

**Ennoconn Technology Co., Ltd. and
Subsidiaries**

**Consolidated Financial Statements and
Independent Auditors' Review Report**

For the Three Months Ended March 31, 2023 and 2022

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Independent Auditors' Review Report

To the Board of Directors of Ennoconn Corporation:

Foreword

We have reviewed the accompanying consolidated balance sheets of Ennoconn Corporation and its subsidiaries (the “Group”) as of March 31, 2023 and 2022, and the related consolidated statements of comprehensive income, changes in equity and cash flows for the three months ended March 31, 2023 and 2022, and notes to the consolidated financial statements, including a summary of significant accounting policies. Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 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 SRE 2410 “Review of Interim Financial Information Performed by the Independent Auditor of the Entity.” Except for the effects of the matter(s) described in the Basis for Qualified Conclusion paragraph, a review of the 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 conducted in accordance with the generally accepted auditing standards 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 stated in Note 4(b) to the consolidated financial statements, a part of its insignificant subsidiaries has been included in the aforesaid consolidated financial statements based on the financial statements of these invested companies not reviewed by the independent auditors for the same period. As of March 31, 2023 and 2022, these subsidiaries had total assets of NT\$1,171,157 thousand and NT\$2,715,674 thousand, representing 1.00% and 2.65% of the consolidated total assets; and total liabilities of NT\$303,815 thousand and NT\$1,741,389 thousand, representing 0.41% and 2.55% of the consolidated total liabilities; and they realized comprehensive profit (loss) of NT\$(64,352) thousand and NT\$(6,206) thousand for the three months ended March 31, 2023 and 2022, respectively, representing (5.54)% and (0.48)% of the consolidated comprehensive profit (loss).

Besides the above-mentioned in the previous paragraph, as stated in Note 6(d) of the consolidated financial statements, investments accounted for under the equity method of Ennoconn Technology Co., Ltd. and its subsidiaries amounted to NT\$476,012 thousand and NT\$428,476 thousand as of March 31, 2023. The profit or loss of associates under the equity method were NT\$7,755 thousand and NT\$2,460 thousand for the three months ended March 31, 2023, respectively. Those amounts were recognized based on financial statements of the investees for the same period and have not been reviewed by the independent auditors.

Qualified Conclusion

Based on our reviews, except for possible effects from financial statements of these investees mentioned in the paragraph titled "Basis for Qualified Conclusion" if they were reviewed by independent auditors, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of Ennoconn Corporation and its subsidiaries as of March 31, 2023 and 2022, and of its consolidated financial performance and its consolidated cash flows for the three months ended March 31, 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.

Other Matters

Among the subsidiaries listed in Ennoconn Corporation and its subsidiaries for the three months ended March 31, 2022, consolidated financial statements, and the financial statements of some subsidiaries were reviewed by other certified accountants. Therefore, our opinion on the parts in relation to the amounts specified for the three months ended March 31, 2022 consolidated financial statements of such company one based on the review reports of other auditors. The total assets of these subsidiaries as of March 31, 2022 was NT\$40,961,322 thousand, accounting for 39.99% of the total consolidated assets; the net operating revenue of these subsidiaries for the three months ended March 31, 2022 was NT\$10,179,940 thousand, accounting for 46.97% of the net consolidated operating revenue.

KPMG

CPA:

Securities and Futures
Commission Approval No.

Jin-Guan-Zheng-Shen
: No.1040003949
Tai-Cai-Cheng (6) No.0920122026

May 11, 2023

Notices to Readers

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.

Reviewed only, not audited in accordance with the auditing standards as of March 31, 2023 and 2022

Ennoconn Technology Co., Ltd. And Subsidiaries

Consolidated Balance Sheets

March 31, 2023, December 31, March 31, and January 1, 2022

Unit: NT\$1,000

Assets		2023.3.31		2022.12.31		2022.3.31		2022.1.1		Liabilities and Equity		2023.3.31		2022.12.31		2022.3.31		2022.1.1			
		Amount	%	Amount	%	Amount	%	Amount	%			Amount	%	Amount	%	Amount	%	Amount	%		
Current assets:																					
1100	Cash and cash equivalents (Note 6 (1) and (24))	\$	26,253,789	22	25,963,256	22	14,824,393	14	17,522,321	17	2100	Short-term loans (Notes 6 (13) and (24))	\$	14,075,138	12	15,115,437	13	10,196,476	10	9,476,954	9
1110	Financial assets measured at fair value through profit and loss - current (Note 6 (24))		111,458	-	103,087	-	111,023	-	189,816	-	2120	Financial liabilities measured at fair value through profit and loss - current (Note 6 (24))		-	-	215	-	1,375	-	713	-
1120	Financial assets measured at fair value through other comprehensive income - current (Note (24))		-	-	-	-	-	-	96,772	-	2130	Contract liabilities - current (Notes 6 (21) and (24))		9,939,290	9	9,508,609	8	9,151,908	9	7,151,404	7
1136	Financial assets measured at amortized cost - current (Note 6 (24))		185,636	-	23,655	-	25,173	-	864,112	1	2150	Notes payable (Note 6 (24))		1,653,904	2	2,159,990	2	1,763,761	2	1,721,962	2
1140	Contract assets - current (Notes 6 (21) and (24))		11,888,524	10	10,834,081	9	9,835,315	10	9,538,944	10	2160	Notes payable - related parties (Notes 6 (24) and 7)		7,875	-	7,487	-	2,898	-	15,218	-
1150	Notes receivable, net (Notes 6(2), (21), and (24))		58,773	-	42,133	-	70,194	-	60,171	-	2170	Accounts payable (Note 6 (24))		17,985,726	15	19,229,648	16	16,525,105	16	18,718,569	19
1170	Accounts receivable, net (Notes 6 (2), (21), and (24))		14,713,148	13	17,111,050	14	16,579,781	16	16,550,819	16	2180	Accounts payable - related parties (Notes 6 (24) and 7)		33,300	-	151,330	-	202,320	-	709,342	1
1180	Accounts receivable - related parties, net (Notes 6(2), (21), (24), and 7)		106,545	-	279,448	-	396,013	-	769,363	1	2200	Other payables - related parties (Notes 6 (24) and 7)		6,163,210	5	5,210,456	4	4,750,040	5	5,181,431	5
130X	Inventories (Note 6 (3))		23,167,413	20	21,987,870	19	18,979,663	19	15,971,415	16	2230	Current income tax liabilities		1,156,004	1	963,755	-	593,866	1	454,685	-
1460	Other non-current assets (Notes 6 (4))		197,921	-	206,496	-	-	-	-	-	2250	Provisions for liabilities - current		831,917	1	887,944	1	1,107,966	1	992,243	1
1470	Other current assets (Note 6 (12))		6,997,707	6	9,540,219	8	6,598,668	7	4,917,814	5	2260	Liabilities directly related to non-current assets held for sale (Notes 6 (4))		145,375	-	155,725	-	-	-	-	-
	Total Current Assets		83,680,914	71	86,091,295	72	67,420,223	66	66,481,547	66	2280	Lease liabilities - current (Note 6 (24))		1,123,969	1	1,073,368	1	979,253	1	974,736	1
	Non-Current Assets:										2321	Corporate bonds matured or exercised redemption rights within one year or one operating cycle (Notes 6 (15) and (24))		5,675,061	5	812,275	1	165,662	-	1,137,035	1
1510	Financial assets measured at fair value through profit and loss - Non current (Note 6 (24))		1,001,313	1	1,046,133	1	967,014	1	984,540	1	2322	Long-term loans matured within one year or one operating cycle (Notes 6 (14) and (24))		1,304,509	1	1,369,006	1	12,814	-	11,926	-
1517	Financial assets measured at fair value through other comprehensive income - non current (Note 6 (24))		1,308,826	1	1,031,281	1	882,730	1	829,983	1	2399	Other current liabilities		748,079	1	954,521	1	1,383,657	1	768,632	1
1550	Investments accounted for using equity method (Note 6(5))		476,012	-	553,155	-	428,476	-	128,693	-		Total Current Liabilities		60,843,357	53	57,599,766	48	46,837,101	46	47,314,850	47
1600	Property, plant, and equipment (Note 6 (10))		6,863,347	6	6,209,063	5	6,722,184	7	6,697,993	7	2500	Non-current Liabilities:		-	-	1,423	-	-	-	-	-
1760	Investment properties, net (Note 8)		50,864	-	51,099	-	51,532	-	51,656	-	2530	Financial liabilities measured at fair value through profit and loss - Non current (Note 6 (24))		2,346,232	2	7,996,895	7	8,577,835	8	8,967,735	9
1755	Right-of-use assets		3,353,887	3	3,263,759	3	3,054,968	3	2,977,436	3	2540	Corporate bonds payable (Notes 6 (15) and (24))		7,134,292	6	6,713,309	6	7,840,255	8	7,833,098	8
1805	Goodwill (Note 6 (11))		13,260,551	11	13,300,272	11	13,521,094	13	13,285,999	13	2550	Long-term borrowings (Notes 6 (14) and (24))		436,440	-	433,136	-	795,431	1	485,942	-
1821	Other intangible assets (Note 6 (11))		5,126,360	5	5,174,060	5	6,352,182	6	6,374,149	6	2570	Provisions for liabilities - non-current		554,823	-	504,114	-	649,148	-	584,675	1
1840	Deferred tax assets (Note 6 (17))		1,493,930	1	1,534,717	1	1,646,278	2	1,614,123	2	2580	Deferred tax liabilities		2,708,391	2	2,591,985	2	2,684,410	3	2,485,942	2
1960	Advance payment for investment (Note 6 (12))		124,956	-	22,944	-	28,625	-	27,680	-	2640	Lease liabilities - Non current (Note 6 (24))		374,823	-	373,121	1	162,860	-	475,690	1
1990	Other Non current assets (Note 6 (12))		849,250	1	1,015,264	1	1,357,165	1	1,221,508	1	2670	Net defined benefit liability - non-current		576,674	-	362,757	-	866,644	1	1,156,520	1
	Total Non-current Assets		33,909,296	29	33,201,747	28	35,012,248	34	34,193,760	34		Total Non-current Liabilities		14,131,675	10	18,976,740	16	21,576,583	21	21,989,602	22
												Total Liabilities		74,975,032	63	76,576,506	64	68,413,684	67	69,304,452	69
												Equity attributable to owners of parent (Notes 6(18) and (19)):									
											3110	Share capital		1,087,651	1	1,060,370	1	1,066,920	1	1,018,120	1
											3200	Capital surplus		9,862,424	8	9,285,324	8	9,945,378	9	8,865,780	9
												Retained earnings:									
											3310	Legal reserve		812,521	1	812,521	1	754,561	1	754,561	1
											3320	Special reserve		1,768,490	2	1,768,490	1	1,010,924	1	1,010,924	1
											3350	Unappropriated earnings		2,403,730	2	3,515,665	3	1,471,773	1	1,157,465	1
												Total retained earnings		4,984,741	5	6,096,676	5	3,237,258	3	2,922,950	3
											3400	Other equity		(955,873)	(1)	(905,934)	(1)	(1,508,283)	(1)	(1,768,490)	(2)
											3500	Treasury stock		-	-	-	-	(233,608)	-	(233,608)	-
												Total equity attributable to owners of parent		14,978,943	13	15,536,436	13	12,507,665	12	10,804,752	11
											36XX	Non-controlling equity (Note 6(9))		27,636,235	24	27,180,100	23	21,511,122	21	20,566,103	20
												Total Equity		42,615,178	37	42,716,536	36	34,018,787	33	31,370,855	31
												Total Liabilities and Equity		\$ 117,590,210	100	119,293,042	100	102,432,471	100	100,675,307	100

(Please refer to Notes to the Consolidated Financial Statements)

Chairman: Fu-Chuan Chu

Manager: Neng-Chi Tsai

Chief Accountant: Tsung-Hsien Chuang

Reviewed only, not audited in accordance with the auditing standards
Ennoconn Technology Co., Ltd. And Subsidiaries
Consolidated Statements of Comprehensive Income
For the three months ended March 31, 2023 and 2022

Unit: NT\$1,000

	January to March, 2023		January to March, 2022 (after restatement)	
	Amount	%	Amount	%
4100 Sales revenue, net (Notes 6 (21) and 7)	\$ 28,491,310	100	21,673,124	100
5000 Operating costs (Notes 6(3), (10), (11), (16), (22) and 7)	22,978,620	80	17,257,741	80
5900 Gross profit	5,512,690	20	4,415,383	20
Operating expenses (Notes 6(2), (10), (11), (16) and (22)):				
6100 Selling Expenses	761,034	3	732,168	4
6200 General and administrative expenses	1,293,511	4	1,168,748	5
6300 Research and development expense	2,014,770	7	1,824,615	8
6450 Expected credit losses	160,760	1	72,202	-
Total operating expenses	4,230,075	15	3,797,733	17
6900 Net operating profit	1,282,615	5	617,650	3
Non-operating income and expenses (Note 6 (5), (8) and (23)):				
7100 Interest income	108,539	-	11,710	-
7190 Other income	6,203	-	5,092	-
7020 Other gains and losses	378,810	1	451,557	2
7050 Financial costs	(223,843)	(1)	(115,981)	(1)
7060 Share of profit or loss of associates accounted for using the equity method	7,755	-	2,460	-
Total non-operating income and expenses	277,464	-	354,838	1
Net profit before tax	1,560,079	5	972,488	4
7950 Less: Income tax expense (Note 6 (17))	385,205	1	257,707	1
8000 Net profit for continuing operations	1,174,874	4	714,781	3
8100 Gain or loss on discontinued operations (Note 12 (3))	195	-	51,225	-
8200 Net income for period	1,175,069	4	766,006	3
8300 Other comprehensive income:				
8310 Items that will not be reclassified to profit or loss				
8311 Remeasurement of defined benefit plans	1,223	-	-	-
8316 Unrealized gain/(loss) on investments in equity instruments at fair value through other comprehensive income	(12,784)	-	(69,580)	-
8320 Share of other comprehensive income of associates accounted for using the equity method	-	-	-	-
8349 Less: Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-
Total of components of other comprehensive income that will not be reclassified to profit or loss	(11,561)	-	(69,580)	-
8360 Components of other comprehensive income that will be reclassified subsequently to profit or loss				
8361 Exchange differences on translation of foreign financial statements	1,489	-	585,666	3
8370 Share of other comprehensive income of associates accounted for using the equity method (Note 6 (5))	280	-	1,414	-
8399 Less: Income tax relating to items that will be reclassified to profit or loss	(416)	-	-	-
Total of components of other comprehensive income that will be reclassified subsequently to profit or loss	2,185	-	587,080	3
8300 Other comprehensive income for period	(9,376)	-	517,500	3
Total comprehensive income for period	\$ 1,165,693	4	1,283,506	6
Net income attributable to:				
Owners of parent	\$ 492,446	2	314,308	1
Non-controlling interests	682,623	2	451,698	2
	\$ 1,175,069	4	766,006	3
Total comprehensive income attributable to:				
Owners of parent	\$ 442,846	1	574,515	3
Non-controlling interests	722,847	3	708,991	3
	\$ 1,165,693	4	1,283,506	6
9750 Basic earnings per share (Unit: NT\$) (Note 6 (20))	\$ 4.64		2.98	
9850 Diluted earnings per share (Unit: NT\$) (Note 6 (20))	\$ 3.47		2.39	

(Please refer to Notes to the Consolidated Financial Statements)

Chairman: Fu-Chuan Chu

Manager: Neng-Chi Tsai

Chief Accountant: Tsung-Hsien Chuang

Reviewed only, not audited in accordance with the auditing standards
Ennoconn Technology Co., Ltd. And Subsidiaries
Consolidated Statements of Changes in Equity
For the three months ended March 31, 2023 and 2022

