMATION

Promate Solutions Corporation (the “Company”) is a listed company established on May 29. 2000. The main business of the Company include research & development and manufacture of medical touch screen displays, embedded control systems, special application and industrial displays, and research & development of applicable software and hardware.

According to resolutions of the shareholders' meeting on June 10, 2013 , the department of special application product of Promate Electronic Co., Ltd had been transfer to the Company based on Business Mergers And Acquisitions Act. The purpose of division was due to organization adjustment of Promate Electronic Co. According to Board resolutions, the reference date of the division was August 1.2013. , the value of the division department was 123,900 thousand. The Company had been issued 8,260 thousand ordinary share priced at 15 for division.

The parent company of the Company is Promate Electronic Co., Ltd. with equity interests of 66.21% on September 30, 2023 and 2022.

The Company’s shares have been listed on OTC trading at Taipei Exchange since March 2004.

The functional currency of the Company is the New Taiwan Dollar.

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved by the board of directors on November 07, 2023.

3. APPLICATION OF NEW, AMENDED AND REVISED STANDARDS AND INTERPRETATIONS

a. Initial application of the amendments to the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), Interpretations of IFRS (IFRIC), and Interpretations of IAS (SIC) (collectively, the “IFRSs”) endorsed and issued into effect by Financial Supervisory Commission (FSC).

   The initial application of the amendments to the IFRSs endorsed and issued into effect by the FSC did not have any material impact on the Group’s accounting policies.

1) Amendments to IAS 1“Disclosure of Accounting Policies”

When this amendment is applied, the Group shall determine what matters should be disclosed based on the definition of Significant accounting policies information, Accounting policy information is material if it can reasonably be expected to affect the decisions made by the principal users of general purpose financial statements on the basis of those financial statements.

■ Transactions that are not significant, other matters or situations related to accounting policies and information not significant, the Group company does not need to disclose such information.

■The Group company may determine that the relevant accounting policy information is material due to the nature of the transaction, other events or circumstances, even if the amount is not significant.

■Not all accounting policy information is material when it relates to material transactions, other events or circumstances.

If accounting policy information is related to significant transactions, other events or circumstances, and the following circumstances exist, the information may be significant:

(1) The Gloup company changed its accounting policy during the reporting period, and the change resulted in significant changes in the financial statement information.
(2) The Gloup company selects its applicable accounting policies from the options allowed by the standards.
(3) Due to the lack of specific standards, the Gloup company follows IAS 8 " ACCOUNTING POLICIES, CHANGES IN ACCOUNTING ESTIMATES AND ERRORS " build accounting policies;
(4) The Gloup company discloses relevant accounting policies that require the use of significant judgments or assumptions.or
(5) Involves complex accounting requirements and users of financial statements rely on such information to understand such significant transactions, other events or circumstances.
For disclosure of relevant accounting policies, please refer to Note 4.

2) Amendments to IAS 8 “Clarify the definition of accounting estimates”
The Gloup company will apply this amendment from January 1, 2023, and its stated accounting.estimates are monetary amounts in the financial statements that are subject to measurement uncertainty. when company applies accounting policies, it may be necessary to make estimates that cannot be directly observed. monetary amounts measure financial statement items, so measurement techniques and inputs must be used to develop accounting estimates for this purpose. If the impact of changes in measurement techniques or input values on accounting estimates is not the correction of previous period errors, these changes are changes in accounting estimates.

b. The IFRSs endorsed by FSC for application starting from 2024::

New IFRSs	Effect Date Announced by IASB (Note1)
Amendments to IFRS 16 “Leases Liability in a Sale and leaseback”	January 1, 2024 (Note 2)
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 IAS7 and IFRS7 “Supplier Finance Arrangements”	January 1, 2024 (Note 3)

Note 1: Unless stated otherwise, the above New IFRSs are effective for annual reporting periods beginning on or after their respective effective dates.

Note 2: A seller-lessee shall apply the Amendments to IFRS 16 retrospectively to sale and leaseback transactions entered into after the date of initial application of IFRS 16.

Note 3: The amendments provide some transition relief regarding disclosure requirements

1. Amendments to IFRS 16 "Leases Liability in a Sale and leaseback"

   This amendment clarifies,sale and leaseback transactions, If the transfer of assets satisfies IFRS 15"Revenue from customer contracts" stipulates that if the asset is disposed of by selling assets, the seller and lessee shall liabilities arising from a leaseback should be treated in accordance with the lease liability provisions of IFRS 16. However, if variable lease payments are involved that are not dependent on an index or rate, the seller and lessee should not recognize gains and losses related to the retained right of use. Measure that liability. Subsequently, the difference between the current lease payments and the actual payments included in the calculation of lease liabilities is included in the profit and loss.

2. Amendments to IAS 1 "Classification of Liabilities as Current or Non-current" i(referred to as the "2020 amendments") and "Non-current Liabilities with Covenants" (referred to as the "2022 amendments").

   The 2020 amendments clarify that for a liability to be classified as non-current, the Group shall assess whether it has the right at the end of the reporting period to defer settlement of the liability for at least twelve months after the reporting period. If such rights are in existence at the end of the reporting period, the liability is classified as non-current regardless of whether the Group will exercise that right.

   The 2020 amendments also stipulate that, if the right to defer settlement is subject to compliance with specified conditions, the Group must comply with those conditions at the end of the reporting period even if the lender does not test compliance until a later date. The 2022 amendments further clarify that only covenants with which an entity is required to comply on or before the reporting date should affect the classification of a liability as current or non-current. Although the covenants to be complied with within twelve months after the reporting period do not affect the classification of a liability, the Group shall disclose information that enables users of financial statements to understand the risk of the Group that may have difficulty complying with the covenants and repay its liabilities within twelve months after the reporting period.

   The 2020 amendments stipulate that, for the purpose of liability classification, the aforementioned settlement refers to a transfer of cash, other economic resources or the Group's own equity instruments to the counterparty that results in the extinguishment of the liability. However, if the terms of a liability that could, at the option of the counterparty, result in its settlement by a transfer of the Group’s own equity instruments, and if such option is recognized separately as equity in accordance with IAS 32 “Financial Instruments: Presentation”, the aforementioned terms would not affect the classification of the liability.

3. Amendments to IAS7 and IFRS7 “Supplier Finance Arrangements”

The supplier financing arrangement is that one or more financing providers pay the account to the supplier on behalf of the enterprise, and the enterprise agrees to pay the financing provider according to the payment date agreed with the supplier or a later date. The amendment requires a merging company to disclose relevant information that enables users of financial statements to assess how supplier financing arrangements affect the merging company's liabilities, cash flow, and liquidity risk exposures.

Except for the above impact, as of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the possible impact that the application of other standards and interpretations will have on the Group’s financial position and financial performance and will disclose the relevant impact when the assessment is completed.

c.New IFRSs in issue but not yet endorsed and issued into effect by the FSC:

New IFRSs	Effective Date Announced by IASB (Note 1)
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 IASB
IFRS 17 “Insurance Contracts”	January 1, 2023
Amendments to IFRS 17	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 (Note 2)

Note 1: Unless stated otherwise, the above New IFRSs are effective for annual reporting periods beginning on or after their respective effective dates.

Note 2: An entity shall apply those amendments for annual reporting periods beginning on or after January 1, 2025. Upon initial application of the amendments, the entity recognizes any effect as an adjustment to the opening balance of retained earnings. When the entity uses a presentation currency other than its functional currency, it shall, at the date of initial application, recognize any effect as an adjustment to the cumulative amount of translation differences in equity.

1. Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”

The amendments stipulate that, when the Group sells or contributes assets that constitute a business (as defined in IFRS 3) to an associate, the gain or loss resulting from the transaction is recognized in full. Also, when the Group loses control of a subsidiary that contains a business but retains significant influence or joint control, the gain or loss resulting from the transaction is recognized in full.

Conversely, when the Group sells or contributes assets that do not constitute a business to an associate, the gain or loss resulting from the transaction is recognized only to the extent of the Group's interest as an unrelated investor in the associate, i.e., the Group's share of the gain or loss is eliminated. Also, when the Group loses control of a subsidiary that does not contain a business but retains significant influence over an associate, the gain or loss resulting from the transaction is recognized only to the extent of the Group's interest as an unrelated investor in the associate, i.e., the Group's share of the gain or loss is eliminated.

2. Amendments to IAS 21 "Lack of Exchangeability"

The amendment stipulates that when an enterprise is able to disclose information within the time frame of normal administrative delays, a currency is convertible when one currency is exchanged for another currency through an exchange transaction with enforceable rights and obligations established through a market or exchange mechanism. when the currency is not convertible on the measurement date, the merged company shall estimate the spot exchange rate to reflect the rate that would be used if market participants were to conduct orderly transactions on the measurement date, taking into account prevailing economic conditions. in such circumstances, the combining company should also disclose information that enables users of financial statements to assess how the lack of currency convertibility has affected or is expected to affect its results of operations, financial position and cash flows.

Except for the above impact, as of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the possible impact that the application of other standards and interpretations will have on the Group's financial position and financial performance and will disclose the relevant impact when the assessment is completed.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Statement of compliance

These interim consolidated financial statements have beenprepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 "Interim Financial Reporting" as endorsed and issued into effect by the FSC. Disclosure information includedin these interim consolidated financial statements is less than the disclosure information required in a complete set of annual financial statements.

b. Basis of preparation

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments which are measured at fair value and net defined benefit liabilities which are measured at the present value of the defined benefit obligation less the fair value of plan assets.

The fair value measurements, which are grouped into Levels 1 to 3 based on the degree to which the fair value measurement inputs are observable and based on the significance of the inputs to the fair value measurement in its entirety, are described as follows:

1) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities;

2) Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for an asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and

3) Level 3 inputs are unobservable inputs for the asset or liability.

c. Basis of Consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company. Income and expenses of subsidiaries acquired or disposed of during the period are included in the consolidated statement of comprehensive income from the effective dates of acquisitions up to the effective dates of disposals, as appropriate. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those of the Group. All intra-group transactions, balances, income and expenses are eliminated in full upon consolidation. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

Changes in the Group’s ownership interests in subsidiaries that do not result in the Group losing control over the subsidiaries are accounted for as equity transactions. The carrying amounts of the interests of the Group and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognized directly in equity and attributed to the owners of the Company.

See Note 11 and Table 4 for detailed information on subsidiaries (including the percentages of ownership and main businesses).

d. Other significant accounting policies

Except for the following, for the summary of other significant accounting policies, refer to the consolidated financial statements for the year ended December 31, 2021.