Unit: NT\$1,000

	Equity attributable to owners of parent												Non-controlling interests	Total equity
	Retained earnings						Other equity interest			Treasury stock	Total equity attributable to owners of parent			
	Share capital	Capital surplus	Legal reserve	Special reserve	Unappropriated earnings	Total	Exchange differences on translation of foreign financial statements	Unrealized gain (loss) on financial assets at FVTOCI	Total					
Balance as of January 1, 2022	\$ 1,018,120	8,865,780	754,561	1,010,924	1,157,171	2,922,656	(1,673,323)	(95,167)	(1,768,490)	(233,608)	10,804,458	20,565,729	31,370,187	
Adjustment impact of applying new standards retrospectively	-	-	-	-	294	294	-	-	-	-	294	374	668	
Balance as of January 1, 2022 after restatement	1,018,120	8,865,780	754,561	1,010,924	1,157,465	2,922,950	(1,673,323)	(95,167)	(1,768,490)	(233,608)	10,804,752	20,566,103	31,370,855	
Net income for period	-	-	-	-	314,308	314,308	-	-	-	-	314,308	451,698	766,006	
Other comprehensive income for period	-	-	-	-	-	-	330,550	(70,343)	260,207	-	260,207	257,293	517,500	
Total comprehensive income for period	-	-	-	-	314,308	314,308	330,550	(70,343)	260,207	-	574,515	708,991	1,283,506	
Capital increase by cash	48,800	1,056,570	-	-	-	-	-	-	-	-	1,105,370	-	1,105,370	
Changes in ownership interests in subsidiaries	-	23,028	-	-	-	-	-	-	-	-	23,028	(23,028)	-	
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	259,056	259,056	
Balance as of March 31, 2022	\$ 1,066,920	9,945,378	754,561	1,010,924	1,471,773	3,237,258	(1,342,773)	(165,167)	(1,508,283)	(233,608)	12,507,665	21,511,122	34,018,787	
Balance as of January 1, 2023	\$ 1,060,370	9,285,324	812,521	1,768,490	3,513,463	6,094,474	(830,267)	(75,667)	(905,934)	-	15,534,234	27,177,156	42,711,390	
Adjustment impact of applying new standards retrospectively	-	-	-	-	2,202	2,202	-	-	-	-	2,202	2,944	5,146	
Balance as of January 1, 2023 after restatement	1,060,370	9,285,324	812,521	1,768,490	3,515,665	6,096,676	(830,267)	(75,667)	(905,934)	-	15,536,436	27,180,100	42,716,536	
Net income for period	-	-	-	-	492,446	492,446	-	-	-	-	492,446	682,623	1,175,069	
Other comprehensive income for period	-	-	-	-	339	339	(69,119)	19,180	(49,939)	-	(49,600)	40,224	(9,376)	
Total comprehensive income for period	-	-	-	-	492,785	492,785	(69,119)	19,180	(49,939)	-	442,846	722,847	1,165,693	
Cash dividend on common shares	-	-	-	-	(1,604,720)	(1,604,720)	-	-	-	-	(1,604,720)	-	(1,604,720)	
Convertible corporate bonds converted	27,281	545,687	-	-	-	-	-	-	-	-	572,968	-	572,968	
Change in associates accounted for using the equity method	-	6,541	-	-	-	-	-	-	-	-	6,541	-	6,541	
Changes in ownership interests in subsidiaries	-	24,872	-	-	-	-	-	-	-	-	24,872	(24,872)	-	
Cash dividends distributed by subsidiaries	-	-	-	-	-	-	-	-	-	-	-	(180,323)	(180,323)	
Change in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	(61,517)	(61,517)	
Balance as of March 31, 2023	\$ 1,087,651	9,862,424	812,521	1,768,490	2,403,730	4,984,741	(899,386)	(56,487)	(955,873)	-	14,978,943	27,636,235	42,615,178	

(Please refer to Notes to the Consolidated Financial Statements)

Chairman: Fu-Chuan Chu

Manager: Neng-Chi Tsai

Chief Accountant: Tsung-Hsien Chuang

Reviewed only, not audited in accordance with the auditing standards

Ennoconn Technology Co., Ltd. And Subsidiaries

Consolidated Statements of Cash Flows

For the three months ended March 31, 2023 and 2022

Unit: NT\$1,000

	<u>January to March, 2023</u>	<u>January to March, 2022</u>
Cash flows of operating activities:		
Cash flows of continuing operations	\$ 1,560,079	972,488
Unit Net income before tax of discontinued operations	1,415	69,255
Net profit before income tax for the period	<u>1,561,494</u>	<u>1,041,743</u>
Adjustments:		
Adjustments for:		
Depreciation expenses	410,699	472,809
Amortization expenses	226,562	308,788
Expected credit losses	160,760	72,202
Net (profit) loss of financial assets or liabilities at fair value through profit or loss	(80,424)	111,891
Interest expenses	223,843	132,890
Interest income	(108,539)	(12,611)
Dividend income	(1,769)	-
Share of profits of associates accounted for using the equity method	(7,755)	(2,460)
Gain on disposal and scrap of property, plant and equipment	(1,483)	(461)
Gains on disposal of investments	(58,787)	(5,944)
Gains on lease modification	-	(2)
Inventory price loss (recovery gain)	60,836	(152,022)
Loss on inventory scrap	8,843	5,853
Total adjustments to reconcile profit (loss)	<u>832,786</u>	<u>930,933</u>
Changes in operating assets and liabilities:		
Contract assets	(1,054,443)	8,418,307
Notes and accounts receivable	2,288,039	287,751
Inventories	(1,347,525)	(2,862,079)
Other current assets	2,448,632	(10,427,517)
Contract liabilities	430,681	2,000,504
Notes payable (including related parties)	(505,698)	29,479
Accounts payable (including related parties)	(1,103,480)	(2,710,650)
Other payables	(630,426)	(427,088)
Provisions for liabilities	(52,722)	425,212
Other current liabilities	(206,441)	615,025
Other liabilities	216,842	(602,705)
Total adjustments	<u>1,316,245</u>	<u>(4,322,828)</u>
Cash inflow (outflow) generated from operations	<u>2,877,739</u>	<u>(3,281,085)</u>
Interest received	108,539	12,611
Dividends received	1,769	-
Interest paid	(215,710)	(108,045)
Income taxes paid	(128,332)	(106,792)
Net cash inflow (outflow) from operating activities	<u>2,644,005</u>	<u>(3,483,311)</u>

(Please refer to Notes to the Consolidated Financial Statements)

Chairman: Fu-Chuan Chu

Manager: Neng-Chi Tsai

Chief Accountant: Tsung-Hsien Chuang

Reviewed only, not audited in accordance with the auditing standards
Ennoconn Technology Co., Ltd. And Subsidiaries
Consolidated Statements of Cash Flows (Continued)
For the three months ended March 31, 2023 and 2022

Unit: NT\$1,000

	January to March, 2023	January to March, 2022
Cash flows of investing activities:		
Acquisition of financial assets measured at fair value through other comprehensive income	\$ (77,040)	(26,318)
Financial assets measured at amortized cost decrease (increase)	(161,970)	838,939
Acquisition of financial assets at fair value through profit or loss designated on initial recognition	(11,857)	(8,968)
Disposal of financial assets at fair value through profit or loss designated on initial recognition	273	-
Return of capital from financial assets at FVTPL	1,215	-
Acquisition of investments accounted for using the equity method	-	(296,000)
Disposal of investments accounted for using the equity method	67,454	-
Increase in prepayments for investments	(102,013)	(945)
Acquisition of subsidiaries (after deduction of cash obtained)	-	(15,002)
Disposal of subsidiaries	71,060	-
Acquisition of property, plant, and equipment	(686,657)	(270,029)
Proceeds from disposal of property, plant, and equipment	9,599	135,102
Acquisition of intangible assets	(165,496)	(214,780)
Proceeds from disposal of intangible assets	40,598	1,109
Acquired Right-of-use assets	(1,076)	-
(Increase) decrease in other non-current assets	174,588	(135,662)
Net cash (outflow) inflow from financing activities	(841,322)	7,446
Cash flows of financing activities:		
Increase (decrease) in short-term loans	(1,040,300)	719,522
Repayments of corporate bonds payable	(151,937)	(1,139,892)
Proceeds from long-term loans	473,997	8,044
Repayments of long-term loans	(5,022)	-
Repayments of lease principal	(129,723)	(20,844)
Capital increase by cash	-	1,105,370
Change in non-controlling interests	98,248	6,247
Net cash outflow (inflow) from financing activities	(754,737)	678,447
Effect of exchange rate changes on cash and cash equivalents	(757,413)	99,490
Increase (decrease) in cash and cash equivalents of the period	290,533	(2,697,928)
Cash and cash equivalents at the beginning of the period	25,963,256	17,522,321
Cash and cash equivalents at the end of the period	\$ 26,253,789	14,824,393

(Please refer to Notes to the Consolidated Financial Statements)

Chairman: Fu-Chuan Chu

Manager: Neng-Chi Tsai

Chief Accountant: Tsung-Hsien Chuang

Reviewed only, not audited in accordance with the auditing standards
Ennoconn Technology Co., Ltd. And Subsidiaries
Notes to Consolidated Financial Statements
For the Three Months Ended March 31, 2023 and 2022
(Expressed in Thousands of New Taiwan Dollars, Unless Otherwise Specified)

I. Company Overview

Ennoconn Corporation (“the Company”) was established on July 12, 1999. The registered place of business operations of the Company is 3-6F, No. 10, Jiangkang Rd., Zhonghe Dist., New Taipei City. The Company and its subsidiaries (“the Consolidated Company”) mainly engage in data storage, processing equipment, and manufacturing and sales of industrial motherboards.

The Company’s initial public offering was conducted on November 21, 2012. On December 18 of the same year, its emerging stocks were traded at Taipei Exchange (TPEX) and its stocks were listed at the Taiwan Stock Exchange Corporation on March 28, 2014.

II. Date and Procedures of Authorization of Financial Statements

The consolidated financial statements were approved by the Board of Directors and authorized for issue on May 11, 2023.

III. Application of New and Amended Standards and Interpretations

(a) The impact of the International Financial Reporting Standards (“IFRSs”) endorsed by the Financial Supervisory Commission, R.O.C. (“FSC”) which have already been adopted.

The Group has initially adopted the following new amendments from January 1, 2023 with the impact as described below:

1. Amendments to IAS 12 “Deferred Tax Related to Assets and Liabilities Arising from a Single Transaction”

The amendments restrict the scope of the exemption from recognition of deferred tax assets and liabilities arising from the initial recognition of assets or liabilities that are relevant to a certain transaction so that they are no longer applicable to the equivalent taxable and transactions for which temporary differences can be deducted, such as leases and decommissioning liabilities, that is, the Consolidated Company should separately recognize the deferred income tax for the temporary differences arising from the initial recognition of these transactions, and cannot be measured on a net basis. For lease and decommissioning liabilities, it should be applied retroactively from the start date of the comparative period first expressed in this consolidated financial report (i.e. January 1, 2022) according to regulations, and the cumulative effect of the initial application of these amendments will be listed as the adjustment of the initial balance of daily retained earnings. As for all other transactions that only

**Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its
Subsidiaries (Continued)**

occurred after January 1, 2022, the amendments apply. Due to the above amendments, the Consolidated Company recognized the deferred tax assets and liabilities for the temporary differences related to the transaction of right-of-use assets and lease liabilities on January 1, 2022.

The related impacts are summarized as follows:

	<u>2023.3.31</u>	<u>2022.12.31</u>	<u>2022.3.31</u>	<u>2022.1.1</u>
Deferred tax assets	\$ 145,295	128,229	53,265	49,414
Deferred tax liabilities	137,440	123,083	51,349	48,746
Retained earnings	3,314	2,202	810	294
Non-controlling interests	4,541	2,944	1,016	374

	<u>January to March, 2023</u>	<u>January to March, 2022</u>
Income tax expense (gains)	<u>\$ (2,709)</u>	<u>(1,158)</u>

The deferred tax assets, deferred tax liabilities, and retained earnings on January 1, 2022, increased by NT\$49,414 thousand, NT\$48,746 thousand, and NT\$294 thousand respectively. The deferred tax assets, deferred tax liabilities, and retained earnings on December 31, 2022, increased respectively by NT\$128,229 thousand, NT\$123,083 thousand and NT\$2,202 thousand, and the income tax expenses for the three months ended March 31, 2022, decreased by NT\$1,158 thousand.

The deferred tax assets, deferred tax liabilities, and retained earnings of the Consolidated Company on March 31, 2023, increased by NT\$145,295 thousand, NT\$137,440 thousand, and NT\$3,354 thousand. The income tax expenses for the three months ended March 31, 2022, decreased by NT\$2,709 thousand, with no impact on the statement of cash flow.

2. Others

The following new amendments were effective for annual period beginning on January 1, 2023, and would not have a significant impact on its consolidated financial statements:

- Amendments to IAS 1 “Disclosure of Accounting Policies”
- Amendments to IAS 8 “Definition of Accounting Estimates”

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

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

The impact of IFRSs issued by the IASB but not yet endorsed by the FSC to the Group is summarized as below:

New, Revised, or Amended Standards and Interpretations	Major Amendments	Effective Date Issued by IASB
Amendment to IAS 1 “Classification of Liabilities as Current or Non-current”	According to IAS 1, the liabilities of those without having an unconditional right to defer settlement for at least 12 months after the reporting period are classified as current. The unconditional provision is deleted, which changes to such right shall exist and have substance on the end of the reporting period. The amended provision clarifies how the enterprise should classify liabilities that are settled by issuing equity instruments (such as convertible bonds).	January 1, 2024
Amendment to IAS 1 “non-current liabilities with covenants”	After reconsidering certain aspects of the 2020 amendments to IAS1, the new amendment clarifies that only covenants with which a company must comply on or before the reporting date affect the classification of a liability as current or non-current. Covenants with which the Company must comply after the reporting date (i.e. future covenants) do not affect a liability’s classification at that date. However, when non-current liabilities are subject to future covenants, companies will now need to disclose information to help users understand the risk that those liabilities could become repayable within 12 months after the reporting date	January 1, 2024

The Consolidated Company is evaluating the impact on its financial position and financial performance of the aforementioned standards or interpretations. The related impact will be disclosed when the evaluation has been completed.

The Consolidated Company expects that the following other newly issued and revised standards that have not been recognized will not have a significant impact on the consolidated financial statements.

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

- Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”
- IFRS 17 “Insurance Contracts” and amendments to IFRS 17
- Amendment to IFRS 17 “Initial Application of IFRS 17 and IFRS 9 - Comparative Information”
- Amendments to IFRS 16 “Rules in a Sale and Leaseback Transaction”

IV. Summary of Significant Accounting Policies

(a) Statement of Compliance

These consolidated financial statements have been prepared in accordance with the preparation and guidelines of IAS 34 “Interim Financial Reporting” which are endorsed and issued into effect by FSC, and do not include all of the information required by the Regulations and International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations endorsed and issued into effect by the FSC (hereinafter referred to IFRS endorsed by the FSC) for a complete set of the annual consolidated financial statements.

Except the accounting policies mentioned below, the significant accounting policies adopted in the consolidated financial statements are the same as those in the consolidated financial statement for the year ended December 31, 2022. For the related information, please refer to Note 4 of the consolidated financial statements for the year ended December 31, 2022.

(b) Basis for Consolidation

1. Subsidiaries included in consolidated financial statements

Subsidiaries included in the consolidated financial statements are as below:

Name of Investor	Subsidiary Name	Business Nature	Proportion of Ownership (%)			Description
			2023.3.31	2022.12.31	2022.3.31	
The Company	Innovative Systems Integration Limited (Innovation Systems)	Professional investment	100.00%	100.00%	100.00%	
The Company	Hua Cheng International Investment Co., Ltd. (Hua Cheng International)	Professional investment	100.00%	100.00%	100.00%	
The Company	Ennoconn Investment Holdings Co., Ltd. (EIH)	Professional investment	100.00%	100.00%	100.00%	
The Company and EIH	AIS Cayman Technology	Professional investment	100.00%	100.00%	100.00%	
EIH	Ennoconn Hungary KFT	Manufacturing and marketing of industrial computers	100.00%	100.00%	100.00%	
The Company and Ennoconn International	Caswell, Inc. and its subsidiaries (Caswell)	Electronic components, computer and peripheral equipment manufacturing, electronic material wholesale, and information software services	31.74%	31.77%	31.77%	Note 1

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

Name of Investor	Subsidiary Name	Business Nature	Proportion of Ownership (%)			Description
			2023.3.31	2022.12.31	2022.3.31	
Innovation Systems	NanJing Asiatek INC. (Nanjing Asiatek)	Engaged in the research, development and sales of software and hardware products, and provide installation, commissioning, and technical consultation.	100.00%	100.00%	100.00%	
Innovative Systems	ENGA Technology Co., Ltd.	Wholesale, manufacturing, service, import and export of software and hardware related to industrial computers and industrial control systems	100.00%	100.00%	100.00%	
Innovation Systems	Ennoconn (Suzhou) Technology Co., Ltd. (Suzhou Ennoconn)	R&D, production, and sales of industrial computers	100.00%	100.00%	100.00%	
Innovation Systems	Victor Plus Holdings Ltd. (Victor Plus)	Import and export trading	100.00%	100.00%	100.00%	
Innovation Systems	Ennoconn Investment Co., Ltd.(Ennoconn)	Professional investment	100.00%	100.00%	100.00%	
Innovation Systems and Hua-En	Ennoconn (Foshan) Investment Co., Ltd.	Professional investment	100.00%	100.00%	100.00%	
Suzhou Ennoconn	Ennoconn (Kunshan) Technology Co., Ltd. (Kunshan Ennoconn)	Intelligent technology development and hardware sales	70.00%	70.00%	70.00%	
Nanjing Asiatek	Shenzhen Asiatek INC.(Shenzhen Asiatek)	R&D, production, and sales of electronic materials required for software and hardware products	- %	25.00%	70.00%	Note 2
Ennoconn International	Goldtek Technology Co., Ltd. (Goldtek)	Wholesale and retail of telecommunications control RF equipment input and information software	56.74%	56.74%	56.74%	
Ennoconn International	EnnoMech Precision (Cayman) Co., Ltd.	Professional investment	100.00%	100.00%	100.00%	
Ennoconn International	Taiwan Applied Module Corporation (Taiwan Applied Module)	Research, design and sales of mobile payment, electronic signature, and information security products	100.00%	100.00%	100.00%	
Ennoconn International	Thecus Technology Corp.	Electronic components, computer and peripheral equipment manufacturing, electronic material wholesale, and information software services	60.00%	60.00%	60.00%	
Ennoconn International	Dexatek Technology Ltd.	Multimedia product R&D and design and manufacturing business	56.00%	56.00%	60.00%	Note 3
Ennoconn International	Marketch International Corp. and its subsidiary (MIC Inc.)	High-tech industry plant services and process system planning integration service	42.70%	42.80%	42.95%	Note 4

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

Name of Investor	Subsidiary Name	Business Nature	Proportion of Ownership (%)			Description
			2023.3.31	2022.12.31	2022.3.31	
Ennoconn International	Poslab Technology Corporation (Poslab)	Manufacturing, wholesale and sales of electronic and peripheral equipment	70.00%	70.00%	70.00%	
Ennoconn International	Renown Information Technology Corp. (Renown Information)	Electronic components, computer and peripheral equipment manufacturing, electronic material wholesale, and information software services	37.14%	37.14%	- %	Note 5
Goldtek	Keenest Electronic Corp.	Professional investment	100.00%	100.00%	100.00%	
Keenest Electronic Corp.	Goldtek Technology (Shenzhen) Co., Ltd.	Research, design and sales of electronic products, communication devices and their spare parts, and after-sales service of the above products.	100.00%	100.00%	100.00%	
Keenest Electronic Corp.	Sunlit Precision Technology Co., Ltd. (Sunlit)	Metal stamping and casting industry	40.30%	40.30%	40.30%	
Ennoconn International and EIH	Kontron AG and its subsidiary	Information system software and hardware integration service	27.70%	27.64%	27.59%	Note 6
AIS Cayman	American Industrial Systems Inc. (AIS)	Human-machine interface, industry 4.0, and other related products	100.00%	100.00%	100.00%	
AIS Cayman	Vecow Co., Ltd.	Manufacturing, processing, trading, import and export of communication machinery and equipment, electronic equipment, and electronic devices	100.00%	100.00%	100.00%	
EnnoMech Cayman	DOMINATE UNITED ENTERPRISE LTD.	Professional investment	- %	- %	100.00%	Note 7
EnnoMech Cayman	ENNOMECH PRECISION Co., Ltd.	Electronic components, computer and peripheral equipment manufacturing, electronic material wholesale, and information software services	100.00%	100.00%	100.00%	
EnnoMech Cayman	HighAim Technology Inc. (HighAim)	Professional investment	67.65%	67.65%	67.65%	
HighAim	HighAim Technology Inc. and its subsidiary	Design, development and production of various molds, servers and communication equipment.	100.00%	100.00%	100.00%	
HighAim	Andrix International LTD.	Import and export trading	100.00%	100.00%	100.00%	
HighAim	Funology Investment Inc.	Import and export trading	100.00%	100.00%	100.00%	
Thecus Technology	Thecus U.S.A.,Inc.	Sales of network storage equipment and	100.00%	100.00%	100.00%	

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

Name of Investor	Subsidiary Name	Business Nature	Proportion of Ownership (%)			Description
			2023.3.31	2022.12.31	2022.3.31	
		maintenance services				
Taiwan Applied Module Corporation	Hua Qun Venture Management Corporation (Hua Qun)	General investment and investment consultancy	40.00%	40.00%	40.00%	

Note 1: The Company and Ennoconn International hold 27.30% and 4.44% of equity, respectively. The Consolidated Company acquires the majority voting rights of the board of directors of CASwell Inc. and could dominantly make personnel, financial and operational decisions, so it is listed as a subsidiary. During the holding period, the shareholding ratio decreased due to the increase in the number of shares from the exercise of stock options issued by the Company.

Note 2: Nanjing Asiatek disposed of a 45% equity interest in Shenzhen Astronergy in June 2022, thus losing control of the company. In addition, the remaining equity interest in Shenzhen Astronergy will be disposed of in March 2023.

Note 3: During the shareholding period, the shareholding ratio decreased due to the increase of equity resulted from the exercise of stock options issued by this company.

Note 4: The Consolidated Company considered the proportion of voting rights held by other shareholders, and it was judged to have substantial control. Therefore, it was listed as a subsidiary. During the holding period, the shareholding ratio decreased due to the increase of equity from the exercise of stock options issued by the Company.

Note 5: Renown Information was formerly an investee accounted for using the equity method of Ennoconn International. Ennoconn International originally indirectly held 21.03% of Renown Information through Caswell, Goldtek, and MIC Inc. As a result of these companies' participation in the capital increase by cash of Renown Information on May 27, 2022, the shareholdings in Renown Information held by Ennoconn International, Caswell, Goldtek, and MIC Inc. increased to 20%, 12.4%, 12.4%, and 14.4%, respectively, totaling 59.2%. The percentage of indirect shareholding increased to 37.14%, thus obtaining substantial control over the company and classifying it as a subsidiary.

Note 6: The Company (formerly known as S&T AG, renamed Kontron AG in June 2022) is a listed company in Frankfurt, Germany, and is a group holding company. Due to the dispersed equity structure of the company, the shareholding ratio of the Consolidated Company relative to other shareholders is significant, and it is the largest shareholder and takes up more than half of the board seats, with substantial control. Therefore, it is listed as a subsidiary. During the holding period in Quarter 1, 2023, the overall shareholding ratio increased due to Kontron AG executing the buyback of treasury stokes.

Note 7: At the end of September 2022, the Company ended its operations and went through dissolution procedures

2. Subsidiaries excluded from consolidated financial statements: None.

(c) Non-current assets held for sale (disposal group) and discontinued operations

1. Non-current assets held for sale and discontinued operations (disposal group)

Kontron AG approved the sale of some IT service businesses through a board resolution on August 11, 2022, and passed an antitrust review on December 29, 2022. Therefore, it adopts accounting policies related to non-current assets held for sale (disposal group).

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

Non-current assets or disposal group composed of assets and liabilities are classified as held for sale if its carrying amount will be recovered principally through a sale transaction rather than through continuing use. The components in the asset or disposal group are remeasured in accordance with the accounting policies of the Consolidated Company before being originally classified for sale. After being classified as held for sale, it is measured on the basis of the lower of its carrying amount and fair value less costs to sell. Any impairment loss on a disposal group will first be allocated to goodwill, and then the remaining assets and liabilities will be apportioned on a pro rata basis, except that no loss is allocated to assets not in the scope of IAS 36 - Impairment of Assets. Such assets will continue to be measured in accordance with the Consolidated Company's accounting policies. Impairment losses on assets initially classified as held for sale and any subsequent gains or losses on re-measurement are recognized in profit or loss. Gains are not recognized in excess of any cumulative impairment loss.

When the assets classified as held for sale are intangible assets or property, plant, and equipment. In addition, when an associate recognized by the equity method is classified as held for sale, the equity method shall not be adopted.

2. Discontinued operation

A discontinued operation is a component of Consolidated Company that either has been disposed of, or is classified as held for sale, and

- (1) represents a separate major line of business or geographical area of operations,
- (2) is part of a single coordinated plan to dispose of a separate major line of business or geographical area of operations or
- (3) is a subsidiary acquired exclusively with a view to resale.

The operation should be classified as a discontinued operation at the earlier of its disposal date, or when that operation meets the held-for-sale criteria.

(d) Employee benefits

The 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 fiscal year, adjusted for significant market fluctuations since that time and for significant curtailments, settlements, or other significant one-off events.

(e) Income taxes

The income tax expenses have been prepared and disclosed in accordance with paragraph B12 of International Financial Reporting Standards 34 "Interim Reporting."

Income tax expenses for the period are best estimated by multiplying pre-tax income for the interim reporting period by the effective annual tax rate as forecast by the management, and the current income tax expenses and deferred income tax expenses are

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

apportioned according to the estimated proportion of the current income tax expenses and deferred income tax expenses for the whole year.

The temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and their respective tax bases shall be measured based on the tax rates that have been enacted or substantively enacted at the time the asset or liability is recovered or settled, and recognized directly in equity or other comprehensive income as tax expense.

(f) Business Combination

The Consolidated Company applies the acquisition method for each business combination. Goodwill is measured at the fair value of the consideration transferred at the date of acquisition, including the amount attributable to any non-controlling interest in the acquiree, less the net amount of the identifiable assets acquired and liabilities assumed (generally the fair value). If the resulting balance is negative, the Consolidated Company reassesses whether all assets acquired and liabilities assumed have been correctly identified before recognizing the gain on bargain purchase in profit or loss.

Except for those related to the issuance of debt or equity instruments, transaction costs associated with a business combination should be recognized as expenses of the combining company immediately when incurred.

If the non-controlling interest in the acquiree is a present ownership interest and the holder is entitled to a proportionate share of the net assets of the enterprise at the time of liquidation, the Consolidated Company elects, on a transaction-by-transaction basis, to measure the acquisition date fair value or the proportionate share of the present ownership instrument to the recognized amount of the acquiree's identifiable net assets. Other non-controlling interests are measured at the fair value at the acquisition date or on other bases in accordance with IFRSs recognized by the FSC.

For a business combination concluded in stages, the Consolidated Company remeasures the interests of the acquiree previously held based on the fair value on the acquisition date. Any resulting gain or loss is recognized as profit or loss. Changes in the value of the acquiree's interest that were recognized in other comprehensive income before the acquisition date should be treated in the same manner as if the Consolidated Company had directly disposed of its previously held interest. If it is appropriate to reclassify the interest to profit or loss upon disposal, the amount is reclassified to profit or loss.

If the original accounting treatment for a business combination is not completed before the reporting date of the combination transaction, the Consolidated Company recognizes provisional amounts for incomplete accounting items and makes retroactive adjustments or recognizes additional assets or liabilities during the measurement period to

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

reflect the new information about the existing facts and conditions on the acquisition date. The measurement period will not exceed one year from the date of acquisition.

V. Primary Sources of Uncertainties in Major Accounting Judgments, Estimates, and Assumptions

The preparation of the consolidated financial statements in conformity with the Regulations and IAS 34 “Interim Financial Reporting” endorsed by the FSC requires management to make judgments, estimates, and assumptions that affect the application of the accounting policies and the reported amount of assets, liabilities, income, and expenses. Actual results may differ from estimates.

The preparation of the consolidated interim financial statements, estimates and underlying assumptions are reviewed on an ongoing basis which are in conformity with the Note 5 of the consolidated financial statements for the year ended December 31, 2022.

VI. Details of Significant Accounts

(a) Cash and cash equivalents

	2023.3.31	2022.12.31	2022.3.31
Cash on hand	\$ 40,627	46,657	33,119
Demand deposits and check deposits	24,785,328	25,172,531	13,979,510
Time deposits	1,427,834	744,068	811,764
Cash and cash equivalents listed on the consolidated statement of cash flow	\$ 26,253,789	25,963,256	14,824,393

(b) Notes receivable and accounts receivable

	2023.3.31	2022.12.31	2022.3.31
Notes receivable	\$ 58,773	42,293	70,194
Accounts receivable	15,919,326	18,195,677	17,555,855
Accounts receivable - related parties	106,545	279,289	396,013
Less: Allowance for loss	(1,206,178)	(1,084,628)	(976,074)
	\$ 14,878,466	17,432,631	17,045,988

The Consolidated Company adopts a simplified method to estimate the expected credit loss for all notes receivable and accounts receivable, namely, it is measured by the expected credit loss during the duration. For this measurement purpose, these notes receivable and accounts receivable are grouped on the basis of shared credit risk characteristics representing the customer's ability to pay all due amounts in accordance

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

with the terms of the contract, and have been incorporated into forward-looking information. The analysis of the expected credit loss of the Consolidated Company's notes and accounts receivable is as follows:

	2023.3.31		
	Carrying amount of accounts and notes receivable	Weighted average expected credit loss rate	Expected credit loss during the allowance
Not past due	\$ 11,999,011	0.17%	20,929
1–30 days past due	899,882	1.29%	11,639
31–150 days past due	1,495,083	11.71%	175,122
151–270 days past due	353,987	18.05%	63,886
271–365 days past due	204,336	17.30%	35,345
1–2 years past due	559,223	58.32%	326,135
Over 2 years past due	<u>573,122</u>	100%	<u>573,122</u>
	<u>\$ 16,084,644</u>		<u>1,206,178</u>

	2022.12.31		
	Carrying amount of accounts and notes receivable	Weighted average expected credit loss rate	Expected credit loss during the allowance
	\$ 14,019,317	0.60%	85,704
1–30 days past due	1,866,594	1.18%	21,972
31–150 days past due	1,242,737	5.78%	71,863
151–270 days past due	283,051	6.93%	19,626
271–365 days past due	197,791	13.20%	26,110
1–2 years past due	357,030	86.44%	308,614
Over 2 years past due	<u>550,739</u>	100%	<u>550,739</u>
	<u>\$ 18,517,259</u>		<u>1,084,628</u>

	2022.3.31		
	Carrying amount of accounts and notes receivable	Weighted average expected credit loss rate	Expected credit loss during the allowance
	\$ 14,439,838	0.04%	5,830
1–30 days past due	1,084,163	0.99%	10,828
31–150 days past due	1,022,945	3.79%	38,805
151–270 days past due	190,605	6.62%	12,620
271–365 days past due	188,682	21.96%	41,436
1–2 years past due	543,206	57.79%	313,932
Over 2 years past due	<u>552,623</u>	100%	<u>552,623</u>
	<u>\$ 18,022,062</u>		<u>976,074</u>

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

The change in the credit loss of the Consolidated Company's notes and accounts receivable is as follows:

	<u>January to March, 2023</u>	<u>January to March, 2022</u>
Beginning Balance	\$ 1,084,628	897,495
Impairment losses recognized	243,321	72,202
Impairment loss reversal	(81,249)	-
Write-off due to being unrecoverable this year	(32,233)	(1,125)
Profit/loss from foreign currency translation	(8,198)	7,502
Acquisition through combinations	(91)	-
Ending Balance	<u>\$ 1,206,178</u>	<u>976,074</u>

Please refer to Note 8 for details of the pledge of accounts and notes receivable set as loan guarantee by the Consolidated Company as of March 31, 2023, December 31, 2022, and March 31, 2022.

Please refer to note 6(24) for other credit risk information.

(c) Inventories

	<u>2023.3.31</u>	<u>2022.12.31</u>	<u>2022.3.31</u>
Raw materials	\$ 15,505,026	15,734,400	11,667,522
Raw materials in transit	392,284	210,687	140,828
Work in progress	1,710,779	1,419,205	1,542,477
Semi-finished products	1,048,567	1,016,661	927,400
Finished products	3,042,953	3,118,647	2,450,279
Merchandise inventory	1,977,827	2,580,757	2,713,542
Less: Allowance for inventory market price decline	<u>(510,023)</u>	<u>(2,092,487)</u>	<u>(462,385)</u>
	<u>\$ 23,167,413</u>	<u>21,987,870</u>	<u>18,979,663</u>

The inventory related expenses and losses and recovery gains recognized by the Consolidated Company on March 31, 2023 and 2022 were NT\$69,679 thousand and NT\$146,169 thousand, under the operating costs, the details are as follows:

	<u>January to March, 2023</u>	<u>January to March, 2022</u>
Inventory price loss (recovery gain)	\$ 60,836	(152,022)
Loss on inventory scrap	8,843	5,853
Total	<u>\$ 69,679</u>	<u>(146,169)</u>

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

Inventory costs recognized as operating costs and expenses for the three months ended March 31, 2023 and 2022 were:

	2023	2022
Inventory costs recognized as operating costs and expenses	\$ 22,968,194	19,022,406
Less: operating costs attributable to the discontinued operation	(59,253)	(1,910,834)
	\$ 22,908,941	17,111,572

Please refer to Note 8 for details of the pledge of inventory by the Consolidated Company as of March 31, 2023, December 31, 2022, and March 31, 2022.