1) Retirement benefits

Pension cost for an interim period is calculated on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior financial year, adjusted for significant market fluctuations since that time and for significant plan amendments, settlements, or other significant one-off events.

2) Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax. Interim period income taxes are assessed on an annual basis and calculated by applying to an interim period's pre-tax income the tax rate that would be applicable to expected total annual earnings.

5. CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In the application of the Group's accounting policies, management is required to make judgments, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered relevant. Actual results may differ from these estimates.
The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised if the revisions affect only that period or in the period of the revisions and future periods if the revisions affect both current and future periods.

Key Sources of Estimation Uncertainty

a、 Impairment of financial assets.

The provision for impairment of accounts receivable is based on assumptions on probability of default and loss given default. The Group uses judgement in making these assumptions and in selecting the inputs to the impairment calculation, based on the Group's past history, existing market conditions as well as forward looking estimates at the end of each reporting period. For details of the key assumptions and inputs used, see Note 11 to the consolidated financial statements. Where the actual future cash - 12 - inflows are less than expected, a material impairment loss may arise.

b、 Impairment of inventory

Net realizable value of inventory is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale. The estimation of net realizable value is based on current market conditions and the historical experience from selling products of a similar nature. Changes in market conditions may have a material impact on the estimation of net realizable value.

6. CASH AND CASH EQUIVALENTS

	September 30, 2023	December 31, 2022	September 30, 2022
Cash on hand	$ 274	$ 38	$ 215
Checking accounts and demand deposits	319,297	430,092	399,575
Cash equivalents (investment with original maturities less than three months time deposits)			
Bank time deposit	52,738	368,520	258,750
	$ 372,309	$ 798,650	$ 658,540

The market rate intervals of cash in bank, and repurchase bond at the end of the reporting period were as follows:

	September 30, 2023	December 31, 2022	September 30, 2022
Demand deposits	0.001%~1.45%	0.001%~1.05%	0.001%~0.08%
Time deposits	1.1%~1.3%	3.90%~4.35%	0.73%~3.90%

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	September 30, 2023	December 31, 2022	September 30, 2022
Financial assets at FVTPL - current			
Financial assets mandatorily classified as at FVTP:			
—Domestic listed shares	$ 6,879	$ 4,602	$ 3,877
—Foreign listed shares	-	7,565	7,158
	$ 6,879	$ 12,167	$ 11,035

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	September 30, 2023	December 31, 2022	September 30, 2022
Non-current			
Investments in equity instruments	$ 111,365	$ 91,207	$ 104,106

Investments in equity instruments at FVTOCI

	September 30, 2023	December 31, 2022	September 30, 2022
Non-current			
Domestic investments			
Listed shares			
HIGGSTEC Inc	$ 29,470	$ 29,949	$ 31,223
Unlisted shares			
DigiZerocarbon CorpBlutech Inc	10,000	-	-
Amount	39,470	29,949	31,223
Foreign investments			
Private Funds			
Esquarre IoT Landing Fund, L.P	71,895	61,258	72,883
	$ 111,365	$ 91,207	$ 104,106

These investments in equity instruments are held for medium to long-term strategic purposes. Accordingly, the management elected to designate these investments in equity instruments as at FVTOCI as they believe that recognizing short-term fluctuations in these investments' fair value in profit or loss would not be consistent with the Group's strategy of holding these investments for long-term purposes.

According to the Q&A issued by the FSC, investments in limited partnership held after June 30, 2023 where the contract stipulates a limited duration is subject to the passing of the resolution of the partners' meeting for duration extensions. The Company elected not to retrospectively apply the Q&A "Classification of Investments in a Limited Partnership" issued by the Accounting Research and Development Foundation (ARDF), therefore the abovementioned investments remain classified as investments in equity instruments at FVTOCI

9. FINANCIAL ASSETS AT AMORTIZED COST

	September 30, 2023	December 31, 2022	September 30, 2022
Curren			
Domestic investmentst			
Time deposits with original maturities of more than 3 months	$ 1,559	$ 1,483	$ 1,534
Less: Allowance for impairment loss	-	-	-
	$ 1,559	$ 1,483	$ 1,534

The interest rates for time deposits with original maturity over 3 months ranged 3.85% , 3.10% and 3.10%as of September 30, 2023 and December 31, 2022, September 30,2022 respectively**.**

Refer to Note 10 for information related to credit risk management and impairment evaluation of financial assets at amortized cost.

Financial assets at amortized cost as collateral for borrowings are set out in Note 31.

10. CREDIT RISK MANAGEMENT FOR INVESTMENTS IN DEBT INSTRUMENTS

Investments in debt instruments were classified as at amortized cost:

September 30 2023

	At Amortization costs
Gross carrying amount	$ 1,559
Less: Allowance for impairment loss	-
Amortization costs	$ 1,559

December 31 2022

	At Amortization costs
Gross carrying amount	$ 1,483
Less: Allowance for impairment loss	-
Amortization costs	$ 1,483

September 30 2022

	At Amortization costs
Gross carrying amount	$ 1,534
Less: Allowance for impairment loss	-
Amortization costs	$ 1,534

In order to minimize credit risk, the Group has tasked its credit management committee with the development and maintenance of a credit risk grading framework for categorizing exposures according to the degree of the risk of default. The credit rating information may be obtained from independent rating agencies, where available, and if not available, the credit management committee uses other publicly available financial information to rate the debtors. The Group's exposure and the external credit ratings are continuously monitored and assessed for whether there has been a significant increase in credit risk since the last period to the reporting date.

The Group considers the historical default rates of each credit rating supplied by external rating agencies to estimate 12-month or lifetime expected credit losses.

The Group's current credit risk grading framework comprises the following categories:

Credit Rating	Definition	Basis for Recognition of Expected Credit Losses
Normal	The counterparty has a low risk of default and a strong capacity to meet contractual cash flow	12-month ECLs

The gross carrying amount and applicable expected credit loss rate of investments in debt instruments are as follows:

September 30,2023

Credit Rating	Expected Credit Loss Rate	Gross Carrying Amount Amortized Cost
Normal	0%	$ 1,559

December 31,2022

Credit Rating	Expected Credit Loss Rate	Gross Carrying Amount Amortized Cost
Normal	0%	$ 1,483

September 30,2022

Credit Rating	Expected Credit Loss Rate	Gross Carrying Amount Amortized Cost
Normal	0%	$ 1,534

There was no change in the allowance for impairment loss of investments in debt instruments at FVTOCI and at amortized cost for the nine months ended September 30, 2023 and 2022.

11. NOTES RECEIVABLE, ACCOUNTS RECEIVABLES AND OTHER RECEIVABLES

	September 30, 2023	December 31, 2022	September 30, 2022
Notes receivables			
At amortized cost			
Gross carrying amount	$ -	$ 281	$ 281
Less: Allowance for impairment loss	-	-	-
	$ -	$ 281	$ 281
Accounts receivables			
At amortized cost			
Gross carrying amount	$ 858,481	$ 276,384	$ 334,588
Gross carrying amount-related parties	1,903	3,229	4,363
Less: Allowance for impairment loss	(158)	(168)	(158)
	$ 860,226	$ 279,445	$ 338,793
Overdue receivables			
Overdue receivables	$ 30	$ 30	$ 30
Less: Allowance for impairment loss	(30)	(30)	(30)
	$ -	$ -	$ -
Others receivables			
Tax refund receivables	$ 17,923	10,358	$ 10,528
Duty Tax refund receivables	3,050	2,479	2,618
Proceeds from sale of financial assets	14,573	10,900	10,749
Collection and payment	-	11,188	-
Others	-	324	-
	$ 35,546	$ 35,249	$ 23,895

a. Accounts receivables and Notes receivables

At amortized cost

The average credit period of the sales of goods was 90-135 days. No interest was charged on accounts receivables. In order to minimize credit risk, the management of the Group has delegated a team responsible for determining credit limits, credit approvals and other monitoring procedures to ensure that follow-up action is taken to recover overdue debts. In addition, the Group reviews the recoverable amount of each individual trade debt at the end of the reporting period to ensure that adequate allowance is made for possible irrecoverable amounts.

The Group applies the simplified approach to providing for expected credit losses prescribed by IFRS 9, which permits the use of lifetime expected loss provision for all accounts receivables. The expected credit losses on accounts receivables are estimated using an allowance matrix, which takes into consideration the historical credit loss experience with the respective debtor, the current financial position of the debtor, and the current and future economic conditions of the industry as well as the overall economy. As the Group's historical credit loss experience does not show significantly different loss patterns for different customer segments, the provision for loss allowance based on past due status is not further distinguished according to the Group's different customer base.

The Group writes off a accounts receivable when there is information indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery. For accounts receivables that have been written off, the Group continues to engage in enforcement activity to attempt to recover the receivables due. Where recoveries are made, these are recognized in profit or loss.

The following table details the loss allowance of accounts receivables based on the Group's provision matrix:

September 30, 2023

	Not Overdue	Overdue 1-30 Days	Overdue 31-60 Days	Overdue 61-90 Days	Overdue More than 91 Days	Total
Expected credit loss rate	0.05%	0.05%	0.05%	0.05%	0.05%~100%	
Gross carrying amount	$ 852,378	$ 7,794	$ 212	$ -	$ -	$ 860,384
Loss allowance (Lifetime ECL)	(156)	(2)	-	-	-	(158)
Amortized cost	$ 852,222	$ 7,792	$ 212	$ -	$ -	$ 860,226

December 31, 2022

	Not Overdue	Overdue 1-30 Days	Overdue 31-60 Days	Overdue 61-90 Days	Overdue More than 91 Days	Total
Expected credit loss rate	0%	0.02%	2.86%	14.69%	12.41~100%	
Gross carrying amount	$ 267,963	$ 6,514	$ 5,417	$ -	$ -	$ 279,894
Loss allowance (Lifetime ECL)	(10)	(2)	(156)	-	-	(168)
Amortized cost	$ 267,953	$ 6,512	$ 5,261	$ -	$ -	$ 279,726

September 30, 2022

	Not Overdue	Overdue 1-30 Days	Overdue 31-60 Days	Overdue 61-90 Days	Overdue More than 91 Days	Total
Expected credit loss rate	0.01%	0.06%	2.95%	15.01%	15.04%~100%	
Gross carrying amount	$ 319,477	$ 19,404	$ 285	$ 6	$ 60	$ 339,232
Loss allowance (Lifetime ECL)	(83)	(30)	(21)	(2)	(22)	(158)
Amortized cost	$ 319,394	$ 19,374	$ 264	$ 4	$ 38	$ 339,074

The movements of the loss allowance of accounts receivables were as follows:

	For the Nine Months Ended September 30 2023	For the Nine Months Ended September 30 2022
Accounts andreceivables		
Balance on January 1	$ 168	$ 858
Less: Amount of credit loss reversal	(10)	(700)
Balance on September 30	$ 158	$ 158
Overdue receivables		
Balance on January 1	$ 30	$ 30
Balance on September 30	$ 30	$ 30

Compared to the balance on January 1, 2023 and 2022, the gross carrying amount of notes receivables and accounts receivables on September 30, 2023 and 2022 increased $580,490 thousand and decreased $126,885 thousand. Due to increase in projected credit loss, the loss allowance decreased $10 thousand and $700 thousand.

b. Other receivables

The Group does not accrue interest on other receivables. When determining the recoverability of other receivables, the Group considers any changes in the credit quality of other receivables from the original credit date to the balance sheet date. As historical experience shows that other receivables overdue for more than one year are not recoverable, the Company recognizes 100% allowance for bad debts for other receivables aged over one year. For other receivables aged within one year, the Company determines allowance for bad debt by reference to the past arrears of counterparties and analyzing their current financial position, in order to evaluate irrecoverable amounts.

There was no allowance for impairment loss of other receivables on September 30, 2023, December 31, 2022, and September 30, 2022.

12. INVENTORIES

	September 30, 2023	December 31, 2022	September 30, 2022
Raw materials	$ 272,692	$ 251,253	$ 294,031
Work in process	48,355	42,766	54,156
Finished goods	190,811	67,213	75,662
Merchandise inventories	15,854	7,633	6,389
Stock in transit	30,284	30,415	-
	$ 557,996	$ 399,280	$ 430,238

Cost of Goods Sold were as follows:

	For the Three Months Ended September 30, 2023	For the Three Months Ended Septembe 30, 2022	For the Nine Months Ended Septembe 30, 2023	For the Nine Months Ended Septembe 30, 2022
Cost of Goods Sold	$ 561,581	$ 373,100	$ 1,431,284	$ 1,046,065
Labor cost	-	1,219	1,285	1,358
Loss (gain) on inventory impairment	31,000	1,000	63,000	7,000
Inventory Scrap			771	2,124
	$ 592,581	$ 375,319	$ 1,496,340	$ 1,056,547

13. SUBSIDIARIES

Subsidiaries Included in the Consolidated Financial Statements:

The entity included in the consolidated statements is listed below.

			Proportion of Ownership (%)			
Investor	Investee	Nature of Activities	Sept 30, 2023	Dec 31, 2022	Sept 30, 2022	Note
Promate Solutions Co., Ltd	Promate Japan Inc	Trade of electronic commodities	100%	100%	100%	a&b

a. Promate Japan Inc. was incorporated on March 2017 in Tokyo, Japan. It is 100% owner by the Company and the nature of its activities include trade of electronic commodities.

b. Promate Japan Inc. is not a significant subsidiary and their financial statements has not been reviewed.

The financial statements of some non-significant subsidiaries included in the consolidated financial statements referred to in the first paragraph were not reviewed. As of September 30, 2023 and 2022, the combined total assets of these non-significant subsidiaries were NT$9,178 thousand and NT$9,514 thousand, respectively, representing 0.43% and 0.57%, respectively, of the consolidated total assets, and the combined total liabilities of these subsidiaries were NT$1,442 thousand and NT$711 thousand, respectively, representing 0.15% and 0.12%, respectively, of the consolidated total liabilities; for the three months ended September 30, 2023 and 2022 and for the nine months ended September 30, 2023 and 2022, the amounts of combined comprehensive income(loss) of these subsidiaries were (NT$166) thousand, (NT$148)thousand, (NT$660) thousand, and (NT$145) thousand, respectively, representing 0.19%, 0.24%, 0.29% and 0.09%, respectively, of the consolidated total comprehensive income.

14. PROPERTY, PLANT AND EQUIPMENT

	September 30, 2023	December 31, 2022	September 30, 2022
Assets used by the Group	$ 46,519	$ 47,617	$ 46,282

Assets used by the Group:

	Machinery Equipment	Transportation Equipment	Office Equipment	Miscellaneous Equipment	Leasehold Improvements	Total
Cost						
Balance at January 1, 2023	$ 74,477	$ 2,810	$ 12,911	$ 84,945	$ 13,375	$188,518
Addition	-	-	-	1,098	-	1,098
Reclassification	240	-	242	9,542	-	10,024
Disposals	-	-	-	-	(441)	(441)
Balance at September 30, 2023	$ 74,717	$ 2,810	$ 13,153	$ 95,585	$ 12,934	$199,199
Accumulated depreciation						
Balance at January 1, 2023	$ 54,108	$ 2,810	$ 10,782	$ 60,681	$ 12,520	$140,901
Depreciation expenses	4,521	-	477	6,633	589	12,220
Disposals	-	-	-	-	(441)	(441)
Balance at September 30, 2023	$ 58,629	$ 2,810	$ 11,259	$ 67,314	$ 12,668	$152,680
Carrying amount at September 30, 2023	$ 16,088	$ -	$ 1,894	$ 28,271	$ 266	$ 46,519
Carrying amount at January 1 2023/December 31, 2022	$ 20,369	$ -	$ 2,129	$ 24,264	$ 855	$ 47,617
Cost						
Balance at January 1, 2022	$ 74,003	$ 2,810	$ 10,758	$ 69,061	$ 13,375	$170,007
Addition	-	-	58	66	-	124
Reclassification	176	-	2,095	10,965	-	13,236
Balance at September 30, 2022	$ 74,179	$ 2,810	$ 12,911	$ 80,092	$ 13,375	$183,367
Accumulated depreciation						
Balance at January 1, 2022	$ 47,625	$ 2,810	$ 10,214	$ 53,840	$ 11,695	$126,184
Depreciation expenses	4,870	-	394	5,008	629	10,901
Balance at September 30, 2022	$ 52,495	$ 2,810	$ 10,608	$ 58,848	$ 12,324	$137,085
Carrying amount at September 30, 2022	$ 21,684	$ -	$ 2,303	$ 21,244	$ 1,051	$ 46,282

There was no indication of an impairment loss; therefore, the Group did not perform impairment assessment. during the nine months ended September 30, 2023 and 2022.

The above items of property, plant and equipment are depreciated on a straight-line basis over the estimated useful lives as follows:

Machinery equipment	3-10 years
Transportation equipment	5 years
Office equipment	3-5 years
Miscellaneous equipment	3-20 years
Leasehold improvements	3-10years

15. LEASE ARRANGEMENTS

a. Right-of-use assets

	September 30, 2023	December 31, 2022	September 30, 2022
Carrying amounts			
Buildings	$ 77,288	$ 22,311	$ 27,190
Transportation	3,150	437	557
	$ 80,438	$ 22,748	$ 27,747

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 202	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Addition to right-of-use assets			$ 83,657	$ -
Depreciation charge for right-of-use assets				
Buildings	$ 4,884	$ 4,894	$ 14,676	$ 14,691
Transportation	300	119	539	358
	$ 5,184	$ 5,013	$ 15,215	$ 15,049

Due to the early termination of the lease contract during current period, the company's right of-use assets and lease liabilities were reduced by NT$10,739 thousand and NT$11,418 thousand respectively. Thus, it resulted in a lease modification benefit of NT$679 thousand during the nine months ended September 30, 2023.

b. Lease liabilities

	September 30, 2023	December 31, 2022	September 30, 2022
Carrying amounts			
Current	$ 19,024	$ 21,081	$ 21,095
Non-current	$ 56,041	$ 1,400	$ 2,372

Discounted rate ranges of lease liabilities were as follows:

	September 30, 2023	December 31, 2022	September 30, 2022
Buildings	3%	3%	3%
Transportation	5.69%	5.69%	5.69%

c. Material lease-in activities and terms

The Gloup leased a number of cars for use by business personnel or warehouse personnel for 3 years. The lease contracts for these cars do not contain terms for the right of renewal or the right of purchase.

The Gloup also leased certain buildings for the use as plant and office in a period of 5 years. The Company does not have bargain purchase options to acquire the leasehold buildings at the end of the lease terms. In addition, the Company is prohibited from subleasing or transferring all or any portion of the underlying assets without the lessor's consent.

d. Other lease information

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Expenses relating to low-value asset leases	$ 138	$ 146	$ 468	$ 453
Total cash outflow for lease			($ 21,079)	($ 20,631)

16. OTHER INTANGIBLE ASSETS

	Computer Software
Cost	
Balance on January 1, 2023	$ 15,659
Reclassification	846
Balance on September 30, 2023	$ 16,505
Accumulated amortization	
Balance on January 1, 2023	$ 11,698
Amortization expenses	1,398
Balance on September 30, 2023	$ 13,096
Carrying amount on September 30, 2023	$ 3,409
Carrying amount on January 1, 2023/December 31, 2022	$ 3,961
Cost	
Balance on January 1, 2022	$ 15,659
Balance on September 30, 2022	$ 15,659

	Computer Software
Accumulated amortization	
Balance on January 1, 2022	$ 9,808
Amortization expenses	1,464
Balance on September 30, 2022	$ 11,272
Carrying amount on September 30, 2022	$ 4,387

Besides amortization expense, the Group did not acquire, dispose, nor impair any other intangible assets between nine months ended September 30, 2023 and 2022.
Other intangible assets were amortized on a straight-line basis over their estimated useful lives as follows:

Computer software	2-10 years

Amortization expenses summarized by function:

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Operating costs	$ -	$ -	$ -	$ -
Selling and marketing expenses	14	13	41	63
General and administrative expenses	214	188	496	565
Research and development expenses	291	279	861	836
	$ 519	$ 480	$ 1,398	$ 1,464

17. OTHER ASSETS

	September 30, 2023	December 31, 2022	September 30, 2022
Current			
Prepayments			
Prepayment for purchases and expenses	$ 3,221	$ 26,165	$ 17,904
Offsets against business tax payable	1,005	-	-
	4,226	26,165	17,904
Others current assets			
Temporary payment	-	28	-
	$ 4,226	$ 26,193	$ 17,904
Non-current			
Prepayments for equipment	$ -	$ 219	$ 516
Refundable deposits	1,969	654	650
Overdue receivables (Note 11)	30	30	30

	September 30, 2023	December 31, 2022	September 30, 2022
Allowance for impairment loss - overdue receivables	(30)	(30)	(30)
	$ 1,969	$ 873	$ 1,166

18. NOTES AND ACCOUNTS PAYABLE

	September 30, 2023	December 31, 2022	September 30, 2022
Notes payable			
Non-trade	$ 35	$ 103	$ 36
Accounts payable			
Accounts payable	$ 244,884	$ 195,133	$ 220,503
Accounts payable - related parties	139,336	50,987	56,947
	$ 384,220	$ 246,120	$ 277,450

The Group has financial risk management policies in place to ensure that all payables are paid within the pre-agreed credit terms.