(d) Disposal group held for sale

Kontron AG approved the sale of some IT service businesses through a board resolution on August 11, 2022, and passed an antitrust review on December 29, 2022. Therefore, the assets and liabilities related to the business would be reported in the disposal group held for sale. The assets of the disposal group to be sold on March 31, 2023, and December 31, 2022, were NT\$197,921 thousand and \$206,496 thousand respectively, and liabilities of which on March 31, 2023, and December 31, 2022, were NT\$145,375 thousand and NT\$155,725 thousand respectively, the details are as follows:

	2023.3.31	2022.12.31
Property, plant and equipment	\$ 12,883	12,478
Inventories	18,659	37,501
Accounts receivable and other receivables	93,540	110,914
Cash and cash equivalents	72,839	45,603
Assets of the group to be sold	\$ 197,921	206,496
Accounts payable and other payables	\$ 145,375	155,725
Liabilities of the group to be sold	\$ 145,375	155,725

(e) Investment based on equity method

The investments of the Consolidated Company using the equity method on the reporting date are listed as follows:

	2023.3.31	2022.12.31	2022.3.31
Associates	\$ 476,012	553,155	428,476

1. Associates

The Consolidated Company participated in the private placement of new shares of Arbor Technology Corporation on February 24, 2022, and it acquired 16,000 thousand shares of the company for NT\$296,000 thousand with a shareholding ratio of about 17.11%, resulting in the acquisition of significant influence in the company,

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

which engaged in major operating projects of the R&D, manufacturing and sales of industrial computers.

On May 23, 2022, the Consolidated Company acquired 900 thousand shares of Ennowell Co., Ltd. for NT\$9,000 thousand with a shareholding ratio of 30%, resulting in the acquisition of significant influence in the company, which is mainly engaged in smart building system integration, energy management services and cloud services, etc.

On April 2, 2022, the Consolidated Company disposed of 20% equity interest in Shenzhen Pictographic Technology Co., Ltd. and lost its significant influence, for a consideration of NT\$30,883 thousand (RMB7,000 thousand). The gains on disposal of NT\$1,652 thousand was included in other gains and losses in the consolidated statement of comprehensive income.

In March 2023, the Consolidated Company disposed of equity interest in Shenzhen Asiatek Inc. and lost its significant influence, for a consideration of NT\$132,696 thousand (RMB30,000 thousand). The gains on disposal of NT\$44,927 thousand was included in other gains and losses in the statement of comprehensive income.

If the associates of the Consolidated Company adopting the equity method are individually insignificant, the summarized financial information is as follows. The financial information is the amount included in the consolidated financial report of the Consolidated Company:

	2023.3.31	2022.12.31	2022.3.31
Ending summary carrying amount of equity of individual insignificant associates	\$ 476,012	553,155	428,476
		January to March, 2023	January to March, 2022
Shares attributable to the Group:			
Net Income for continuing operations	\$ 7,755	2,460	
Other comprehensive income	280	1,444	
Total comprehensive income	\$ 8,035	3,904	

As of March 31, 2023 and 2022, the affiliated enterprises that the Consolidated Company adopts the equity method did not provide pledge, guarantee or without the restrictive circumstances.

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

(f) Business Combination

The Consolidated Company expands its business by acquiring the following companies and obtains relevant development, design and production technologies.

	Main operating activities	Acquisition date	Proportion purchased	Fair value of transfer consideration
CNP GmbH/CNT GmbH	Information services	2022.01.01	100.00%	15,003 (Note)

Note: consolidation by merger.

The main categories of transfer consideration, asset acquisition, and liability assumption on the acquisition date and the amount of goodwill recognized are as follows:

- The fair values of the main categories of transfer consideration at the acquisition date are as follows:

As of March 31, 2022:

	CNP GmbH/CNT GmbH
Transfer consideration	
Cash	<u>\$ 15,003</u>

- Fair value of net identifiable assets acquired and liabilities assumed:

As of March 31, 2022:

	CNP GmbH/CNT GmbH
Property, plant and equipment	\$ 940
Right-of-use assets	11,232
Intangible assets	8,512
Lease liabilities - current	(2,026)
Other payables	(416)
Deferred tax liabilities	(2,553)
Lease liabilities - non-current	(9,206)
	<u>\$ 6,483</u>

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

3. Goodwill

Goodwill generated from the acquisition:

As of March 31, 2022:

	CNP GmbH/CNT GmbH
Transfer consideration	\$ 15,003
Less: fair value of identifiable net assets (liabilities) acquired	<u>6,483</u>
Goodwill arising on acquisition	<u>\$ 8,520</u>

The goodwill arising from the acquisition mainly comes from control of premium. In addition, the consideration paid for the combination includes the expected combination synergies, revenue growth, and future market development. However, such benefits do not meet the requirements for recognition of identifiable intangible assets, thus they are not recognized separately.

(g) Changes in ownership interests in subsidiaries

The transactions in which the Consolidated Company changed its equity in subsidiaries and did not change its control over the Company for the three months ended March 31, 2023 and 2022 are as follows:

In January 2022, Nanjiang Asiatek did not subscribe Shenzhen Aisatek's capital increase by its shareholding ratio, which shares are decreased from 73.51% to 70%.

Nanjing Asiatek disposed of 25% remaining equity interests in Shenzhen Astronergy in March 2023.

MIC INC. increased shares through exercising the share option for the three months ended March 31, 2023 and 2022, resulting in Ennoconn International holding its shares reduced from 42.80% to 42.70%, and from 44.04% to 42.95%, respectively.

Kontron AG exercised the treasury stock repurchase for the three months ended March 31, 2023, resulting in EIH and Ennoconn International's consolidated shareholding increasing from 27.64% to 27.70%.

Kontron AG increased its investment in its subsidiary for the three months ended March 31, 2023, respectively, resulting in a change in the shareholding ratio.

As all the above transactions do not change the control over the subsidiary, they are regarded as equity transactions.

Where the change in the Consolidated Company's ownership interest in the subsidiary effect equity attributable to owners of the parent company is listed as follows:

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

For the three months ended March 31, 2023:

	Marketech International Corp.	Kontron AG	Shenzhen Asiatek	Total
The amount of non-controlling interests that should be transferred out (in) is calculated by the carrying amount of net assets of subsidiaries calculated by the equity change.	\$ 16,764	5,164	-	21,928
Difference in equity transactions	\$ 16,764	5,164	-	21,928

For the three months ended March 31, 2022:

	Marketech International Corp.	S&T AG	Shenzhen Asiatek	Total
The amount of non-controlling interests that should be transferred out (in) is calculated by the carrying amount of net assets of subsidiaries calculated by the equity change.	\$ 25,525	(825)	(1,672)	23,028
Difference in equity transactions	\$ 25,525	(825)	(1,672)	23,028

The above difference in equity transactions is an adjustment to the capital surplus.

(h) Loss of control over subsidiaries

For the three months ended March 31, 2023, the Consolidated Company disposed of HighAim Technology (Shenzhen) Inc. and S&T Plus s.r.o respectively, and lost its control over subsidiaries, relevant information as below:

1. Consideration received

	HighAim Technology (Shenzhen) Inc.	S&T Plus s.r.o
Cash and cash equivalents	\$ -	115,080

**Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its
Subsidiaries (Continued)**

2. Assets and liabilities that have lost control

	HighAim Technology (Shenzhen) Inc.	S&T Plus s.r.o
Cash and cash equivalents	\$ 5	44,015
Other receivables	-	104,949
Inventories	-	98,303
Property, plant and equipment	-	11,375
Goodwill	-	40,367
Other payables	(12,575)	(266,454)
Deferred tax liabilities	-	26,873
	\$ (12,570)	59,428

3. Gains on disposal of subsidiaries

	HighAim Technology (Shenzhen) Inc.	S&T Plus s.r.o
Consideration received	\$ -	115,080
Net liabilities (assets) disposed of	12,570	(59,428)
Reclassification of other comprehensive income (loss)	-	16,703
Net profit	\$ 12,570	72,355

4. Net cash inflow and outflow from subsidiaries

	HighAim Technology (Shenzhen) Inc.	S&T Plus s.r.o
Consideration received	\$ -	115,080
Less: Disposal of cash and cash equivalents	(5)	(44,015)
Net cash (outflow) inflow from subsidiaries	\$ (5)	71,065

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

(i) Subsidiary with significant non-controlling interests

The non-controlling interests of subsidiaries significant to the Consolidated Company are as follows:

Subsidiary Name	Country of main business premises/ registration	Proportion of ownership interests and voting rights of non-controlling interests		
		2023.3.31	2022.12.31	2022.3.31
Caswell, Inc.	Taiwan	68.26%	68.23%	68.23%
Kontron AG	Austria	72.30%	72.36%	72.41%
MIC Inc.	Taiwan	55.30%	57.20%	57.05%

The summary financial information of the above subsidiaries is as follows. The financial information is prepared in accordance with the international financial reporting standards recognized by the FSC, and has reflected the fair value adjustment made by the Consolidated Company on the acquisition date and the adjustment made for the difference in accounting policies, and the financial information includes the amount before the cancellation of transactions between the Consolidated Company and subsidiaries.

1. Summary financial information of Caswell, Inc. and its subsidiary

	2023.3.31	2022.12.31	2022.3.31
Current assets	\$ 3,993,573	4,537,955	4,086,559
Non-current assets	1,236,313	761,511	582,243
Current liabilities	(1,272,585)	(1,646,584)	(1,248,340)
Non-current liabilities	(559,423)	(108,109)	(112,659)
Net assets	\$ 3,397,878	3,544,773	3,307,803
Ending carrying amount of non-controlling interests	\$ 2,469,666	2,578,755	2,445,730

	January to March, 2023	January to March, 2022
Operating revenue	\$ 1,076,550	1,126,891
Net income for period	\$ 101,506	69,349
Other comprehensive income	1	12,053
Total comprehensive income	\$ 101,507	81,402
Current net profit (loss) attributable to non-controlling interests	\$ 59,353	36,693
Total comprehensive profit and loss attributable to non-controlling interests	\$ 71,233	8,158

**Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its
Subsidiaries (Continued)**

	January to March, 2023	January to March, 2022
Cash flows of operating activities	\$ 188,094	14,911
Cash flows of investing activities	(527,084)	(3,118)
Cash flows of financing activities	282,296	(8,729)
Effect of exchange rate changes on cash	(244)	11,625
Increase (decrease) in cash and cash equivalents	<u>\$ (56,938)</u>	<u>14,689</u>
Dividends paid to non-controlling interests	<u>\$ -</u>	<u>-</u>

2. Financial information of Kontron AG and its subsidiary

	2023.3.31	2022.12.31	2022.3.31
Current assets	\$ 31,348,465	33,661,106	24,975,699
Non-current assets	13,585,252	13,483,831	16,382,816
Current liabilities	(15,200,933)	(18,080,002)	(16,942,933)
Non-current liabilities	(8,497,911)	(8,265,936)	(10,593,497)
Net assets	<u>\$ 21,234,873</u>	<u>20,798,999</u>	<u>13,822,085</u>
Ending carrying amount of non-controlling interests	<u>\$ 17,686,597</u>	<u>17,423,504</u>	<u>12,487,948</u>

	January to March, 2023	January to March, 2022
Operating revenue	<u>\$ 9,133,937</u>	<u>10,367,949</u>
Net income for period	\$ 541,216	351,413
Other comprehensive income	(53,321)	46,261
Total comprehensive income	<u>\$ 487,895</u>	<u>397,674</u>
Current net profit (loss) attributable to non-controlling interests	<u>\$ 345,254</u>	<u>206,174</u>
Total comprehensive profit and loss attributable to non-controlling interests	<u>\$ 426,023</u>	<u>189,236</u>

	January to March, 2023	January to March, 2022
Cash flows of operating activities	\$ 94,618	(1,935,296)
Cash flows of investing activities	2,332,562	(59,690)
Cash flows of financing activities	(2,369,643)	(215,718)
Effect of exchange rate changes on cash	(9,343)	(61,279)
Increase (decrease) in cash and cash equivalents	<u>\$ 48,194</u>	<u>(2,271,983)</u>

**Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its
Subsidiaries (Continued)**

3. MIC INC

	2023.3.31	2022.12.31	2022.3.31
Current assets	\$ 31,546,215	30,098,714	26,410,128
Non-current assets	5,574,847	5,228,344	5,000,701
Current liabilities	(25,021,871)	(23,946,207)	(20,631,573)
Non-current liabilities	(2,078,883)	(1,899,849)	(2,307,420)
Net assets	\$ 10,020,308	9,481,002	8,471,836
Ending carrying amount of non-controlling interests	\$ 5,832,391	5,514,864	4,942,544
		January to March, 2023	January to March, 2022
Operating revenue		\$ 13,885,761	9,667,890
Net income for period		\$ 441,586	356,230
Other comprehensive income		(3,664)	67,049
Total comprehensive income		\$ 437,922	423,279
Current net profit (loss) attributable to non-controlling interests		\$ 240,036	191,223
Total comprehensive profit and loss attributable to non-controlling interests		\$ 238,043	38,612
		January to March, 2023	January to March, 2022
Cash flows of operating activities		\$ (1,196,134)	(1,283,566)
Cash flows of investing activities		(158,683)	113,493
Cash flows of financing activities		1,437,920	986,902
Effect of exchange rate changes on cash		15,295	64,749
Increase (decrease) in cash and cash equivalents		\$ 98,398	(118,422)

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

(j) Property, plant and equipment

The details of changes in the cost, depreciation, and impairment losses of the Group's property, plant, and equipment are as follows:

	<u>Land</u>	<u>Houses and buildings</u>	<u>Machinery and equipment</u>	<u>Leasehold improvements</u>	<u>Other equipment</u>	<u>Total</u>
Cost:						
Balance as of January 1, 2023	\$ 596,263	5,652,411	3,408,266	43,114	1,009,414	10,709,468
Additions	259,830	5,262	79,913	11,184	330,469	686,658
Disposal	-	(597)	(51,080)	-	(15,650)	(67,327)
Reclassification	83,580	15,322	10,834	2,122	45,635	157,493
Effects of exchange rate changes	(289)	4,257	(2,346)	(62)	225	1,785
Balance as of March 31, 2023	<u>\$ 939,384</u>	<u>5,676,655</u>	<u>3,445,587</u>	<u>56,358</u>	<u>1,370,093</u>	<u>11,488,077</u>
Balance as of January 1, 2022	\$ 592,113	6,004,696	3,526,732	56,363	769,179	10,949,083
Additions	-	72,209	144,578	-	53,242	270,029
Acquisition through business combinations	-	483	3,676	-	(3,219)	940
Disposal	-	(121,972)	(129,658)	-	(11,938)	(263,568)
Reclassification	-	2,498	4,274	-	(365)	6,407
Effects of exchange rate changes	1,023	(73,434)	60,578	10,519	59,101	57,787
Balance as of March 31, 2022	<u>\$ 593,136</u>	<u>5,884,480</u>	<u>3,610,180</u>	<u>66,882</u>	<u>866,000</u>	<u>11,020,678</u>
Depreciation:						
Balance as of January 1, 2023	\$ -	1,943,357	2,025,550	18,141	513,357	4,500,405
Depreciation of the current year	-	59,366	99,286	1,994	27,706	188,352
Disposal	-	(325)	(44,916)	-	(13,413)	(58,654)
Reclassification	-	-	86	-	34	120
Effects of exchange rate changes	-	174	(5,595)	(9)	(63)	(5,493)
Balance as of March 31, 2023	<u>\$ -</u>	<u>2,002,572</u>	<u>2,074,411</u>	<u>20,126</u>	<u>527,621</u>	<u>4,624,730</u>
Balance as of January 1, 2022	\$ -	1,881,964	1,894,118	29,668	445,340	4,251,090
Depreciation of the current year	-	101,306	123,140	3,167	28,831	256,444
Disposal	-	(52,630)	(62,147)	-	(14,150)	(128,927)
Reclassification	-	(186,048)	122,825	(26)	28,025	(35,224)
Effects of exchange rate changes	-	12,925	(47,789)	(2,586)	(7,439)	(44,889)
Balance as of March 31, 2022	<u>\$ -</u>	<u>1,757,517</u>	<u>2,030,147</u>	<u>30,223</u>	<u>480,607</u>	<u>4,298,494</u>
Book value:						
December 31, 2022	<u>\$ 596,263</u>	<u>3,709,054</u>	<u>1,382,716</u>	<u>24,973</u>	<u>496,057</u>	<u>6,209,063</u>
March 31, 2023	<u>\$ 939,384</u>	<u>3,674,083</u>	<u>1,371,176</u>	<u>36,232</u>	<u>842,472</u>	<u>6,863,347</u>
March 31, 2022	<u>\$ 593,136</u>	<u>4,126,963</u>	<u>1,580,033</u>	<u>36,659</u>	<u>385,393</u>	<u>6,722,184</u>

The Consolidated Company in 2023 and 2022 sets out the assets as pledged collateral for bank loans. Please refer to Note 8 for details.