19. OTHER LIABILITIES

	September 30, 2023	December 31, 2022	September 30, 2022
Current			
Other payables			
Payables for salaries or bonuses	$ 67,612	$ 63,433	$ 60,199
Payables for annual leave	8,500	10,250	8,250
Payables for compensation of employees and remuneration of directors (Note 24)	27,000	24,000	19,000
Accrued employee ware fare	2,300	322	596
Accrued commissions	59,463	1,426	2,973
Payable for service	2,370	1,342	2,483
Accrued Insurance	3,368	2,155	2,119
Accrued freights	2,425	2,569	1,920
Accrued repair	13,347	18,328	20,000
Over received	-	-	14,992
Accrued equipment	-	4,517	901
Other	9,229	6,798	7,090
	195,614	135,140	140,523

	September 30, 2023	December 31, 2022	September 30, 2022
Other payables-related party (Note 30)			
Other	772	781	909
	$ 196,386	$ 135,921	$ 141,432
Contract liability(Note23)			
Advance payment	$ 229,685	$ 136,367	$ 112,122
Others liability			
Refund liability	$ 2,242	$ 29,856	$ -
Receipts under custody and others	7,504	5,019	7,613
	$ 9,746	$ 34,875	$ 7,613
Non-current			
Guarantee deposits	$ -	$ 1,541	$ -

20. PROVISIONS

	September 30, 2023	December 31, 2022	September 30, 2022
Current			
Warranties*	$ 7,668	$ 5,821	$ 2,630
Non-current			
Warranties*	$ 4,256	$ 3,703	$ 1,594

	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Balance on January 1	$ 9,524	$ 4,324
Additional provisions recognized	14,550	2,424
Rotate unused	(12,150)	(2,524)
Balance on September 30	$ 11,924	$ 4,224

The provision for warranty claims represents the present value of management’s best estimate of the future outflow of economic benefits that will be required under sale of goods legislation. The estimate had been made on the basis of historic warranty trends, and may vary as a result of new materials, altered manufacturing processes or other events affecting product quality.

21. RETIREMENT BENEFIT PLANS

Employee benefits expense in respect of the Group's defined retirement benefit plans was $26 thousand and $13 thousand for the three months ended September 30, 2023 and 2022, respectively, and $77 thousand and $38 thousand for the nine months ended September 30, 2023 and 2022, respectively.

22. EQUITY

a. Share capital

Common stock

	September 30, 2023	December 31, 2022	September 30, 2022
Number of shares authorized (in thousands)	100,000	100,000	100,000
Shares authorized	$1,000,000	$1,000,000	$1,000,000
Number of shares issued and fully paid (in thousands)	38,255	38,255	38,255
Shares issued	$ 382,549	$ 382,549	$ 382,549

The authorized shares include 4,000 thousand shares allocated for the exercise of employee stock options.

b. Capital surplus

	September 30, 2023	December 31, 2022	September 30, 2022
May be used to offset a deficit, distributed as cash dividends, or transferred to share capital*			
Issuance of ordinary shares	$ 386,829	$ 386,829	$ 386,829

Such capital surplus may be used to offset a deficit; in addition, when the Company has no deficit, such capital surplus may be distributed as cash dividends or transferred to share capital (limited to a certain percentage of the Company's capital surplus and to once a year).

c. Retained earnings and dividends policy

Under the dividends policy as set forth in the amended Articles, where the Company made a profit in a fiscal year, the profit shall be first utilized for paying taxes, offsetting losses of previous years, setting aside as legal reserve 10% of the remaining profit, setting aside or reversing special reserve in accordance with the laws and regulations, and then any remaining profit together with any undistributed retained earnings shall be used by the Company's board of directors as the basis for proposing a distribution plan, which should be resolved in the shareholders' meeting for distribution of dividends and bonus to shareholders. For the policies on distribution of employees' compensation and remuneration of directors after amendment, refer to employees' compensation and remuneration of directors in Note 24, (g).

Taking into account future capital expenditure requirements and long-term financial planning of the Company, the total dividends paid in any given year may not be less than 50% of the distributable earnings in that year. However, cumulative distributable earnings cannot be distributed if it is less than 20% of the total paid-up capital. Dividends could be distributed either through cash or shares, and cash dividends shall not be less than 10% of the total dividends for the year.

An appropriation of earnings to a legal reserve should be made until the legal reserve equals the Company's paid-in capital. The legal reserve may be used to offset deficits. If the Company has no deficit and the legal reserve has exceeded 25% of the Company's paid-in capital, the excess may be transferred to capital or distributed in cash.

The Company's shareholders' meeting resolved in June 14, 2022 to amend the Articles to appropriate special reserve from the balance of retained earnings of the prior period against "the cumulative net decrease of other equity in the prior period". If the amount of retained earnings of the prior period is not enough for such appropriation, the Company should further make up the gap by the net profit after tax and the balances of other equity items of current period. Before amending the Articles, the Company appropriated by law from retained earnings of the prior period.

The appropriations of earnings for 2022 and 2021, which have been approved in the shareholders' meetings on June 13, 2023 and June 14, 2022, respectively, were as follows:

	For the Year Ended December 31, 2022	For the Year Ended December 31, 2021
Legal reserve	$ 19,584	$ 16,571
Reversal of special surplus reserve	7,979	-
Cash dividends	170,234	147,281
Cash dividends per share (NT$)	4.45	3.85

d. Special surplus reserve

	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Balance on January 1	$ -	$ -
special surplus reserve		
Unrealized gain on FVTOCI financial assets	7,517	-

	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Exchange differences arising on translating the financials statements of foreign operations	462	-
Balance on June 30	$ 7,979	$ -

e.Other equity items

1) Exchange differences on translating the financial statements of foreign operations

	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Balance on January 1	($ 462)	($ 391)
Current period:		
Exchange differences arising on translating the financials statements of foreign operations	(297)	(310)
Income tax related to gains arising on translating the financial statements of foreign operations	59	62
Other comprehensive income recognized for the period	(238)	(248)
Balance on September 30	($ 700)	($ 639)

2) Unrealized gain or loss on Financial Assets at FVTOCI

	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Balance on January 1	($ 7,517)	$ 5,186
Recognized for the year		

	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Unrealized gain (loss)- equity instruments	10,158	1,900
Unrealized gain (loss)- tax expense	(2,127)	(1,654)
Other comprehensive Income recognized for the year	8,031	246
Balance on September 30	$ 514	$ 5,432

23. REVENUE

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Revenue from contracts with customers				
Revenue from the sale of goods	$ 783,500	$ 494,905	$ 1,958,453	$ 1,389,200
Design & development revenue	900	1,449	3,900	4,556
Service revenue	3,096	3,042	8,626	6,891
	$ 787,496	$ 499,396	$ 1,970,979	$ 1,400,647

a. Revenue from sales to customers

Revenue from the sale of goods

Goods are categorized into computer monitors and customized products for manufacturing engineering. The Group engages in the sale of embedded control systems, medical displays, and application-specific display modules at the agreed prices stipulated in contracts, quotations or orders.

Service revenue

Service revenue mainly comprises revenue from the design of embedded, medical, and application specific display modules during product development; revenue from customers' request for repair when defects occur in products that exceed the warranty period; and revenue recognized at the agreed prices stipulated in contracts.

b. Contract balances

	September 30, 2023	December 31, 2022	September 30, 2022	January 1, 2022
Accounts and Notes receivables (Note 11)	$ 860,226	$ 279,726	$ 339,074	$465,259
Contract Assest				
Design of product	$ 1,227	$ 1,856	$ -	$ -
Less : allowance	-	-	-	-
Contract Assest- current	$ 1,227	$ 1,856	$ -	$ -
Contract liabilities (Note 19)				
Sale of good	$ 160,495	$ 88,071	$ 112,122	$ 69,004
Design of product	69,190	48,296	-	-
Contract liabilities -current	$229,685	$136,367	$ 112,122	$ 69,004

c. Disaggregation of revenue

For the nine months ended September 30, 2023

	Embedded Control	Medical Touch c	Application specific	Others	Total
Goods or service					
Revenue from sale of goods	$ 430,017	$ 553,706	$ 814,074	$ 160,656	$1,958,453
Service revenue	2,228	6,274	3,915	109	12,526
	$ 432,245	$ 559,980	$ 817,989	$ 160,765	$1,970,979

For the nine months ended September 30, 2022

	Embedded Control	Medical Touch	Application specific	Others	Total
Goods or service					
Revenue from sale of goods	$ 380,712	$ 467,666	$ 395,896	$ 144,926	$1,389,200
Service revenue	2,154	4,734	4,558	1	11,447
	$ 382,866	$ 472,400	$ 400,454	$ 144,927	$1,400,647

24. NET PROFIT (LOSS) FROM CONTINUING OPERATIONS AND OTHER COMPREHENSIVE INCOME (LOSS)

a. Interest income

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Bank deposits	$ 1,873	$ 553	$ 11,891	$ 1,131
Financial assets at amortized cost	599	-	1,107	-
With repos	-	1	-	95
	$ 2,472	$ 554	$ 12,998	$ 1,226

b. Other income

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Dividend income	$ 2,403	$ 2,819	$ 2,542	$ 2,977
Government subsidy income	-	-	2,189	-
Others	918	86	3,097	337
	$ 3,321	$ 2,905	$ 7,828	$ 3,314

c. Other gains and losses

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Gain (loss) on financial instruments Mandatorily measured at FVTPL	$ 3,301	($ 888)	$ 15,021	($ 6,067)
Net foreign exchange gain (losses)	22,176	30,949	32,149	67,502
Gain on Lease Modification	498	-	679	-
Others	(46)	(160)	(96)	(338)
	$ 25,929	$ 29,901	$ 47,753	$ 61,097

d. Finance costs

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Interest on lease liabilities	($ 601)	($ 190)	($ 969)	($ 706)

There was no interest capitalization in the combined company from January 1 to September 30, 2023 and 2022.

e. Depreciation and amortization

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
An analysis of deprecation by function				
Operating costs	$ 2,649	$ 2,648	$ 7,946	$ 7,946
Operating expenses	6,592	6,046	19,489	18,004
	$ 9,241	$ 8,694	$ 27,435	$ 25,950
An analysis of amortization by function				
Operating costs	$ -	$ -	$ -	$ -
Operating expenses	519	480	1,398	1,464
	$ 519	$ 480	$ 1,398	$ 1,464

f. Employee benefits expense

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Short-term benefits	$ 64,907	$ 61,272	$ 167,655	$ 162,038
Post-employment benefits(Note 21)				
Defined contribution plans	1,547	1,444	4,526	4,315
Defined benefit plans	26	13	77	38
	1,573	1,457	4,603	4,353
Other employee benefits	2,459	2,056	6,629	5,480
Total employee benefits expense	$ 68,939	$ 64,785	$ 178,887	$ 171,871
An analysis of employee benefits expense by function				
Operating costs	$ 14,879	$ 12,868	$ 43,807	$ 37,921
Operating expenses	54,060	51,917	135,080	133,950
	$ 68,939	$ 64,785	$ 178,887	$ 171,871

g. Employees' compensation and remuneration of directors and supervisors

The Company accrued employees' compensation at the rates of no less than 7.5%~10% and remuneration of directors at the rates of no higher than 3%, of net profit before income tax, employees' compensation, and remuneration of directors. For the three months ended September 30, 2023 and 2022,and for the nine months ended September 30, 2023 and 2022,the employees' compensation and the remuneration of directors were as follows:

Accrual rate

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Employees' compensation	7.56%	7.12%	7.57%	7.55%
Remuneration of directors	1.40%	1.78%	1.51%	1.42%

Amount

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Employees' compensation	$ 9,700	$ 6,000	$ 22,500	$ 16,000
Remuneration of directors	$ 1,800	$ 1,500	$ 4,500	$ 3,000

If there is a change in the amounts after the annual consolidated financial statements were authorized for issue, the differences are recorded as a change in the accounting estimate.

The compensation to employees and remuneration to the directors of 2022 and 2021 were approved by the Company's board of directors on March 14, 2023 and March 15, 2022 respectively, were as below:

	2022		2021	
	Employees' compensation	Remuneration of directors	Employees' compensation	Remuneration of directors
The Board of Directors issue pay amounts	$ 20,000	$ 4,000	$ 16,500	$ 4,000
Annual consolidated financial statements authorized	$ 20,000	$ 4,000	$ 16,500	$ 3,000

There was no difference between the actual amounts of employees' compensation and remuneration of directors paid and the amounts recognized in the consolidated financial statements for the years ended December 31, 2022.

There was difference between the pay amounts of employees' compensation and remuneration of directors and the amounts recognized in the company financial statements by the Board of Directors on March 15, 2022 and adjusted in 2022 income.

Information on the employees' compensation and remuneration of directors resolved by the Company's board of directors is available at the Market Observation Post System website of the Taiwan Stock Exchange.

h. Gain or loss on foreign currency exchange

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Foreign exchange gains	$ 118,662	$ 43,932	$ 177,213	$ 101,824
Foreign exchange losses	(96,486)	(12,983)	(145,064)	(34,322)
Net gain (loss)	$ 22,176	$ 30,949	$ 32,149	$ 67,502

i. The reversal of impairment of non-financial instruments

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Inventories (Included in costs of goods sold)	($ 31,000)	($ 1,000)	($ 63,000)	($ 7,000)

25. INCOME TAXES RELATING TO CONTINUING OPERATION

a. Income tax recognized in profit or loss

Major components of tax expense were as follows:

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Current tax				
In respect of the current period	$ 25,516	$ 17,100	$ 61,613	$ 37,930
Income tax on unappropriated	-	93	-	93
Adjustments from previous years	-	87	544	90
	25,516	17,280	62,157	38,113
Deferred tax				
In respect of the current period	(3,216)	(1,649)	(9,439)	1,665
Income tax expense recognized in profit or loss	$ 22,300	$ 15,631	$ 52,718	$ 39,778

b. Income tax expense recognized in other comprehensive income

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Deferred tax				
In respect of the current year				
－Translation of foreign operations	($ 4)	($ 8)	$ 59	$ 62
－Unrealized gain on FVTOCI financial assets	1,306	(693)	(2,127)	(1,654)
Income tax recognized in other comprehensive income	$ 1,302	($ 701)	($ 2,068)	($ 1,592)

c. Income tax assessments

The tax returns of the Company through 2020 have been assessed by tax authorities.

26. EARNINGS PER SHARE

Unit: NT$ Per Share

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Basic earnings per share				
From continuing and discounted operations	$ 2.47	$ 1.60	$ 5.69	$ 4.01
Total	$ 2.47	$ 1.60	$ 5.69	$ 4.01
Diluted earnings per share				
From continuing and discounted operations	$ 2.46	$ 1.59	$ 5.64	$ 3.98
Total	$ 2.46	$ 1.59	$ 5.64	$ 3.98

The earnings and weighted average number of ordinary shares outstanding in the computation of earnings per share were as follows:

Net Profit for the Year

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Income for the year attributable to owners of the Company	$ 94,597	$ 61,235	$ 217,698	$ 153,591
Earnings used in the computation of basic earnings per share	$ 94,597	$ 61,235	$ 217,698	$ 153,591
Earnings used in the computation of diluted earnings per share	$ 94,597	$ 61,235	$ 217,698	$ 153,591

Weighted Average Number of Ordinary Shares Outstanding (In Thousand Shares)

Unit: NT$ Per Share

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Weighted average number of ordinary shares in computation of basic earnings per share	38,255	38,255	38,255	38,255
Effect of potentially dilutive ordinary shares:				
Employees' compensation	248	283	335	352
Weighted average number of ordinary shares used in the computation of diluted earnings per share	38,503	38,538	38,590	38,607

If the Group offered to settle compensation paid to employees in cash or shares, the

Group assumed the entire amount of the compensation will be settled in shares and the resulting potential shares were included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, as the effect is dilutive. Such dilutive effect of the potential shares is included in the computation of diluted earnings per share until the number of shares to be distributed to employees is resolved in the following year.

27. **CASH FLOW INFORMATION**

a. Non-cash transactions

For the nine months ended September 30, 2023 and 2022, the Group entered into the following non-cash investing and financing activities :

1) The Group reclassified prepayments for equipment amounting to NT$10,024 thousand and NT$13,236 thousand to property, plant and equipment for the nine months ended September 30, 2023 and 2022, respectively.
2) For the nine months ended September 30, 2023 , The Group prepaid equipment reclassified to intangible assets NT$846 thousand.
3) For the nine months ended September 30, 2023 , The Group prepaid equipment increase NT$10,651 thousand and equipment payment payable decrease NT$4,517 thousand, total pay NT$15,168 thousand.

b. Reconciliation of liabilities arising from financing activities:

For the nine months ended September 30, 2023

			Non-cash Changes				
	Balance as of January 1, 2023	Cash Flows	New Lease	Interest Amortized	Disposals	Foreign Exchange Difference	Balance as of September 30, 2023
Lease liabilities	$22,481	($20,611)	$83,657	$ 969	($11,418)	($ 13)	$75,065

For the nine months ended September 30 2022

			Non-cash Changes				
	Balance as of January 1, 2022	Cash Flows	New Lease	Interest Amortized	Disposals	Foreign Exchange Difference	Balance as of September 30, 2022
Short-term borrowings	$ 76,221	($ 76,221)	$ -	$ -	$ -	$ -	$ -
Lease liabilities	42,979	(20,178)	-	706	-	(40)	23,467
	$119,200	($ 96,399)	$ -	$ 706	$ -	($ 40)	$ 23,467

28. CAPITAL MANAGEMENT

The Group manages its capital to ensure that entities in the Group will be able to continue as going concerns while maximizing the return to shareholders through the optimization of the debt and equity balance. The Group’s overall strategy remains unchanged.

Adopting a prudent risk management strategy and regularly reviewing the strategy, the Group engages in overall planning based on business development strategies and operational needs, in order to determine the appropriate capital structure of the Group.

The Group is not subject to any externally imposed capital requirements.

29. FINANCIAL INSTRUMENTS

a. Fair value of financial instruments not measured at fair value

The management of the Group believes the carrying amounts of financial assets and financial liabilities not measured at fair value that are very close to maturity or whose future prices equals their carrying amounts, approximates their fair values.

b. Fair value of financial instruments measured at fair value on a recurring basis

1. Fair value hierarchy

Balance as of September 30, 2023

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Domestic listed shares and emerging market shares	$ 6,879	$ -	$ -	$ 6,879
Financial assets at FVTOCI				
Investments in equity				
Domestic listed shares and emerging market shares	$ 29,470	$ -	$ -	$ 29,470
Domestic unlisted shares	-	-	10,000	10,000
Foreign unlisted shares	-	-	71,895	71,895
Total	$ 29,470	$ -	$ 81,895	$ 111,365

Balance as of December 31, 2022

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Domestic listed shares and emerging market shares	$ 4,602	$ -	$ -	$ 4,602
Foreign listed shares	7,565	-	-	7,565
Total	$ 12,167	$ -	$ -	$ 12,167
Financial assets at FVTOCI				
Investments in equity				
Domestic listed shares and emerging market shares	$ 29,949	$ -	$ -	$ 29,949
Foreign unlisted shares	-	-	61,258	61,258
Total	$ 29,949	$ -	$ 61,258	$ 91,207

Balance as of September 30, 2022

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Securities listed in ROC	$ 3,877	$ -	$ -	$ 3,877
Foreign listed shares	7,158	-	-	7,158
Total	$ 11,035	$ -	$ -	$ 11,035
Financial assets at FVTOCI				
Investments in equity				
Securities listed in ROC	$ 31,223	$ -	$ -	$ 31,223
Domestic unlisted shares and domestic emerging market shares	-	-	72,883	72,883
Total	$ 31,223	$ -	$ 72,883	$ 104,106

There were no transfers between Levels 1 and 2 in the current and prior periods.