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

(k) Intangible assets

The details of changes in the cost and amortization of the Group's intangible assets are as follows:

	<u>Goodwill</u>	<u>Trademarks</u>	<u>Patent</u>	<u>Computer software</u>	<u>Customer relations</u>	<u>Others</u>	<u>Total</u>
Cost or recognized cost:							
Balance as of January 1, 2023	\$ 13,368,787	2,098,787	619,206	5,441,115	2,040,585	2,137,107	25,705,587
Acquired separately	-	-	-	165,496	-	-	165,496
Disposal	(40,048)	-	-	(10,212)	-	(50,592)	(100,852)
Reclassification	-	-	-	1,407	-	-	1,407
Effects of exchange rate changes	(246)	6,171	-	(25,907)	8,669	311	(11,002)
Balance as of March 31, 2023	<u>\$ 13,328,493</u>	<u>2,104,958</u>	<u>619,206</u>	<u>5,571,899</u>	<u>2,049,254</u>	<u>2,086,826</u>	<u>25,760,636</u>
Balance as of January 1, 2022	\$ 13,347,834	2,165,186	621,691	4,954,251	1,964,731	2,527,167	25,580,860
Acquired separately	-	-	-	214,780	-	-	214,780
Acquired through business combinations	8,520	-	-	-	-	8,512	17,032
Disposal	-	-	-	(1,734)	-	-	(1,734)
Reclassification	-	-	-	-	-	(50,870)	(50,870)
Effects of exchange rate changes	226,126	50,666	4,672	121,375	-	24,647	427,486
Balance as of March 31, 2022	<u>\$ 13,582,480</u>	<u>2,215,852</u>	<u>626,363</u>	<u>5,288,672</u>	<u>1,964,731</u>	<u>2,509,456</u>	<u>26,187,554</u>
Amortization:							
Balance as of January 1, 2023	\$ 68,515	605,130	437,187	3,271,650	1,289,794	1,558,979	7,231,255
Current amortization	-	19,960	15,463	93,517	60,252	37,370	226,562
Disposal	-	-	-	(9,662)	-	(50,592)	(60,254)
Effects of exchange rate changes	(573)	(657)	-	(26,457)	5,689	(1,840)	(23,838)
Balance as of March 31, 2023	<u>\$ 67,942</u>	<u>624,433</u>	<u>452,650</u>	<u>3,329,048</u>	<u>1,355,735</u>	<u>1,543,917</u>	<u>7,373,725</u>
Balance as of January 1, 2022	\$ 61,835	627,328	378,377	2,207,176	1,010,259	1,635,737	5,920,712
Current amortization	-	39,031	20,200	142,406	42,944	64,207	308,788
Disposal	-	-	-	(625)	-	-	(625)
Reclassification	-	-	-	-	-	(12,039)	(12,039)
Effects of exchange rate changes	(449)	7,242	-	69,591	-	21,058	97,442
Balance as of March 31, 2022	<u>\$ 61,386</u>	<u>673,601</u>	<u>398,577</u>	<u>2,418,548</u>	<u>1,053,203</u>	<u>1,708,963</u>	<u>6,314,278</u>
Book value:							
December 31, 2022	<u>\$ 13,300,272</u>	<u>1,493,657</u>	<u>182,019</u>	<u>2,169,465</u>	<u>750,791</u>	<u>578,128</u>	<u>18,474,332</u>
March 31, 2023	<u>\$ 13,260,551</u>	<u>1,480,525</u>	<u>166,556</u>	<u>2,242,851</u>	<u>693,519</u>	<u>542,909</u>	<u>18,386,911</u>
March 31, 2022	<u>\$ 13,521,094</u>	<u>1,542,251</u>	<u>227,786</u>	<u>2,870,124</u>	<u>911,528</u>	<u>800,493</u>	<u>19,873,276</u>

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

1. Impairment loss

The accumulated and amortized amount of computer software includes a impairment loss of NT\$813,734 thousand, which is due to Kontron AG's restructuring of the overall organization in 2022, including the disposal of the IT Service department, resulting in the termination of some software development projects. Therefore, a impairment loss is included.

2. Intangible assets with indefinite useful lives

Some trademark rights from business combinations can have their legal lives extended by application at very little cost. The Consolidated Company is expected to continue to apply for extending the legal lives of these and to produce these series of products. Therefore, it is expected that the trademark rights will continue to generate net cash inflow, and thus they are regarded as intangible assets with indefinite useful lives.

(l) Other current assets and other non-current assets

	<u>2023.3.31</u>	<u>2022.12.31</u>	<u>2022.3.31</u>
Other receivables	\$ 876,195	1,099,860	2,469,863
Current income tax assets	7,728	101,519	109,294
Prepayments	1,780,556	1,556,041	1,380,652
Other financial assets	275,155	44,525	43,688
Prepayments for investments	-	-	28,625
Refundable deposits	624,013	112,092	487,864
Prepayments for equipment	16,779	16,165	14,668
Contract assets-non-current	35,630	34,711	-
Others	4,230,901	7,590,570	3,449,804
	<u>\$ 7,846,957</u>	<u>10,555,483</u>	<u>7,984,458</u>
Current	\$ 6,997,707	9,540,219	6,598,668
Non-current	849,250	1,015,264	1,385,790
	<u>\$ 7,846,957</u>	<u>10,555,483</u>	<u>7,984,458</u>

Other financial assets are mainly pledged bank deposits, which are used as guarantees for long-term loans and financing lines. Please refer to Note 8 for details.

(m) Short-term borrowing

	<u>2023.3.31</u>	<u>2022.12.31</u>	<u>2022.3.31</u>
Unsecured bank borrowings	\$ 13,371,098	14,514,898	9,002,358
Guaranteed bank loan	704,040	600,539	1,194,118
	<u>\$ 14,075,138</u>	<u>15,115,437</u>	<u>10,196,476</u>
Unused quota	<u>\$ 19,681,369</u>	<u>21,943,239</u>	<u>19,706,010</u>
Interest rate range	<u>0.25%~19.25%</u>	<u>0.50%~19.25%</u>	<u>0.25%~5.83%</u>

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

1. Issuance and repayment of loans

For the three months ended March 31, 2023 and 2022, the Group has no significant issuance, re-buyback or repayment of the short-term loans. Please refer to Note 6 (u) for interest expenses.

2. Collateral for bank loans

The Consolidated Company sets out the assets as pledged collateral for bank loans in Note 8.

(n) Long-term loans

	2023.3.31		
	Interest rate range (%)	Maturity year	Amount
Unsecured bank borrowings	1.05%~3.32%	113~115	\$ 7,042,260
Guaranteed bank loan	0.44%~3.81%	119~132	1,396,541
Subtotal			8,438,801
Less: Those maturing within one year			(1,304,509)
Total			\$ 7,134,292

The Consolidated Company sets out the assets as pledged collateral for bank loans in Note 8.

	2022.12.31		
	Interest rate range (%)	Maturity year	Amount
Unsecured bank borrowings	1.05%~3.32%	112~120	\$ 7,106,552
Guaranteed bank loan	0.44%~2.03%	119~127	975,763
Subtotal			8,082,315
Less: Those maturing within one year			(1,369,006)
Total			\$ 6,713,309

	2022.3.31		
	Interest rate range (%)	Maturity year	Amount
Unsecured bank borrowings	1%~8%	112~135	\$ 6,830,288
Guaranteed bank loan	0.44%~1.40%	120~127	1,022,781
Subtotal			7,853,069
Less: Those mature within one year			(12,814)
Total			\$ 7,840,255

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

(o) Corporate bonds payable

The Group has the following balance of corporate bonds payable:

	<u>2023.3.31</u>	<u>2022.12.31</u>	<u>2022.3.31</u>
The 3 rd domestic unsecured convertible bonds	\$ 5,097,452	5,560,778	5,513,105
The 4 th domestic unsecured convertible bonds	870,556	962,204	955,060
The 1st privately placed unsecured convertible bonds	1,475,676	1,473,913	1,468,642
Unsecured convertible corporate bonds of subsidiaries	577,609	812,275	806,690
Less: Those maturing or able to have redemption rights exercised within one year	<u>(5,675,061)</u>	<u>(812,275)</u>	<u>(165,662)</u>
Ending balance of corporate bonds payable	<u>\$ 2,346,232</u>	<u>7,996,895</u>	<u>8,577,835</u>

1. To meet the needs of working capital and reinvestment, the Company issued the third domestic unsecured convertible corporate bonds on February 26, 2019. The issuance conditions are as follows:

- (1) Total issuance: NT\$6,000,000 thousand
- (2) Face value: NT\$100 thousand each
- (3) Coupon rate: 0%
- (4) Effective interest rate: 1.1542%
- (5) Book value at issuance: NT\$5,665,424 thousand
- (6) Term: 2019.02.26~2024.02.26
- (7) Conversion period:

Except for the suspension period of conversion, the creditors may at any time request that the convertible corporate bonds held be converted into the ordinary shares of the Company from the following day after three months of issuance date (May 27, 2019) to the expiration date February 26, 2024, in accordance with the regulations on corporate bond conversion. The suspension period of conversion is as follows:

- A. During the book closure period, the transfer of ordinary shares is suspended in accordance with the law.

**Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its
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- B. The Company will negotiate with Taipei Exchange on the period from the 15 business days before the book closure date of issuance of bonus shares, the book closure date of cash dividend or the book closure date of the issuance of ordinary shares for cash to the record date of rights distribution.
 - C. The date of capital reduction is cut off one day before the commencement of capital reduction.
 - D. Other suspension periods of stock transfer by law.
- (8) Conversion price and adjustment:

The conversion price at the time of initial issuance is set at NT\$272.8. In the event of an increase in the shares of the Company's issued ordinary shares, the conversion price shall be adjusted under Article 12 of the Company's regulations on domestic issuance and conversion of unsecured convertible corporate bonds. As of March 31, 2023, the conversion price was adjusted to NT\$213.6.

- (9) Redemption rights of creditors:

30 days prior to the issuance of corporate bonds for three years (February 26, 2022), the bondholders may notify the Company in writing based on the regulations of corporate bonds conversion method to require the Company to redeem the convertible corporate bonds held by them in cash based on the nominal amount of the corporate bonds plus interest compensation (1.5075% of the nominal amount of the corporate bonds for three years).

- (10) The Company's redemption option:

From the day after the issuance of corporate bonds for 3 months (May 27, 2019) to 40 days before the maturity date (January 17, 2024), if the closing price of the Company's ordinary shares exceeds the current conversion price for 30 consecutive business days for up to 30%, or the outstanding balance of the convertible corporate bonds is less than 10% of the original total amount of the issuance, the Company may notify the bondholders in accordance with the regulations of conversion method and call back all the corporate bonds by cash at par value.

These convertible corporate bonds comprise liabilities and equity component. The equity component is presented in equity as a capital surplus - stock warrants. The liability components are the liabilities of embedded derivative financial products and non-derivative financial products. As of March 31, 2023, the fair value of the embedded derivative financial products is

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

NT\$(2,576). As of March 31, 2023, the measured amount of non-derivative financial liabilities is NT\$5,097,452 thousand at amortized cost, and its effective interest rate initially recognized is 1.1542%.

Issue proceeds (less transaction costs of NT\$4,852 thousand)	\$ 6,007,148
Equity components	<u>(332,132)</u>
Liability components on the date of issuance (including corporate bonds payable of NT\$5,665,424 thousand and financial liabilities at fair value through profit or loss - non-current - NT\$9,592 thousand—have not been reviewed)	5,675,016
Interest calculated at effective interest rate of 1.1542%	261,698
Loss (benefit) from financial product evaluation	(10,857)
Converting corporate bonds payable into ordinary shares	<u>(830,981)</u>
The liability components as of March 31, 2023	<u>\$ 5,094,876</u>

2. To meet the needs of operating development and planning and introduce long-term strategic investment partners, the Company privately issued the first domestic unsecured convertible corporate bonds on September 2, 2021. The issuance conditions are as follows:

- (1) Total issuance: NT\$1,500,000 thousand
- (2) Face value: NT\$100 thousand each
- (3) Coupon rate: 0%
- (4) Effective interest rate: 0.479%
- (5) Book value at issuance: NT\$1,464,589 thousand
- (6) Term: 2021.09.02~2026.09.02
- (7) Conversion period:

Except for the suspension period of conversion, the creditors may at any time request that the convertible corporate bonds held be converted into the ordinary shares of the Company from the following day after three months of issuance date (December 3, 2021) to the expiration date September 2, 2026, in accordance with the regulations on corporate bond conversion. The suspension period of conversion is as follows:

- A. During the book closure period, the transfer of ordinary shares is suspended in accordance with the law.

**Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its
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- B. The Company's period from 15 business days before the book closure date of issuance of bonus shares, the book closure date of cash dividend or the book closure date of the issuance of ordinary shares for cash to the record date of rights distribution.
- C. The date of capital reduction is cut off one day before the commencement of capital reduction.
- D. Other suspension periods of stock transfer by law.

(8) Conversion price and adjustment:

The conversion price at the time of initial issuance is set at NT\$220.7. In the event of an increase in the shares of the Company's privately issued ordinary shares, the conversion price shall be adjusted under Article 11 of the Company's regulations on domestic issuance and conversion of unsecured convertible corporate bonds. As of March 31, 2023, the conversion price was adjusted to NT\$205.6.

(9) Redemption rights of creditors:

30 days prior to the issuance of corporate bonds for three years (September 2, 2024), the bondholders may notify the Company in writing based on the regulations of corporate bonds conversion method to require the Company to redeem the convertible corporate bonds held by them in cash based on the nominal amount of the corporate bonds.

(10) The Company's redemption option:

From the day after the issuance of corporate bonds for 3 years (December 3, 2024) to 40 days before the maturity date (July 24, 2026), if the closing price of the Company's ordinary shares exceeds the current conversion price for 30 consecutive business days for up to 30%, or the outstanding balance of the convertible corporate bonds is less than 10% of the original total amount of the issuance, the Company may notify the bondholders in accordance with the regulations of conversion method and call back all the corporate bonds by cash at par value.

(11) Repayment upon maturity of bonds:

Unless the bonds have been redeemed, repurchased, and written-off or the bondholder has exercised the conversion right, the issuer will repay the bonds in full cash on the maturity date according to the nominal amount of the bonds.

These convertible corporate bonds comprise liabilities and equity component. The equity component is presented in equity as a capital surplus - stock warrants. The liability components are the liabilities of embedded

**Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its
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derivative financial products and non-derivative financial products. As of March 31, 2023, the fair value of the embedded derivative financial products is NT\$(750). As of March 31, 2023, the measured amount of non-derivative financial liabilities is NT\$1,475,676 thousand at amortized cost, and its effective interest rate initially recognized is 0.479%.

Issue proceeds (less transaction costs of NT\$165 thousand)	\$ 1,499,835
Equity components	<u>(35,396)</u>
Liability components on the date of issuance (including corporate bonds payable of NT\$1,464,589 thousand and financial liabilities at fair value through profit or loss - non-current of NT\$150 thousand)	1,464,439
Interest calculated at effective interest rate of 0.479%	11,087
Loss (benefit) from financial asset evaluation	<u>(600)</u>
The liability components as of March 31, 2023	<u>\$ 1,474,926</u>

3. To meet the needs of working capital and repayment of long-term borrowings, the Company issued the fourth domestic unsecured convertible corporate bonds on November 16, 2021. The issuance conditions are as follows:

- (1) Total issuance: NT\$1,000,000 thousand
- (2) Face value: NT\$100 thousand each
- (3) Coupon rate: 0%
- (4) Effective interest rate: 0.9994%
- (5) Book value at issuance: NT\$951,494 thousand
- (6) Term: 2021.11.16~2026.11.16
- (7) Conversion period:

Except for the suspension period of conversion, the creditors may at any time request that the convertible corporate bonds held be converted into the ordinary shares of the Company from the following day after three months of issuance date (February 17, 2021) to the expiration date November 16, 2026, in accordance with the regulations on corporate bond conversion. The suspension period of conversion is as follows:

A. During the book closure period, the transfer of ordinary shares is suspended in accordance with the law.

**Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its
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- B. The Company will negotiate with Taipei Exchange on the period from the 15 business days before the book closure date of issuance of bonus shares, the book closure date of cash dividend or the book closure date of the issuance of ordinary shares for cash to the record date of rights distribution.
 - C. The date of capital reduction is cut off one day before the commencement of capital reduction.
 - D. Other suspension periods of stock transfer by law.
- (8) Conversion price and adjustment:

The conversion price at the time of initial issuance is set at NT\$221.1. In the event of an increase in the shares of the Company's issued ordinary shares, the conversion price shall be adjusted under Article 12 of the Company's regulations on domestic issuance and conversion of unsecured convertible corporate bonds. As of March 31, 2023, the conversion price was adjusted to NT\$211.6.