2.. Reconciliation of Level 3 fair value measurements of financial instruments

For the nine months ended September 30 2023

Financial assets	Financial assets at FVTPL Equity Instrument
Balance at January 1	$ 61,258
Recognized in other comprehensive income	10,637
Addition	10,000
Balance at September 30	$ 81,895
Unrealized gain (loss) for the current year included in profit or loss relating to assets held at the end of the year	$ -

For the nine months ended September 30 2022

Financial assets	Financial assets at FVTPL Equity Instrument
Balance at January 1	$ 47,924
Recognized in other comprehensive income	8,272
Addition	16,687
Balance at September 30	$ 72,883
Unrealized gain (loss) for the current year included in profit or loss relating to assets held at the end of the year	$ -

3.. Valuation techniques and inputs applied for the purpose of measuring Level 3 fair value measurement

The Gloup measures the fair value of its investments on domestic unlisted shares by using the market approach and using asset-based approach. The comparable company method of market approach is based on the transaction price ,consider the different between the evaluated company and the comparable company,calculate fair value with appropriate multiplirt. The asset-based approach assesses the fair value by calculating the value of each asset and liability by reflect the overall fair value.

c. Categories of financial instruments

	September 30, 2023	December 31, 2022	September 30, 2022
Financial assets			
Fair value through profit or loss (FVTPL)			
Mandatory at FVTPL	$ 6,879	$ 12,167	$ 11,035
Financial assets at amortized (Note 1)	1,271,609	1,115,762	1,023,693
Financial assets at FVTOCI equity instruments			
Investments in equity instruments	111,365	91,207	104,106
Financial liabilities			
Measured at amortized cost (Note 2)	580,641	383,685	418,918

Note 1: The balances included financial assets measured at amortized cost, which comprise cash and cash equivalents,notes receivables,accounts receivables, other receivables and refundable deposits.

Note 2: The balances included financial liabilities measured at amortized cost, which comprise short-term borrowings, notes payable, accounts payables, and other payable.

d. Financial risk management objectives and policies

The Group’s major financial instruments included equity and debit investments, accounts receivables, accounts payables, loan, and lease liabilities. The Group’s Corporate Treasury monitors and manages the financial risks relating to the operations of the Group. These risks include market risk (including foreign currency risk, interest rate risk and other price risk), credit risk, and liquidity risk.

1) Market risk

The Group’s activities exposed it primarily to the financial risks of changes in foreign currency exchange rates (see (a) below), interest rates (see (b) below) and other price risk (see (c) below).

There had been no change to the Group’s exposure to market risks or the manner in which these risks were managed and measured.

a) Foreign currency risk

The Company and its subsidiaries had foreign currency sales and purchases, which exposed the Group to foreign currency risk. The Group manages the risk that fluctuations in foreign currency could have on foreign-currency denominated assets and future cash flow by using forward exchange contracts, which was governed by the Group's policies.

The carrying amounts of the Group's foreign currency denominated monetary assets and monetary liabilities (including those eliminated on consolidation) and of the derivatives exposed to foreign currency risk at the end of the year are set out in Note 34.

Sensitivity analysis

The Group was mainly exposed to the U.S. dollar.

The following table details the Group's sensitivity to a 1% increase in the New Taiwan dollar (i.e., the functional currency) against the relevant foreign currencies. The sensitivity rate used when reporting foreign currency risk internally to key management personnel and representing management's assessment of the reasonably possible change in foreign exchange rates is 1%. The sensitivity analysis included only outstanding foreign currency denominated monetary items and foreign currency exchange forward contracts designated as cash flow hedges, and adjusts their translation at the end of the reporting period for a 1% change in exchange rates. A positive number below indicates an increase in pre-tax profit associated with the New Taiwan dollar weakening 1% against the relevant currency. For a 1% strengthening of the New Taiwan dollar against the relevant currency, there would be an equal and opposite impact on pre-tax profit, and the balances below would be negative.

	U.S. Dollar Impact	
	For the Nine Months Ended September 30, 2023	**For the Nine Months Ended September 30, 2022**
Profit or loss	$ 6,495 (i)	$ 5,069 (i)

(i) This was mainly attributable to the exposure outstanding on U.S. dollar-denominated accounts receivables and accounts payables, which were not hedged at the end of the reporting period.

The Group's sensitivity to foreign currency increase during the current year mainly due to the increase of accounts receivable balance in the USD In management's opinion, the sensitivity analysis did not reflect the inherent exchange rate risk because the exposure at the end of the year did not reflect the exposure during the period.

b) Interest rate risk

The Group evaluates hedging activities regularly to align with interest rate views and defined risk appetite and ensures that the most cost-effective hedging strategies are applied.

The carrying amount of the Group’s financial assets and financial liabilities with exposure to interest rates at the end of the reporting period were as follows:

	September 30, 2023	**December 31, 2022**	**September 30, 2022**
Fair value interest rate risk			
－Financial assets	$ 54,297	$ 370,003	$ 260,284
Cash flow interest rate risk			
－Financial assets	$ 319,297	$ 430,092	$ 399,575

Sensitivity analysis

The sensitivity analyses below were determined based on the Group’s exposure to interest rates for both derivatives and non-derivative instruments at the end of the reporting period. A 50 basis point increase or decrease was used when reporting interest rate risk internally to key management personnel and represents management’s assessment of the reasonably possible change in interest rates.

If interest rates had been 50 basis points higher/lower and all other variables were held constant, the Group’s pre-tax profit for the nine months ended September 30, 2023 and 2022 would increase /decrease by $1,197 thousand and $1,498 thousand, which was mainly attributable to the Group’s exposure to the floating-interest rates on bank deposits.

The Group’s sensitivity to interest rates reduced during the year, mainly affected by the decrease in bank deposits with variable interest rates.

c) Other price risk

The Group was exposed to equity price risk through its investments in mutual funds. The Group has appointed a special team to monitor the price risk and will consider hedging the risk exposure should the need arise.

Sensitivity analysis

The sensitivity analyses below were determined based on the exposure to equity price risks at the end of the reporting period.

If equity prices had been 3% higher/lower, the pre-tax other comprehensive income for the nine months ended September 30, 2023 and 2022 would have increased/decreased by $206 thousand and $331 thousand, as a result of the changes in fair value of financial assets at FVTOCI.
If equity prices had been 3% higher/lower, the pre-tax profit for the nine months ended September 30, 2023, and 2022, would have increased/decreased by $3,341 thousand and $3,123 thousand, as a result of the changes in fair value of financial assets at FVTPL.

The Group's sensitivity to equity prices increased mainly because of its increase in financial assets investment

2) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in a financial loss to the Group. At the end of the reporting period,, the Group's maximum exposure to credit risk, which would cause a financial loss to the Group due to the failure of the counterparty to discharge its obligation and due to the financial guarantees provided by the Group, could be mainly from the following:

a) The carrying amount of the financial assets recognized in the balance sheets; and
b) The maximum amount payable by the Group due to financial guarantees provided by the Group, regardless of possibility.

Financial assets are potentially affected by the failure of the Group's counterparties to fulfill their contractual obligations. The Group's credit risk is evaluated based on contracts whose fair value at the end of the financial reporting period is positive. The Group's counterparties are financial institutions and companies with sound credit ratings. The Group has a dedicated unit that regularly monitors counterparty credit exposure levels every year, so no significant credit risk is expected.

In order to minimize credit risk, the management of the Group has delegated a team responsible for determining credit limits, credit approvals and other monitoring procedures to ensure that follow-up action is taken to recover overdue debts. In addition, the Group reviews the recoverable amount of each individual trade debt at the end of the reporting period to ensure that adequate allowances are made for irrecoverable amounts. The Group has signed a contract with the bank to sell accounts receivable, and there is no need to guarantee to the ability of debtors in accounts receivable to affect fulfillment of debt obligations due to credit risk within the bank's underwriting limit. Hence, the management of the Group believes that the credit risk of the Group has declined significantly

Accounts receivable from customers exceeding 5% of the total accounts receivable accounted for 82.9%, 65.6%, and 70.8% of the Group's accounts receivable balance as of September 30, 2023, December 31, 2022, and September 30, 2022, respectively.

The maximum credit exposure of the Group is the net carrying amount of financial assets after deducting the amount that can be offset against each other and the impairment loss recognized in accordance with the regulations without considering collateral and other credit enhancement policies.

3) Liquidity risk

The Group manages liquidity risk by monitoring and maintaining a level of cash and cash equivalents deemed adequate to finance the Group's operations and mitigate the effects of fluctuations in cash flows. In addition, management monitors the utilization of bank borrowings and ensures compliance with loan covenants.

The Group relies on bank borrowings as a significant source of liquidity. As of September 30, 2023, December 31, 2022 and September 30, 2022, the Group's available unutilized bank loan facilities set out in section (b) below.

a) Liquidity and interest risk rate tables for non-derivative financial liabilities

The following table details the Group's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. The tables had been drawn up based on the undiscounted cash flows of financial liabilities from the earliest date on which the Group can be required to pay. The tables included both interest and principal cash flows. Specifically, bank loans with a repayment on demand clause were included in the earliest time band regardless of the probability of the banks choosing to exercise their rights. The maturity dates for other non-derivative financial liabilities were based on agreed repayment dates.

September 30, 2023

	Less Than 1 Year	**1-5 Years**
Non-interest bearing liabilities		
Notes payable	$ 35	$ -
Trade payable	384,220	-
Other payable	196,386	-
Lease liabilities	19,597	57,254
	$ 600,238	$ 57,254

Additional information about the maturity analysis for lease liabilities:

	Less Than 1 Year	**1-5 Years**
Lease liabilities	$ 19,597	$ 57,254

December 31, 2022

	Less Than 1 Year	**1-5 Years**
Non-interest bearing liabilities		
Notes payable	$ 103	$ -
Trade payable	246,120	-

	Less Than 1 Year	1-5 Years
Other payable	135,921	-
Lease liabilities	21,307	1,431
	$403,451	$ 1,431

Additional information about the maturity analysis for lease liabilities:

	Less Than 1 Year	1-5 Years
Lease liabilities	$ 21,307	$ 1,431

September 30, 2022

	Less Than 1 Year	1-5 Years
Non-interest bearing liabilities		
Notes payable	$ 36	$ -
Trade payable	277,450	-
Other payable	141,432	-
Lease liabilities	21,352	2,418
	$ 440,270	$ 2,418

Additional information about the maturity analysis for lease liabilities:

	Less Than 1 Year	1-5 Years
Lease liabilities	$ 21,352	$ 2,418

b) Financing facilities

	September 30, 2023	December 31, 2022	September 30, 2022
Unsecured bank overdraft facilities			
－Amount used	$ 11,042	$ 17,175	$ 12,602
－Amount unused	327,118	308,505	321,398
	$ 338,160	$ 325,680	$ 334,000

30. TRANSACTIONS WITH RELATED PARTIES

The parent company of the Company is Promate Electronic Co., Ltd., which held 66.21% of the Company’s ordinary shares on September 30, 2023 December 31, 2022 and September 30, 2022.

Balances and transactions between the Company and its subsidiaries, which are the related parties of the Company, have been eliminated on consolidation and are not disclosed in this note. Besides information disclosed elsewhere in the other notes, details of transactions between the Group and other related parties are disclosed below.

a. Names and categories of related parties

Name	Related Party Category
Promate Electronic Co., Ltd	The Company's Parent company
Promate Electronic (Shenzhen) Co., Ltd	Subsidiary of Promate
Promate Electronic (Shanghai) Co., Ltd	Subsidiary of Promate
PROMATE ELECTRONICS COMPANY USA	Subsidiary of Promate
Weikeng Industrial Co., Ltd	Substantive related party-chairman is a director of the Company
HIGGSTEC Inc.	The management - parent company of the Company is the corporate director of the Company
Blutech Inc.	The management - parent company of the Company is the corporate director of the Company

b. Operating revenues

Line Item	Related Party Category/Name	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Sale of goods	The Company's Parent company	$ 2,423	$ 4,306	$ 14,290	$ 15,252
	Subsidiary of Promate	-	-	-	51
	The management	-	227	234	1,128
		$ 2,423	$ 4,533	$ 14,524	$ 16,431
Repairs	The Company's Parent company	$ 47	$ 9	$ 117	$ 57

c. Purchases of goods

Related Party Category/Name	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Promate Electronic Co., Ltd	$ 183,478	$ 57,867	$ 451,810	$ 260,189
Substantive related party-chairman is a director of the Company	19,451	12,958	38,325	37,535
The management	3,452	4,579	10,891	13,627
	$ 206,381	$ 75,404	$ 501,026	$ 311,351

The related-party transactions were conducted under normal terms.

d. Receivables from related parties (excluding loans to related parties)

Related Party Category/Name	September 30, 2023	December 31, 2022	September 30, 2022
The Company's parent company	$ 1,903	$ 3,229	$ 4,110
The management	-	-	253
	$ 1,903	$ 3,229	$ 4,363

The outstanding accounts receivables from related parties are unsecured. For the nine months ended September 30, 2023 and 2022, no impairment loss was recognized for accounts receivables from related parties.

e. Other receivables from related parties

Line Item	Related Party Category/Name	September 30, 2023	December 31, 2022	September 30, 2022
Accounts payables	The Company's Parent company	$ 113,632	$ 30,716	$ 33,456
	Substantive related party-chairman is a director of the Company	20,811	14,805	19,152
	The management	4,893	5,466	4,339
		$ 139,336	$ 50,987	$ 56,947
Other payables	Subsidiary of Promate	$ 772	$ 781	$ 909

The outstanding accounts payables to related parties are unsecured.

f. Lease arrangements

Related Party Category/Name	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Acquire Right-of-use assets		
Substantive related party-chairman is a director of the Company	$ 52,177	$ -

Line Item	Related Party Category	September 30, 2023	December 31, 2022	September 30, 2022
Lease liabilities	The Company's Parent company	$ 45,783	$ 11,045	$ 10,963
	Substantive related party-chairman is a director of the Company	1,410	2,800	2,779
		$ 47,193	$ 13,845	$ 13,742

Related Party Category／Name	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Interest expense				
The Company's Parent company	$ 397	$ 92	$ 490	$ 346
Substantive related party - chairman is a director of the Company	11	21	42	72
	$ 408	$ 113	$ 532	$ 418
Interest expense				
The Company's Parent company	$ 412	$ -	$ 412	$ -

Lessor	Location	Lease Term Payment Method
The Company's Parent company	Chingpu Plant	The lease term begins on August 1, 2018 and ends on July 31, 2023. Rent is paid every six months, where the monthly rent is NT$929,000.

Related Party Category ／Name	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
The Company’s Parent company	Chingpu Plant 2F&3F	The lease term begins on August 1, 2023 and ends on July 31, 2028. Rent is paid every six months, where the monthly rent is NT$725,000.		
The Company’s Parent company	Chingpu Plant 1F	The lease term begins on January 1, 2023 and ends on December 31, 2024. Rent is paid every six months, where the monthly rent is NT$204,000.		
Substantive related party-chairman is a director of the Company	Office building along Huanshan Road, Neihu District	The lease term begins on January 1, 2021 and ends on December 31, 2025. Rent is paid every six months, where the monthly rent is NT$119,000。		

g. Other transactions with related parties

Line Item	Related Party Category/Name	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Operating Cost-Ousourcing expenses	Substantive related party - chairman is a director of the Company	$ 2	$ -	$ 2	$ -
	The management	2,615	576	3,875	946
		$ 2,617	$ 576	$ 3,877	$ 946
Research and development expense	The Company’s Parent company	$ 147	$ -	$ 529	$ 599
	Substantive related party - chairman is a director of the Company	17	479	277	1,030
	The management	1,332	1,878	2,554	2,695
		$ 1,496	$ 2,357	$ 3,360	$ 4,324
Professional service fees	Subsidiary of Promate	$ 1,951	$ 1,863	$ 5,723	$ 6,595
IT information expense	The Company’s Parent company	$ 1,220	$ 1,220	$ 2,440	$ 2,440
Fright expense	The management	$ 2	$ -	$ 42	$ -

h. Compensation of key management personnel

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Short-term employee benefits	$ 10,128	$ 7,161	$ 19,312	$ 16,663
Other long-term employee benefits	86	86	258	258
	$ 10,214	$ 7,247	$ 19,570	$ 16,921

The remuneration of directors and key executives is determined by the remuneration committee based on the performance of individuals and market trends.

31.ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

The following assets were provided as collateral for bank borrowings: ：

	September 30, 2023	December 31, 2022	September 30, 2022
Recognized as Financial assets at amortized cost (Time Deposits)(Note9)	$ 1,559	$ 1,483	$ 1,534

32.SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

In addition to those disclosed in other notes, significant commitments and contingencies of the Group were as follows:

a. As of September 30, 2023, December 31, 2022 and September 30, 2022, the Group has all issued letters of guarantee for tariff guarantee amounted to $6,000 thousand , $6,000 thousand and $6,000 thousand, respectively.
b. As of September 30, 2023, December 31, 2022 and September 30, 2022, the Group has all issued letters of guarantee for performance guarantee amounted to $5,042 thousand , $11,175 thousand and $6,602 thousand, respectively.
c. As of September 30, 2023, December 31, 2022 and September 30, 2022, commitments due to contracts for the acquisition of equipment were as follows:

	September 30, 2023	December 31, 2022	September 30, 2022
Contract amount			
Paid amount	$ -	$ 219	$ 516
Unpaid amount	-	511	344
	$ -	$ 730	$ 860

33. GNIFICANT EVENTS AFTER THE BALANCE SHEET DATE

In addition to those disclosed in other notes,there is no genificant events due on November 07 2023.

34.SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The Group’s significant financial assets and liabilities denominated in foreign currencies aggregated by the foreign currencies other than functional currencies and the related exchange rates between foreign currencies and respective functional currencies were as follows:

Unit: In Thousands for Currencies

September 30, 2023

	Foreign Currencies	Exchange Rate	Carrying Amount
Financial assets			
Monetary items			
USD	$ 30,666	32.27 （USD：NTD）	$ 989,582
USD	163	149.58 （USD：JPY）	5,272
EUR	36	33.91 （EUR：NTD）	1,219
GBP	46	39.23 （GBP：NTD）	1,820
JPY	5,603	0.22 （JPY：NTD）	1,211
			$ 999,104
NoMonetary items FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME			
USD	2,238	32.27 （USD：NTD）	$ 71,895
Financial liabilities			
Monetary items			
USD	10,611	32.27 （USD：NTD）	$ 342,411
USD	91	149.58 （USD：JPY）	2,929
EUR	25	33.91 （EUR：NTD）	857
			$ 346,197

December 31, 2022

	Foreign Currencies	Exchange Rate	Carrying Amount
Financial assets			
Monetary items			
USD	$ 29,630	30.71 （USD：NTD）	$ 909,942
USD	62	132.70 （USD：JPY）	1,916
EUR	125	32.72 （EUR：NTD）	4,103
GBP	46	37.09 （GBP：NTD）	1,715
JPY	11,716	0.23 （JPY：NTD）	2,723
			$ 920,399
NoMonetary items FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS			
USD	246	30.71 （USD：NTD）	$ 7,565
FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE			

	Foreign Currencies	Exchange Rate	Carrying Amount
INCOME			
USD	1,995	30.71（USD：NTD）	61,258
			$ 68,823
Financial liabilities			
Monetary items			
USD	5,719	30.71（USD：NTD）	$ 175,633
USD	65	132.70（USD：JPY）	1,993
EUR	23	32.72（EUR：NTD）	743
JPY	96	0.23（JPY：NTD）	22
			$ 178,391

September 30, 2022

	Foreign Currencies	Exchange Rate	Carrying Amount
Financial assets			
Monetary items			
USD	$ 21,883	31.75（USD：NTD）	$ 694,788
USD	119	144.81（USD：JPY）	3,783
EUR	292	31.26（EUR：NTD）	9,137
GBP	46	35.53（GBP：NTD）	1,639
JPY	13,438	0.22（JPY：NTD）	2,958
			$ 712,305
NoMonetary items			
FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS			
USD	226	31.75（USD：NTD）	$ 7,158
FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME			
USD	2,296	31.75（USD：NTD）	72,883
			$ 80,041
Financial liabilities			
Monetary items			
USD	$ 5,909	31.75（USD：NTD）	$ 187,608
USD	129	144.81（USD：JPY）	4,095
EUR	21	31.26（EUR：NTD）	642
JPY	798	0.22（JPY：NTD）	176
			$ 192,521

The Group is mainly exposed to the fluctuations other than USD. For the three months ended September 30, 2023 and 2022, and for the nine months ended September 30, 2023 and 2022, realized foreign exchange gains were $6,591 thousand , $20,029 thousand ,$8,391 thousand and $39,065 thousand respectively; Unrealized foreign exchange gains were $15,585 thousand, $10,920 thousand,

$23,758 thousand and $28,437 thousand, respectively.

35.OTHERS ITEMS

On April 29, 2021, the Company's board of directors resolved to subscribe Esquarre IoT Landing Fund,L.P. in US$5 million. The investments in private funds accounted for 7.32% of the company's total equity of the current period. As of September 30, 2023, the Company has invested NT$67,579 (US$2,376) thousand and measured at fair value through other comprehensive income. book value NT$71,895 (US$2,238) thousand ,the most recent financial report of the Gloup company, the net shareholder equity ratio in the table is 6.21%,Please refer to Note 8 disclosure.