- (9) Redemption rights of creditors:

30 days prior to the issuance of corporate bonds for three years (February 26, 2022), the bondholders may notify the Company in writing based on the regulations of corporate bonds conversion method to require the Company to redeem the convertible corporate bonds held by them in cash based on the nominal amount of the corporate bonds.

- (10) The Company's redemption option:

From the day after the issuance of corporate bonds for three years (November 27, 2024) to 40 days before the maturity date (January 17, 2026), if the closing price of the Company's ordinary shares exceeds the current conversion price for 30 consecutive business days by up to 30%, or the outstanding balance of the convertible corporate bonds is less than 10% of the original total amount of the issuance, the Company may notify the bondholders in accordance with the regulations of conversion method and call back all the corporate bonds by cash at par value.

- A. Repayment upon maturity of bonds:

Unless the bonds have been redeemed, repurchased, and written-off or the bondholder has exercised the conversion right, the issuer will repay the bonds in full cash on the maturity date according to the nominal amount of the bonds.

**Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its
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These convertible corporate bonds comprise liabilities and equity component. The equity component is presented in equity as a capital surplus - stock warrants. The liability components are the liabilities of embedded derivative financial products and non-derivative financial products. As of March 31, 2023, the fair value of the embedded derivative financial products is NT\$(1,896). As of March 31, 2023, the measured amount of non-derivative financial liabilities is NT\$870,556 thousand at amortized cost, and its effective interest rate initially recognized is 0.9994%.

Issue proceeds (less transaction costs of NT\$3,480 thousand)	\$ 1,001,520
Equity components	<u>(49,428)</u>
Liability components on the date of issuance (including corporate bonds payable of NT\$951,494 thousand and financial liabilities at fair value through profit or loss - non-current - NT\$598 thousand—have not been reviewed)	952,092
Interest calculated at effective interest rate of 0.9994%	13,092
Loss (benefit) from financial product evaluation	(2,435)
Converting corporate bonds payable into ordinary shares	<u>(94,089)</u>
The liability components as of March 31, 2023	<u>\$ 868,660</u>

4. The main conditions related to the issuance of unsecured convertible corporate bonds of subsidiaries are as follows:
- (1) Total issuance: NT\$700,000 thousand
 - (2) Face value: NT\$100 thousand each
 - (3) Coupon rate: 0%
 - (4) Effective interest rate: 0.5%
 - (5) Term: 2020.02.10~2023.02.10
 - (6) Conversion period: The bondholders may, from the day following the expiration of three months from the issuance date of the convertible corporate bonds to the expiration date, except for the period when ordinary shares are ceased from transferring by law, the period from the 15 business days before the book closure date of issuance of bonus shares, the book closure date of cash dividends, or the book closure date of the cash capital increase to the record date of rights distribution of the issuer, or from the record date of the capital reduction to one day before the trading date starting to process the capital

**Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its
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reduction for issuance of new shares, at which point conversion may not be requested, file a request at any time to convert the convertible corporate bonds held into the issuer's ordinary shares in accordance with regulation through trading securities firms, and will inform the Taiwan Depository & Clearing Corporation and the issuer's stock affairs agency.

(7) Conversion price and adjustment:

The conversion price at issue was NT\$104.1 and is changed to NT\$96.5 from August 21, 2022.

(8) Redemption right:

A. From the day following the expiration of three months from the issuance date to 40 days before the expiration of the issuance period, if the closing price of the ordinary shares of the issuer at the business premises of the securities firm exceeds the current conversion price by more than 30% (inclusive) for 30 consecutive business days, the issuer may redeem all the outstanding convertible corporate bonds in cash according to the face value of the bonds within the next 30 business days.

B. From the day following the expiration of three months from the date of issuance to 40 days before the expiration of the issuance period, if the outstanding balance of the convertible corporate bonds is less than 10% of the total amount of the original issuance, the issuer may redeem all the outstanding convertible corporate bonds in cash at any time thereafter according to the face value of the bonds.

C. If the bondholder fails to reply in writing to the agency of the issuer before the benchmark date of bond retirement specified in the "Bond Retirement Notice", the issuer will redeem all outstanding principal convertible corporate bonds in cash according to the face value of the bonds within five business days after the benchmark date of bond retirement.

5. The main conditions related to the issuance of unsecured convertible corporate bonds of subsidiaries are as follows:

- (1) Total issuance: NT\$1,500,000 thousand
- (2) Face value: NT\$100 thousand each
- (3) Coupon rate: 0%
- (4) Effective interest rate: 1.0255%
- (5) Term: 2020.12.15~2023.12.15

**Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its
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(6) Conversion period: from the day after the expiration of three months after the date of bond issuance to the maturity date, except for the period during which the transfer of ownership is suspended in accordance with the conversion measures or laws and regulations, the bondholders may request the subsidiary to convert into ordinary shares of the subsidiary. The rights and obligations of the ordinary shares after conversion are the same as those of the originally issued ordinary shares.

(7) Conversion price and adjustment:

The conversion price of this convertible corporate bond is determined in accordance with the prescribed model set forth in the conversion regulations. In case of the Company's anti-dilution clause coming into effect, the conversion price will be adjusted in accordance with the prescribed model set forth in the conversion regulations; subsequently, on the benchmark date of the regulation, the conversion price shall be re-set according to the setting mode specified in the conversion regulation. If it is higher than the conversion price before the re-setting in the current year, it shall not be adjusted.

(8) Redemption right:

A. Redemption at maturity: After the issuance of this bond expires, the subsidiary will repay the principal at one time.

B. Early redemption: From the day following the issuance of the convertible corporate bonds for three months to 40 days before the expiration of the issuance period, when the closing price of the ordinary shares of the subsidiary exceeds the current conversion price by 30% for 30 consecutive business days, or from the day after the issuance of the convertible corporate bonds for three months to 40 days before the expiration of the issuance period, when the outstanding balance of the convertible corporate bonds is less than 10% of the total face value of the original issue, the subsidiary may redeem all its bonds in cash at any time thereafter according to the face value of the bonds.

C. According to the regulations on conversion method, all redeemed, repaid, or converted corporate bonds of all subsidiaries will be written-off, and all the rights and obligations attached to the corporate bonds will be extinguished and will not be issued.

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

(p) Employee benefits

1. Defined benefit plan

There were no major market fluctuations, significant reductions, liquidations, or other one-time-only significant events in the previous fiscal year. Therefore, the Consolidated Company measures and discloses the interim period pension costs based on the actuated amount on December 31, 2022 and 2021.

The details of recognized benefits (expenses) are as follows:

	January to March, 2023	January to March, 2022
\$	<u>9,597</u>	<u>(3,951)</u>

2. Defined contribution plans

The pension expense under the defined contribution retirement funds of the Group were contributed to the Bureau of Labor Insurance or local authorities:

	January to March, 2023	January to March, 2022
\$	<u>61,622</u>	<u>81,383</u>

(q) Income taxes

The details of the income tax expenses of the Consolidated Company are as follows:

	January to March, 2023	January to March, 2022
Income tax expenses for the period		
Recognized for the period	<u>\$ 325,383</u>	<u>247,316</u>
Deferred income tax expenses		
Occurrence and reversal of temporary differences	<u>61,042</u>	<u>28,421</u>
Income tax expenses	386,425	275,737
Less: income tax expenses attributable to the discontinued operation	<u>(1,220)</u>	<u>(18,030)</u>
Income tax expenses	<u>\$ 385,205</u>	<u>257,707</u>

The income tax returns of the Company, Ennoconn International, Goldteck Technology, Thecus, CASWELL and MIC INC. through 2020 have been assessed by the tax authorities. The Company disagrees with the approved contents of 2015 and 2018, and is currently applying for review. However, the Company has assessed the relevant income tax based on the principle of prudence.

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(r) Capital and other equity

Apart from the matters described in the following paragraphs, there were no major changes in the Consolidated Company's capital and other equity for the three months ended March 31, 2023 and 2022. For relevant information, please refer to Note 6 (r) of the consolidated financial statements for the year ended December 31, 2022.

1. Issuance of ordinary shares

On Jan 4, 2022, the Consolidated Company adopted the private placement of ordinary share at the special meeting of shareholders. The placement issues 4,880 thousand shares at NT\$226.92 per share. The reference date for capital increase is January 11, 2022, and the relevant legal registration procedures have been completed.

The transfer of the above-mentioned privately placed ordinary shares and the subsequent issuance of bonus shares shall be handled under the provisions of Article 43-8 of the Securities and Exchange Act, and the Company must arrange with the Financial Supervisory Commission for a public offering, at least 3 full years after the delivery date of the privately placed ordinary shares, before it may apply to the Stock Exchange for listing and trading.

On March 22, 2022, the Board of Directors of the Company resolved to cancel the treasury stock in accordance with Article 28-2 of the Securities and Exchange Act and to reduce the capital by NT\$6,550 thousand to eliminate 655 thousand shares as the buyback shares of NT\$233,608 thousand have not been transferred for five years. The capital reduction date was May 8, 2022, and the related legal registration procedures had been completed. The paid-in capital after the change was NT\$1,060,370 thousand.

For the three months ended March 31, 2023, the Company issued 2,728 thousand new shares at face value with a total amount of NT\$27,281 thousand due to the holders of corporate bonds exercising their conversion rights. The aforementioned new share issuance industry has completed the statutory registration procedures.

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2. Capital surplus

The components of the Company's capital reserve are as follows:

	2023.3.31	2022.12.31	2022.3.31
Premium of issued shares	\$ 5,039,717	5,039,717	5,690,923
Issuance of new shares for other company's shares	1,372,670	1,372,670	1,372,670
Premium on conversion of convertible corporate bonds	2,373,335	1,797,651	1,797,651
Share options for convertible corporate bonds	366,760	396,757	396,757
Expired stock options	385,261	385,261	385,261
Changes in percentage of ownership in subsidiaries and associates	324,681	293,268	302,116
	\$ 9,862,424	9,285,324	9,945,378

3. Retained earnings

In accordance with the Company's Articles of Incorporation, the Company shall, after the final settlement of each year's earnings, first complete tax contributions, make up for prior years' deficits and set aside 10% as legal reserve, except when the legal reserve has reached the level of total capital; the Company is required by law to set aside or reverse special reserve. In the case of unappropriated earnings for the same period, the Board of Directors shall put forward a proposal for the distribution of earnings to the shareholders for resolution.

The Company lies in a growth stage of industrial development, and there will be plans to expand production lines and funding needs in the coming years. Therefore, a residual dividend policy is adopted. The remaining earnings shall be paid in the form of cash dividends after the retained earnings are used to cope with the required funds and pay cash dividends of not less than 10% of the dividends distributed in the current year.

(1) Legal reserve

If the Company has no deficit, it may, by resolution of the shareholders in general meeting, issue new shares or cash out of the legal reserve to the extent that such reserve exceeds 25% of the paid-in capital.

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

(2) Special reserve

When the Company firstly adopted the IFRS recognized by FSC and selected applied exemption items under IFRS1 First-time Adoption of International Financial Reporting Standards, the unrealized revaluation appreciation, cumulative conversion adjustments (benefits) under the recorded shareholders' equity, and the recorded assets were classified as "investment real estate" on the conversion date, and the retained earnings are increased by taking the fair value on the conversion date as the recognized cost in accordance with the regulations. According to FSC No. 1010012865 order issued on April 6, 2012, the special surplus reserves at the same amount is recognized. When using, disposing or reclassifying relevant assets, the Company may reverse the proportion of the initial special surplus reserve to distribute the surplus. As of March 31, 2023 and 2022, the balance of such special reserve was NT\$1,768,490 thousand and NT\$1,010,924 thousand.

In accordance with the above order, when distributing the distributable surplus, the Company shall make up the difference between the net deduction of other shareholders' equity in the account in the current year and the balance of the special surplus reserve referred to in the preceding paragraph, and make up the special surplus reserve from the current profit and loss and the undistributed surplus in the previous period. If there is a subsequent reversal in the amount of other decreases in shareholders' equity, the reversal may be distributed in the form of a surplus.

(3) Earnings distribution

The Company's Board of Directors proposed the earnings distribution for the year ended December 31, 2022 on March 31, 2023, and it resolved the cash dividends amount for distributing earnings proposal for the year ended December 31, 2021, in the shareholders meeting on June 23, 2022, and the amount related to the dividends distributed to the owner are as follows:

	2022		2021	
	Payout (NT\$)	Amount	Payout (NT\$)	Amount
Distributed to owners of ordinary shares:				
Cash	\$ 15	1,604,720	7	742,259

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

4. Treasury stock

As of March 31, 2023 and 2022, the treasury stock not canceled and held by the Company was 0 and 655 thousand shares, respectively. Treasury stock held by the Company shall not enjoy the rights of shareholders before being transferred in accordance with the Company Act.

5. Other equity (net after tax) and non-controlling interests

	Exchange differences on translation of foreign financial statements	Unrealized gain or loss on financial assets at FVTOCI	Non-controlling interests	Total
Balance as of January 1, 2023	\$ (830,267)	(75,667)	27,177,156	26,271,222
Impact amount of retrospective restatement	-	-	2,944	2,944
Net income for period	-	-	682,623	682,623
Exchange differences on translating the net assets of foreign operations	(69,409)	-	71,314	1,905
Share of associates accounted for using the equity method	290	-	(10)	280
Unrealized gain or loss on financial assets at FVTOCI	-	19,180	(31,964)	(12,784)
Remeasurement of defined benefit plan	-	-	884	884
Cash dividends distributed by subsidiaries	-	-	(180,323)	(180,323)
Changes in percentage of ownership in subsidiaries	-	-	(24,872)	(24,872)
Other changes	-	-	(61,517)	(61,517)
Balance as of March 31, 2023	<u>\$ (899,386)</u>	<u>(56,487)</u>	<u>27,636,235</u>	<u>26,680,362</u>
Balance as of January 1, 2022	\$ (1,673,323)	(95,167)	20,565,729	18,797,239
Impact amount of retrospective restatement	-	-	374	374
Net income for period	-	-	451,698	451,698
Exchange differences on translating the net assets of foreign operations	329,228	-	256,438	585,666
Share of conversion difference of associates accounted for using the equity method	1,322	-	92	1,414
Unrealized gain or loss on financial assets at FVTOCI	-	(70,343)	763	(69,580)
Changes in percentage of ownership in subsidiaries	-	-	(23,028)	(23,028)
Other changes	-	-	259,056	259,056
Balance as of March 31, 2022	<u>\$ (1,342,773)</u>	<u>(165,510)</u>	<u>21,511,122</u>	<u>20,002,839</u>

(s) Share-based payment

Apart from the matters described in the following paragraphs, there were no major changes in the Group's share-based payment for the three months ended March 31, 2023 and 2022. For relevant information, please refer to Note 6 (s) of the consolidated financial statements for the year ended December 31, 2022.

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

1. MIC INC. and ADAT (a subsidiary of MIC INC.) paid the share-based payment for the three months ended March 31, 2023 and 2022 as below:

Issuer	Category of agreements	Granting day	Number granted shares (in thousand shares)	Contract period	Vested conditions
ADAT	Employee stock options plan	April 1, 2019	436	6 years	0-2 years, service expired
"		September 1, 2019	314	"	"
"		May 1, 2020	27	"	"
"		September 1, 2020	137	"	"

- (1) The abovementioned share-based payment agreements are equity-settled share-based payment transactions.
- (2) The details of the above share-based payment agreements are as follows:

ADAT:

	January to March, 2022	
	Weighted average performance price (NT\$)	Stock option quantity
Outstanding stock options as of January 1	10.00	122
Exercise of stock options in the current period	-	-
Forfeiture of stock options in the current period	-	-
Outstanding stock options as of March 31	10.00	122
Exercisable options as of March 31		64

Note: The Company's subsidiary-ADAT employee stock option scheme expired on December 31, 2022.

- (3) The maturity date and strike price of options outstanding on the balance sheet date are as follows:

			2022.3.31	
Issuer	Approved issue date	Maturity date	Number of shares (thousand shares)	Performance price (NT\$)
ADAT	April 1, 2019	March 31, 2025	50	10.00
"	September 1, 2019	August 31, 2025	9	10.00
"	May 1, 2020	April 30, 2026	15	10.00
"	September 1, 2020	August 31, 2026	48	10.00

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

- (4) MIC Inc. and its subsidiary adopt the Black-Scholes option evaluation model to estimate the fair value of share-based payment on the granting day as below:

Issuer	Category of agreements	Granting day	Share price (NT\$)	Performance price (NT\$)	Expected volatility	Expected duration	Expected dividends yield	Risk-free interest rate	Fair value per unit (NT\$)
ADAT	Employee stock options plan	April 1, 2019	10.00	10.00	47.77%	3.550年	0%	0.61%	2.4727
"	"	September 1, 2019	10.00	10.00	44.29%	3.550年	0%	0.54%	2.7873
"	"	May 1, 2020	10.00	10.00	38.58%	3.550年	0%	0.38%	10.4014
"	"	September 1, 2020	10.00	10.00	38.10%	3.550年	0%	0.38%	9.9910

- (5) ADAT paid NT\$0 thousand and NT\$44 thousand shared-based payment for the three months ended March 31, 2023 and 2022, respectively.

(t) Earnings per Share

The relevant calculations of the Company's basic earnings per share and diluted earnings per share are as follows:

1. Basic Earnings per Share

(1) Net profit attributable to the Company

	January to March, 2023			January to March, 2022		
	Continuing operations	Discontinued operation	Total	Continuing operations	Discontinued operation	Total
Net profit attributable to the Company	\$ 492,392	54	492,446	297,625	16,683	314,308

(2) Weighted average outstanding ordinary shares

	2023	2022
Ordinary shares issued as of January 1	\$ 106,037	101,812
Effects of treasury stock	-	(655)
Effects of stock dividends	135	-
Effect of cash capital increase on the issuance of new shares	-	4,338
Weighted average outstanding ordinary shares as of March 31	<u>\$ 106,172</u>	<u>105,495</u>
Basic earnings per share (NT\$)	<u>\$ 4.64</u>	<u>2.98</u>

	January to March, 2023			January to March, 2022		
	Continuing operations	Discontinued operation	Total	Continuing operations	Discontinued operation	Total
Basic Earnings per Share	\$ 4.64	-	4.64	2.82	0.16	2.98

2. Diluted earnings per share

(1) Net profit (diluted) attributable to the Company

	January to March, 2023			January to March, 2022		
	Continuing operations	Discontinued operation	Total	Continuing operations	Discontinued operation	Total
Net profit attributable to the holders of ordinary share equity of the Company (basic)	\$ 492,392	54	492,446	297,625	16,683	314,308
After tax interest expenses and financial evaluation gains and losses of convertible corporate bonds	10,491	-	10,491	24,153	-	24,153
Net profit attributable to the holders of ordinary share equity of the Company (diluted)	<u>\$ 502,883</u>	<u>54</u>	<u>502,937</u>	<u>321,778</u>	<u>16,683</u>	<u>338,461</u>

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

(2) Weighted average share outstanding (diluted)

	January to March, 2023	January to March, 2022
Weighted average number of outstanding ordinary shares (basic)	106,172	105,495
Effect of conversion of convertible corporate bonds	38,299	35,945
Effect of employee remuneration	379	105
Weighted average outstanding ordinary shares (diluted) as of March 31	144,850	141,545

	January to March, 2023			January to March, 2022		
	Continuing operations	Discontinued operation	Total	Continuing operations	Discontinued operation	Total
Diluted earnings per share	\$ 3.47	-	3.47	2.27	0.12	2.39

(u) Revenue from customer contracts

1. Description of Revenue

The Consolidated Company has the following revenues:

	January to March, 2023	January to March, 2022
Commodity sales revenue	\$ 17,838,360	18,805,992
Service revenue	906,264	12,501
Project revenue	9,822,989	5,453,827
	28,567,613	24,272,320
Less: operating revenue attributable to the discontinued operation	(76,303)	(2,599,196)
	\$ 28,491,310	21,673,124

2. Balance of contracts

	2023.3.31	2022.12.31	2022.3.31
Accounts receivable	\$ 14,819,693	17,390,498	16,975,794
Contract assets-construction contracts	\$ 10,344,187	9,059,781	8,714,678
Contract assets-sales contracts	974,373	1,398,269	323,951
Contract assets-labor service contracts	605,594	410,742	796,686
Total	\$ 11,924,154	10,868,792	9,835,315
Contract liabilities-construction contracts	\$ 5,782,833	5,723,089	5,242,080
Contract liabilities-sales contracts	1,984,962	1,688,212	1,998,427
Contract liabilities-labor service contracts	2,147,327	1,681,358	1,828,748
Contract liabilities-extended warranty service	331,347	596,973	608,233
Total	\$ 10,246,469	9,689,632	9,677,488

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

Please refer to Note 6(b) for the disclosure of notes and accounts receivable and their impairment.

(v) Remuneration for employees and directors

In accordance with the Company's Articles of Incorporation, no less than 2% of the Company's annual profits shall be appropriated to the compensation of employees and no more than 2% to the compensation of directors and supervisors. However, where the Company has accumulated losses, the Company shall first reserve certain amount of the profit to recover the losses. Parties eligible to receive the said compensation in the form of stock or cash shall include employees in the controlling and associates who met certain conditions.

The accrued amount of compensation of employees for the three months ended March 31, 2023 and 2022 were NT\$10,302 thousand and NT\$11,913 thousand, respectively, and the estimate amount of compensation to directors and supervisors were both NT\$765 thousand. The Company's net profit before tax for the period is estimated by multiplying the amount of the Company's net profit before issuing the compensation of employees, directors and supervisors by the proportion of the Company's compensation distribution to employees, directors and supervisors as provided in the Company's Articles of Incorporation, and is reported as operating costs or expenses for that period. The difference between accrual and actual payment, if any, is treated as the change in accounting estimate and recognized in profit or loss in the following year.

For the years ended December 31, 2022 and 2021, the Company provided its remuneration to employees amounted to NT\$89,000 thousand and NT\$36,000 thousand, respectively, and the remuneration to directors and supervisors both amounted to NT\$2,850 thousand and NT\$3,060 thousand, which was consistent with the actual status of the distribution. The information can be obtained on the TWSE MOPS website.

(w) Non-operating income and expenses

1. Other income

The Group has the following other income:

	January to March, 2023	January to March, 2022
Rental income	\$ 4,460	5,793
Dividend income	1,769	264
	6,229	6,057
Less: other income attributable to the discontinued operation	(26)	(965)
Total other income	\$ 6,203	5,092

**Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its
Subsidiaries (Continued)**

2. Other gains and losses

The details of other gains and losses of the Group are as follows:

	January to March, 2023	January to March, 2022
Gains (losses) from disposal of property, plant and equipment	\$ 1,483	461
Gains on disposal of investments	58,787	5,944
Gain (loss) on foreign exchange	(64,744)	158,554
Net (loss) gain of financial assets and liabilities	80,424	(111,891)
Others	304,355	370,861
	380,305	423,929
Less: other gains and losses attributable to the discontinued operation	(1,495)	27,628
Other net gains and losses	\$ 378,810	451,557

3. Financial costs

The Group has the following financial costs:

	January to March, 2023	January to March, 2022
Interest on bank loans	\$ 173,370	91,495
Interest on lease liabilities	27,813	17,477
Accrued interest on corporate bonds payable	24,254	23,918
	225,437	132,890
Less: financial costs attributable to the discontinued operation	(1,594)	(16,909)
Net financial cost	\$ 223,843	115,981

(x) Financial instruments

1. Credit Risks

The carrying amount of a financial asset represents the maximum amount of credit risk.

As of March 31, 2023, December 31, 2022 and March 31, 2022, the Consolidated Company had no concentrations at credit risk.

Please refer to Note 6(b) for details of credit risk exposure information of notes receivable and accounts receivable.

Other financial assets measured at amortized cost include other receivables and certificates of deposit. The above are financial assets with low credit risk, so the allowance loss in this period is measured according to the expected credit loss amount of 12 months.

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

2. Liquidity Risks

The contracts of financial liabilities are sorted by their maturity dates as follows. The estimated interests are included, but the effect of net value agreement is excluded.

	<u>Book value</u>	<u>Contract cash flow</u>	<u>Within 6 months</u>	<u>6-12 months</u>	<u>More than 1 year</u>
March 31, 2023					
Non-derivative financial liabilities					
Non-interest bearing liabilities	\$ 25,844,015	(25,844,018)	(25,844,018)	-	-
Lease liabilities	3,832,360	(3,909,858)	(906,396)	(60,906)	(2,942,556)
Floating rate instruments	22,513,939	(23,197,365)	(14,176,087)	(1,785,642)	(7,235,636)
Instruments with fixed interest rates	8,021,293	(8,025,484)	-	(5,679,252)	(2,346,232)
	<u>\$ 60,211,607</u>	<u>(60,976,725)</u>	<u>(40,926,501)</u>	<u>(7,525,800)</u>	<u>(12,524,424)</u>
December 31, 2022					
Non-derivative financial liabilities					
Non-interest bearing liabilities	\$ 26,758,911	(26,758,911)	(26,758,911)	-	-
Lease liabilities	3,665,353	(4,106,392)	(875,771)	(234,078)	(2,996,543)
Floating rate instruments	23,197,752	(23,992,694)	(14,496,598)	(2,782,786)	(6,713,310)
Instruments with fixed interest rates	8,809,170	(8,815,490)	(167,395)	(651,200)	(7,996,895)
	<u>\$ 62,431,186</u>	<u>(63,673,487)</u>	<u>(42,298,675)</u>	<u>(3,668,064)</u>	<u>(17,706,748)</u>
March 31, 2022					
Non-derivative financial liabilities					
Non-interest bearing liabilities	\$ 23,244,124	(23,244,124)	(23,244,124)	-	-
Lease liabilities	3,663,663	(3,728,557)	(968,215)	(525,576)	(2,234,766)
Floating rate instruments	18,049,545	(18,428,631)	(8,079,039)	(2,239,039)	(8,110,553)
Instruments with fixed interest rates	8,743,497	(8,743,497)	-	(165,662)	(8,577,835)
	<u>\$ 53,700,829</u>	<u>(54,144,809)</u>	<u>(32,291,378)</u>	<u>(2,930,277)</u>	<u>(18,923,154)</u>

The Consolidated Company does not expect that the timing of the cash flows for the maturity analysis will occur significantly earlier, or that the actual amounts will be significantly different.

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

3. Market Risks

(1) Exchange Rate Risks

The Group's financial assets and liabilities exposed to significant foreign currency exchange rate risk are as follows:

	2023.3.31			2022.12.31			2022.3.31		
	Foreign currency	Rate	TWD	Foreign currency	Rate	TWD	Foreign currency	Rate	TWD
<u>Financial assets</u>									
<u>Monetary items</u>									
USD	\$ 405,289	30.38 (USD:TWD)	12,312,680	395,448	30.71 (USD:TWD)	12,144,208	696,375	28.63 (USD:TWD)	19,937,216
USD	77,022	0.9386 (USD:EUR)	2,376,989	100,746	0.9386 (USD:EUR)	3,094,010	77,180	0.8969 (USD:EUR)	2,209,590
USD	16,042	6.8889 (USD:CNY)	487,357	43,616	6.9637 (USD:CNY)	1,339,444	33,808	6.3481 (USD:CNY)	967,921
<u>Financial liabilities</u>									
<u>Monetary items</u>									
USD	210,042	30.38 (USD:TWD)	6,381,076	170,153	30.71 (USD:TWD)	5,255,399	329,905	28.63 (USD:TWD)	9,445,180
USD	66,669	0.9386 (USD:EUR)	2,057,483	70,469	0.9386 (USD:EUR)	2,164,173	72,504	0.8969 (USD:EUR)	2,075,720
USD	27,444	6.8889 (USD:CNY)	833,750	43,613	6.9637 (USD:CNY)	1,339,352	57,852	6.3481 (USD:CNY)	1,656,299

Note: The exchange rates of Euro and CNY against the Taiwan dollar listed above are as follows:

	<u>2023.3.31</u>	<u>2022.12.31</u>	<u>2022.3.31</u>
EUR:TWD	\$ 32.88	32.72	31.92
CNY:TWD	4.41	4.410	4.510

The exchange rate risk of the Group mainly comes from foreign currency-denominated cash and cash equivalent, accounts receivable and other receivables, borrowings, accounts payable and other accounts payable, resulting into gains and losses of conversion of foreign currency when exchanging. As of March 31, 2023 and 2022, if NTD had depreciated or appreciated by 1% relative to USD held by the Company and all other factors remained constant, net income would have increased or decreased by NT\$59,047 thousand and NT\$99,375 thousand for the three months ended March 31, 2023 and 2022. The same basis is used for both periods of analysis.

As the Consolidated Company transacts in various currencies, the exchange gains and losses from monetary items are disclosed by means of consolidation. The foreign currency exchange gains and losses (both realized and unrealized) for the years ended December 31, 2023 and 2022 were losses of NT\$64,744 thousand, and gains of NT\$158,554 thousand, respectively.

(2) Interest Rate Risks

The interest rate exposure to the Consolidated Company's financial assets and financial liabilities is described in the liquidity risk management of this note.

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

The following sensitivity analysis is based on the interest rate exposure of non-derivative instruments on the reporting date. For floating rate liabilities, the analysis method assumes that the amount of liabilities outstanding on the reporting date is outstanding throughout the year. The rate of change used by the Consolidated Company when reporting interest rates to key management personnel is 1% increase or decrease in interest rates, which also represents the management's assessment of the reasonable range of possible changes in interest rates.

If the interest rate increased or decreased by 1%, and other variable were held constant, the Consolidated Company's net income before tax for the three months ended March 31, 2023 and 2022 would have decreased or increased by NT\$224,939 thousand and NT\$173,220 thousand, mainly due to changes in loan interest rate of the Consolidated Company.

(3) Other Price Risks

Changes in price of equity securities at the reporting date (on the same basis for both periods and assuming no change in other factors) would have the following effects on the consolidated income statement:

	January to March, 2023		January to March, 2022	
Securities price as of the reporting date	Other comprehen sive income before tax	Profit after tax	Other comprehe nsive income before tax	Profit after tax
Increased by 1%	\$ 13,088	11,102	8,827	10,780
Decreased by 1%	\$ (13,088)	(11,102)	(8,827)	(10,780)

4. Information on fair value

(1) Classification of financial instruments and at fair value

The fair value of financial assets and liabilities of the Consolidated Company are measured at fair value through profit or loss and other comprehensive income on a recurring basis. The carrying amount and fair value of various types of financial assets and financial liabilities (including information on the level of fair value, but the book amount of financial instruments not measured at fair value is a reasonable approximation of fair value, and lease liabilities are not required to disclose fair value information according to regulations) are as follows:

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

	2023.3.31				
	Book value	Fair value			Total
		Level 1	Level 2	Level 3	
Financial assets at FVTPL					
Derivative financial assets	\$ 5,453	-	4,470	983	5,453
Investment in equity instruments					
- Publicly traded shares	163,613	163,613	-	-	163,613
- Non-TWSE/TPEX-listed and emerging stocks	635,119	-	-	635,119	635,119
- Fund beneficiary certificates	308,586	-	-	308,586	308,586
Subtotal	<u>1,112,771</u>	163,613	4,470	944,688	1,112,771
Financial assets measured at fair value through other comprehensive income					
Investment in equity instruments					
- Publicly traded shares	\$ 388,314	388,314	-	-	388,314
- Non-publicly traded shares	920,512	-	-	920,512	920,512
Subtotal	<u>1,308,826</u>	388,314	-	920,512	1,308,826
2023.3.31					
	Book value	Fair value			Total
		Level 1	Level 2	Level 3	
Financial assets as measured at amortized cost					
Cash and cash equivalents	26,253,789	-	-	-	-
Financial assets as measured at amortized cost	185,636	-	-	-	-
Contract assets	11,924,154	-	-	-	-
Notes receivable and accounts receivable	14,878,466	-	-	-	-
Other receivables	876,195	-	-	-	-
Refundable deposits	624,013	-	-	-	-
Subtotal	<u>54,742,253</u>	-	-	-	-
Total	<u>\$ 57,163,850</u>	<u>551,927</u>	<u>4,470</u>	<u>1,865,200</u>	<u>2,421,597</u>
Financial liabilities at amortized cost					
Bank loans	\$ 22,513,939	-	-	-	-