36.SEPARATELY DISCLOSED ITEMS

a. Information about significant transactions and information in investees:
   1) Financing provided to others. (None)
   2) Endorsement/guarantee provided. (None)
   3) Marketable securities held. (Table 1)
   4) Marketable securities acquired and disposed of at costs or prices of at least NT$300 million or 20% of the paid-in capital. (Table 2)
   5) Acquisition of individual real estate at costs of at least NT$300 million or 20% of the paid-in capital. (None)
   6) Disposal of individual real estate at prices of at least NT$300 million or 20% of the paid-in capital. (None)
   7) Total purchases from or sales to related parties amounting to at least NT$100 million or 20% of the paid-in capital. (Table 3)
   8) Receivables from related parties amounting to at least NT$100 million or 20% of the paid-in capital. (None)
   9) Trading in derivative instruments. (None)
   10) Significant transactions between the Company and subsidiaries. (Table 4)

b. Information of investees. (Table 5)

c. Information on investments in mainland China (None)

d. Information of major shareholders: The following is the information of major shareholders: Name of major shareholder, number of shares owned and percentage of ownership of shareholders whose percentage of ownership of shareholders is higher than 5%. (Table 5)

37.SEGMENT INFORMATION

Information reported to the chief operating decision maker ("CODM") for the purpose of resource allocation and assessment of segment performance focuses on the types of goods or services delivered or provided. According to the requirements of IAS 34, the Group engages in organization management and resource allocation in a single operating segment, and its business is concentrated in a single industry related to mainframes and peripheral equipment for point-of-sale systems. In addition, the Group provides segment information reviewed by the CODM, whose basis of measurement is similar to that of financial statements. Therefore, the revenue and total assets of reportable segments for the nine months ended September 30, 2023 and 2022 can be determined by reference to the balance sheet and consolidated statement of profit and loss for the nine months ended September 30, 2023 and 2022.

The CODM considers the sales units engaging in the sale of mainframes and peripheral equipment in each country as separate operating segments. But for financial statements presentation purposes, these individual operating segments have been aggregated into a single operating segment, taking into account the following factors:

a. These operating segments have similar long-term gross profit margins.
b. Similar product nature and transaction method.
c. Products are delivered to customers in the same way.

TABLE 1

PROMATE SOLUTIONS CORPORATION AND SUBSIDIARIES
MARKETABLE SECURITIES HELD
September 30, 2023
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Holding Company Name	Type and Name of Marketable Securities (Note 1)	Relationship with the Holding Company (Note 2)	Financial Statement Account	September 30, 2023				Note (Note 4)
				Number of Shares	Carrying Amount (Noted 3)	Percentage of Ownership (%)	Fair Value	
Promate Solutions Corporation	Ordinary shares							
	Asia Vital Components Co., Ltd.	None	Financial assets at fair value through profit or loss -current	4,318	$ 1,472	-	$ 1,472	Domestic listed company
	TTFB COMPANY LIMITED	〃	〃	3,600	886	-	886	〃
	INTERNATIONAL GAMES SYSTEM CO.,LTD...	〃	〃	1,300	848	-	848	〃
	Jinan Acetate Chemical Co., LTD..	〃	〃	2,612	2,886	-	2,886	〃
	Parade Technologies, Ltd...	〃	〃	800	787	-	787	〃
	Higgstec Inc	The management	Financial assets at fair value through other comprehensive income -noncurrent	1,062,000	29,470	2.68%	29,470	〃
	Blutech Inc	〃	〃	250,000	10,000		10,000	Non-publicly traded equity investments
					$ 46,349		$ 46,349	
	Private funds.							
	Esquarre IoT Landing Fund,L.P.	None	Financial assets at fair value through other comprehensive income -noncurrent	2,375,651	$ 71,895 (USD 2,238)		$ 71,895 (USD 2,238)	Foreign unlisted company

Note 1: Marketable securities in this table refer to stocks, bonds, beneficiary certificates, and other relevant derivative securities as promulgated in IFRS 9 "Financial Instruments."

Note 2: When the issuers of marketable securities are not related parties, this column can be left blank

Note 3: If measured by fair value, please fill in the carrying balance, which is adjusted through fair value valuation with loss allowance deducted, in the carrying amount column; if not measured by fair value, please fill in the carrying balance at amortized cost (loss allowance is already deducted).

Note 4: The number of shares of securities, the amount pledged as security or pledged for loans, and the restrictions on use under some agreements shall be stated in the remarks column if the securities presented herein have such conditions.

Note 5: Please refer to Table 4 for relevant information on investments in subsidiaries.

TABLE 2

PROMATE SOLUTIONS CORPORATION AND SUBSIDIARIES

MARKETABLE SECURITIES ACQUIRED AND DISPOSED AT COSTS OR PRICES OF AT LEAST $300 MILLION OR 20% OF THE PAID-IN CAPITAL

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Company Name	Type and Name of Marketable Securities (Note 1)	Financial Statement Account	Counter Party (Note 2)	Relationship (Note 2)	Beginning Balance		Acquisition (Note 3)		Disposal (Note 3)				Ending Balance	
					Share	Amount	Share	Amount	Share	Carrying Amount	Book cost	Gain (Loss) on Disposal	Share	Amount
Promate Solutions Corporation	Fund -UPAM C James Bond Money Market Fund	Financial assets at fair value through profit or loss -current	President Securities Corporation	None	-	$ -	5,871,425	$ 100,000	5,871,425	$ 100,200	$ 100,200	$ 200	-	
					-	-	-							

Note1. Marketable securities in this table refer to stocks, bonds, beneficiary certificates, and other relevant derivative securities

Note2 Marketable securities investor by equity need wrire this item if none.

Note3. The accumulated amount of purchase and sales shall be calculated separately based on market value to see if the amount exceed NT$300 million or 20% of the Company's paid-in capital.

Note4. Paid-in capital referred to herein is the parent company's paid-in capital.In the case that shares were issued with no par value or a par value other than NT$10 per share, the 20 % of paid-in capital shall be replaced by 10% of the equity attributable to owners of the parent in the calculation.

TABLE 3

PROMATE SOLUTIONS CORPORATION AND SUBSIDIARIES
TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST $100 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Buyer	Related Party	Relationship	Transaction Details				Abnormal Transaction (Note 1)		Notes/Accounts Receivable (Payable)		Note
			Purchase/ Sale	Amount	% to Total	Payment Term	Unit Price	Payment Terms	Ending Balance	% to Total	
Promate Solutions Corporation	Promate Electronic Co., Ltd	Parent company	Purchase	$ 451,810	30.23%	Net 60 days after monthly closing	-	-	Accounts payable $ 113,632	29.57%	

Note 1. Where related parties' transaction conditions are different from the general ones, the situation and reasons of the differences shall be stated in the column of unit price and credit granting period.

Note 2. In case of advance payment (receipt), the reasons, contractual terms, the amount, and differences from general transactions shall be stated in the remarks column.

Note 3. Paid-in capital referred to herein is the parent company's paid-in capital. In the case that shares were issued with no par value or a par value other than NT$10 per share, the 20 % of paid-in capital shall be replaced by 10% of the equity attributable to owners of the parent in the calculation.

TABLE 4

PROMATE SOLUTIONS CORPORATION AND SUBSIDIARIES
INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No. (Note 1)	Investee Company	Counterparty	Flow of Transactions (Note 2)	Transaction Details			
				Financial Statement Account	Amount	Payment Terms	% to Total Sales or Assets (Note 3)
0	Promate Solutions Corporation	PROMATE JAPAN Inc.	a	Sale	$ 13,193	Transaction terms are not significantly different from those for third parties	0.67%

Note 1: The parent company and its subsidiaries are numbered as follows:
a. "0" for the parent company.
b. Subsidiaries are numbered from "1".

Note 2: The flow of related-party transactions is as follows:
a. From the parent company to its subsidiary.
b. From the subsidiary to its parent company.
c. Between subsidiaries.

Note 3: For assets and liabilities, amounts are shown as a percentage to consolidated total assets as of June 30, 2023, while revenues, costs and expenses are shown as a percentage to consolidated total operating revenues for June 30, 2023.

Note 4: The company decides whether to display important transactions in this form based on the principle of materiality.

TABLE 5

PROMATE SOLUTIONS CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTEES
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023
(In Thousands of New Taiwan Dollars/Foreign Currency)

Investor Company	Investee Company	Location	Main Businesses and Products	Investment Amount		Balance as of June 30, 2023			Net Income (Loss) of the Investee (Note 2(2))	Investment Gain (Loss) （Note 2(3)）	Note
				June 30, 2023	December 31, 2022	Shares	Percentage of Ownership	Carrying Value			
Promate Solutions Corporation	PROMATE JAPAN Inc	Japan	Trade of electronic commodities	$ 2,791	$ 2,791	100,000	100%	$ 4,141	$ 348	$ 348	

Note 1: Where a public company has a foreign holding company and the consolidated financial report is the main financial report according to local laws and regulations, the disclosure of information on foreign investees may only include the holding company's relevant information.

Note 2: In cases other than those described in Note 1, the following information shall be provided:

1) "Investee name," "region," "main business items," "the original investment amount," and "the final stake" shall be filled in in order according to the reinvestment situation of the (public) Company and the reinvestment situation of each investee directly or indirectly controlled, and the relationship between each investee and the (public) Company shall be indicated in the remarks column (e.g., a subsidiary or a sub-subsidiary).
2) In the column of "Profit and loss of investee in the current period," the current profit and loss amount of each investee shall be filled in.
3) In the column of "investment gains and losses recognized in the current period," only the recognized profit and loss amount of each subsidiary that is directly invested by the (public) Company and each investee assessed by equity method shall be filled in, and the rest is not required to be filled in.Where the "gains and losses of subsidiaries that are invested directly are recognized for the current period," it shall be confirmed that the gains and losses of the subsidiaries have included their investment gains and losses that shall be recognized in accordance with the regulations.

TABLE 6

PROMATE SOLUTIONS CORPORATION AND SUBSIDIARIES

INFORMATION OF MAJOR SHAREHOLDERS
SEPTEMBER 30, 2023
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Name of Major Shareholder	Shares	
	Number of Shares	Number of Shares
Promate Electronic Co., Ltd	25,327,500	66.21%

Note 1: The percentage of ownership of major shareholders included in the table should be more than 5%, which was calculated based on the total number of ordinary shares, preference shares and treasury shares owned in the last trading day of the quarter that were traded in and registered electronically and was prepared by the Taiwan Depository & Clearing Corporation. In addition, the share capital and the actual number of traded shares with the completion of electronic registration stated in the consolidated financial statements might vary due to different calculation basis.