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

2023.3.31					
Fair value					
Book value	Level 1	Level 2	Level 3	Total	
Contract liabilities	10,246,469	-	-	-	-
Notes and accounts payable (including related parties)	19,680,805	-	-	-	-
Other payables	6,163,210	-	-	-	-
Lease liabilities	3,832,360	-	-	-	-
Convertible bond	8,021,293	-	8,564,697	-	8,564,697
Subtotal	<u>70,458,076</u>	-	<u>8,564,697</u>	-	<u>8,564,697</u>
Total	<u>\$ 70,458,076</u>	-	<u>8,564,697</u>	-	<u>8,564,697</u>
2022.12.31					
Fair value					
Book value	Level 1	Level 2	Level 3	Total	
Financial assets at FVTPL					
Derivative financial assets	\$ 195	-	-	195	195
Investment in equity instruments					
- Publicly traded shares	141,934	141,934	-	-	141,934
- Non-TWSE/TPEX-listed and emerging stocks	673,430	-	-	673,430	673,430
- Fund beneficiary certificates	333,661	-	-	333,661	333,661
Subtotal	<u>1,149,220</u>	<u>141,934</u>	-	<u>1,007,286</u>	<u>1,149,220</u>
Financial assets measured at fair value through other comprehensive income					
Investment in equity instruments					
- Publicly traded shares	208,131	208,131	-	-	208,131
- Non-publicly traded shares	823,150	-	-	823,150	823,150
Subtotal	<u>1,031,281</u>	<u>208,131</u>	-	<u>823,150</u>	<u>1,031,281</u>

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

	2022.12.31				
	Book value	Fair value			Total
		Level 1	Level 2	Level 3	
Financial assets as measured at amortized cost					
Cash and cash equivalents	\$ 25,963,256	-	-	-	-
Financial assets as measured at amortized cost	23,655	-	-	-	-
Contract assets	10,868,792	-	-	-	-
Notes and accounts receivable (including related parties)	17,432,631	-	-	-	-
Other receivables	1,099,860	-	-	-	-
Refundable deposits	691,647	-	-	-	-
Subtotal	<u>56,079,841</u>	-	-	-	-
Total	<u>\$ 58,260,342</u>	<u>350,065</u>	<u>-</u>	<u>1,830,436</u>	<u>2,180,501</u>
Financial liabilities at FVTPL					
Derivative financial liabilities	\$ 1,638	-	1,638	-	1,638
Subtotal	<u>1,638</u>	<u>-</u>	<u>1,638</u>	<u>-</u>	<u>1,638</u>
Financial liabilities at amortized cost					
Bank loans	23,197,752	-	-	-	-
Contract liabilities	9,689,632	-	-	-	-
Notes and accounts payable (including related parties)	21,548,455	-	-	-	-
Other payables	5,210,456	-	-	-	-
Lease liabilities	3,665,353	-	-	-	-
Convertible bond	8,809,170	-	9,111,595	-	9,111,595
Subtotal	<u>72,120,818</u>	<u>-</u>	<u>9,111,595</u>	<u>-</u>	<u>9,111,595</u>
Total	<u>\$ 72,122,456</u>	<u>-</u>	<u>9,113,233</u>	<u>-</u>	<u>9,113,233</u>

	2022.3.31				
	Book value	Fair value			Total
		Level 1	Level 2	Level 3	
Financial assets at FVTPL					
Derivative financial assets	\$ 12,014	-	-	12,014	12,014
Investment in equity instruments					
- Publicly traded shares	131,090	131,090	-	-	131,090
- Non-TWSE/TPEX-1 listed and emerging stocks	742,280	-	-	742,281	742,281

**Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its
Subsidiaries (Continued)**

	2022.3.31				
	Book value	Fair value			Total
		Level 1	Level 2	Level 3	
- Fund beneficiary certificates	192,653	-	-	192,653	192,653
Subtotal	1,078,037	131,090	-	946,948	1,078,038
Financial assets measured at fair value through other comprehensive income					
Investment in equity instruments					
- Non-publicly traded shares	882,730	-	-	882,730	882,730
Subtotal	882,730	-	-	882,730	882,730
Financial assets as measured at amortized cost					
Cash and cash equivalents	14,824,393	-	-	-	-
Financial assets as measured at amortized cost	25,173	-	-	-	-
Contract assets	9,835,315	-	-	-	-
Notes and accounts receivable (including related parties)	17,045,988	-	-	-	-
Other receivables	2,469,863	-	-	-	-
Subtotal	44,200,732	-	-	-	-
Total	\$ 46,161,499	131,090	-	1,829,678	1,960,768
Financial liabilities at FVTPL					
Derivative financial liabilities	\$ 1,375	-	1,375	-	1,375
Subtotal	1,375	-	1,375	-	1,375
Financial liabilities at amortized cost					
Borrowings	18,049,545	-	-	-	-
Contract liabilities	9,151,908	-	-	-	-
Notes and accounts payable (including related parties)	18,494,084	-	-	-	-
Other payables	4,750,040	-	-	-	-
Lease liabilities	3,663,663	-	-	-	-
Convertible bond	8,743,497	-	8,743,497	-	8,743,497
Subtotal	62,852,737	-	8,743,497	-	8,743,497
Total	\$ 62,854,112	-	8,744,872	-	8,744,872

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

- (2) Fair value evaluation techniques for financial instruments not measured at fair value

The methods and assumptions used by the Company to estimate instruments not measured at fair value are as follows:

For financial assets and liabilities measured at amortized cost, if there is quotation information on transactions or market makers, the latest transaction price and quotation information shall be used as the basis for the evaluation of fair value. If the market value is not available for reference, the evaluation method shall be used for estimation. Discounted cash flow is adopted to estimate the fair value based on the estimates and assumptions used in the evaluation method.

- (3) Fair value evaluation techniques for financial instruments measured at fair value

A. Non-derivative financial instruments

When a market is considered active, the quoted price in the market should be used as the fair value for the financial instrument. The market prices announced by TPEX are the basis for the fair value for equity instruments listed on TWSE/TPEX and debt instruments with open quotations in the active market.

If the public quotation of a financial instrument can be obtained from the exchange, broker, underwriter, industry association, pricing service institution or competent authority in a timely and frequent manner, and the price represents the actual and frequent fair market transactions, the financial instrument has an active market public quotation. If the above conditions are unavailable, this market is deemed as inactive. Generally speaking, a large bid-ask spread, a significant increase in bid-ask spread, or a small trading volume are indicators of an inactive market.

If the financial instruments held by the Consolidated Company have an active market, their fair values are listed as follows by category and attribute:

- Listed redeemable corporate bonds, stocks, bills of exchange, and corporate bonds listed on TWSE/TPEX are financial assets and financial liabilities with standard terms and conditions and trade on the active market, and their fair values are determined by reference to the market quotations respectively.

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

Except for the above-mentioned financial instruments with active market, the fair value of other financial instruments is obtained by using evaluation technique or referring to the quotation of the counterpart. The fair value obtained through the evaluation technique can be calculated by referring to the current fair value of other financial instruments with substantially similar conditions and characteristics, the discounted cash flow method, or other evaluation techniques, including using the model based on the market information available on the consolidated reporting date (for example, the TWSE yield curve) Reuters commercial promissory note interest rate (average quotation).

If the financial instruments held by the Consolidated Company have no active market, their fair values are listed as follows by category and attribute:

- Equity instruments without public quotation: the fair value is estimated by using the discounted cash flow model. The main assumption is that the expected future cash flow of the investee is discounted at the rate of return reflecting the time value of money and investment risk.
- Equity instruments without public quotation: the fair value is estimated using the market comparable company method, and its main assumptions are measured based on the estimated pre-tax earnings before interest, depreciation and amortization of the investee, and the earnings multiplier derived from the market quotation of comparable listed companies. The estimate has adjusted the discount impact of the lack of market liquidity of the equity securities.

B. Derivative financial instruments

It is evaluated based on the evaluation model widely accepted by market players, such as discount method and option pricing model. Forward foreign exchange contracts are usually evaluated based on the current forward exchange rate. Structured interest rate derivative financial instruments adopt an option evaluation model (e.g. Black-Scholes) or other evaluation model (e.g. Monte Carlo simulation).

(4) Transfer between level 1 and level 2

There was no transfer for the three months ended March 31, 2023 and 2022.

(5) Quantitative information of fair value measurement using significant unobservable input value (Level 3)

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

The fair value measurement of the Consolidated Company is classified into the third level, mainly including financial assets measured at fair value through profit or loss - equity securities investment, derivative financial instruments, private fund investment and financial assets measured at fair value through other comprehensive profit or loss - equity securities investment.

Most of the fair values of the Consolidated Company are classified as level 3, with only a single significant unobservable input value, and only the equity instrument investments without active markets have complex significant unobservable input values. The significant unobservable inputs of equity instrument investments without active markets are independent of each other, so there is no correlation.

The quantitative information of significant unobservable inputs is listed as follows:

Item	Valuation technique	Significant unobservable input	Relationship between significant unobservable input and fair value
Equity instrument investments without active markets	Comparable companies in the market	<ul style="list-style-type: none"> • Lack of market liquidity discount (December 31, 2022 and December 31, 2021 were 15~25%) 	<ul style="list-style-type: none"> • The higher the discount for lack of marketability, the lower the fair value.

(y) Financial risk management

There were no significant changes in the objectives and policies of the Consolidated Company's financial risk management compared to those disclosed in Note 6(w) of the consolidated financial statements for the year ended December 31, 2022.

(z) Capital management

The Consolidated Company's capital management objectives, policies, and procedures were consistent with those disclosed in the consolidated financial statements for the year ended December 31, 2022. In addition, there were no significant changes in the aggregate quantitative information of capital management items compared to the information disclosed in the consolidated financial statements for the year ended December 31, 2022. Please refer to Note 6(x) of the consolidated financial statements for the year ended December 31, 2022 for relevant information.

(aa) Investment and financing activities of non-cash transactions

The Consolidated Company had no non-cash transaction investment and financing activities for the three months ended March 31, 2023 and 2022.

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

VII. Related Party Transactions

(a) Name and relationship of related party

The related parties that transact with the Consolidated Company within the coverage of this consolidated financial statements are as below:

Name of Related Party	Relationship with the Consolidated Company
Cloud Network Technology Singapore Pte. Ltd.	Associates
Cloud Network Technology Kft.	Associates
Competition Team Ireland Limited	Associates
CyberTAN Corp. (USA)	Associates
FOXCONN CZ s.r.o.	Associates
SafeDX s.r.o.	Associates
Triple Win Technology (ShenZhen) Co., Ltd.	Associates
Chung Hsin Electric & Machinery Manufacturing Corp.	Associates
WT Microelectronics Co., Ltd.	Associates (Note 1)
Dongguan Oyu Precision Technology Co., Ltd.	Associates
Anpinda Precision Industry (Huizhou) Co., Ltd.	Associates
Everlasting Digital ESG Co., Ltd.	Associates
Macrotec Technology Corp.	Associates
Premier Image Technology (China) Ltd.	Associates
Wuhan Jusda Supply Chain Management Limited	Associates
HeNan FuChi Technology Co., Ltd.	Associates
HeNan YuZhan Technology Limited	Associates
Fortune International Corporation	Associates
Glory Technology Service Inc.	Associates
Servtech Co., Ltd.	Associates
Sio International Holdings Limited Taiwan Branch (Cayman)	Associates
Foxconn Interconnect Technology Limited Taiwan Branch (Cayman)	Associates
Chongqing Hongteng Technology Co., Ltd.	Associates
ChongQing FuGui Electronics Co., Ltd	Associates
ChongQing Jingmei Precision electronic Co., Ltd.	Associates
Hong Kong Ennower Information Technology Co., Ltd.	Associates
Triple Win Technology (JinCheng) Co., Ltd.	Associates
Jincheng Futaihua Precision Electronic Co., Ltd.	Associates
Jincheng Hongzhi Nano Optical-mechanical-electrical Institute Co., Ltd.	Associates
Kangzhun Electronic Technology (Kunshan) Co., Ltd.	Associates
Shenzhen Zhunxuntong Technology Co., Ltd.	Associates
Shenzhen Fertile Plan International Logistics Co., Ltd.	Associates
Shenzhen Pictographic Technology Co., Ltd.	Associates (Note 2)
Shenzhen Hyper Power Information Technology Co., Ltd.	Associates
Yantian Jusda Supply Chain Management Co., Ltd.	Associates
Shenzhen Asiatek Inc.	Associates
Shenzhen FuTaiHong Precision Industry Co., Ltd.	Associates
Shenzhen Fulian Fugui Precision Industry Co., Ltd.	Associates
Foxconn (KunShan) Computer Connector Co., Ltd.	Associates
Hongfujin Precision Industry (Shenzhen) Co., Ltd.	Associates
Foxconn Precision Electronics (Taiyuan) Co., Ltd.	Associates
Fujin Precision Industry (Shenzhen) Co., Ltd.	Associates
Fujin Precision Industrial (Jincheng) Co., Ltd.	Associates
Futaihua Industrial (Shenzhen) Co., Ltd.	Associates
Futaihua Precision Industrial (Weihai) Co., Ltd.	Associates
Futaihua Precision Electronics (Zhenzhou) Co., Ltd.	Associates

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

Name of Related Party	Relationship with the Consolidated Company
FIH (Hong Kong) Limited	Associates
Fuxiang Precision Industrial (Kunshan) Co., Ltd.	Associates
Fuguikang Precision Electronics (Guizhou) Co., Ltd.	Associates
Foxon Technical (Dezhou) Co., Ltd.	Associates
Fulian Technology (Wuhan) Co., Ltd.	Associates
Fulian Technology (Jiyuan) Co., Ltd.	Associates
Foxon Technical (Lankao) Co., Ltd.	Associates
Fulian Technology (Hebi) Co., Ltd.	Associates
Fulian Yuzhan Technology (Shenzhen) Co., Ltd. (previously known as Shenzhen Yuzhan Precision Technology Co., Ltd.)	Associates
Fulian Yuzhan Technology (HengYang) Co., Ltd. (previously known as Hengyang Yuzhan Precision Technology Co., Ltd.)	Associates
Fulian Precision Electronics (Tianjin) Co., Ltd. (previously known as Hongfujin Precision Electronics (Tianjin) Co., Ltd.)	Associates
Fulian Precision Electronics (Guiyang) Co., Ltd.	Associates
Foxconn Global Network	Associates
Fuyun Acoustics Technology (Shenzhen) Co., Ltd.	Associates
Chiun Mai Communication Systems, Inc.	Associates
Coiler Corporation	Associates
Arbor Technology Corporation	Associates
Forward Science Corp.	Associates
Ennowell Co., Ltd.	Associates
Hengyang Futaihong Precision Industry Co., Ltd.	Associates
Ur Materials Industry (ShenZhen) Co., Ltd.	Associates
Ur Hongxin Detection Technology (Shenzhen) Co., Ltd.	Associates
ProbeLeader Co., Ltd.	Associates
Hongzhun Precision Tooling (Kunshan) Co., Ltd.	Associates
Hon Hai Precision Industry Co., Ltd.	Associates
Hong Fu Sheng Precision Electronics (Zhengzhou) Co., Ltd.	Associates
Hongfujin Precision Industry (Wuhan) Co., Ltd.	Associates
Hongfujin Precision Electronics (Chongqing) Co., Ltd.	Associates
Hongfujin Precision Electronics (Yantai) Co., Ltd.	Associates
Hongfujin Precision Electronics (Zhengzhou) Co., Ltd.	Associates
Hon Young Semiconductor Corporation	Associates
Elecbay Technology Ltd.	Associates
Lankao YuFu Precision Technology Co., Ltd.	Associates
LanKao YuDe Environment Material Technology Inc.	Associates
Altus Technology Inc.	Associates

(Note 1) WT Microelectronics Co., Ltd. is no longer a related party of the Company from December 2022.

(Note 2) Shenzhen Pictographic Technology Co., Ltd. is no longer a related party of the Company from April 2022.

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

(b) Significant transactions with related parties

1. Operating revenue

The Consolidated Company has the following major sales with related parties:

<u>Accounts Item</u>	<u>Category of related party/Name</u>	<u>January to March, 2023</u>	<u>January to March, 2022</u>
Sales revenue	Associates:		
	Shenzhen Yuzhan Precision Technology Co., Ltd.	\$ -	42,776
	Foxconn Precision Electronics (Taiyuan) Co., Ltd.	13	19,750
	Futaihua Industrial (Shenzhen) Co., Ltd.	-	478
	HeNan YuZhan Technology Limited	-	12,405
	Others	11,877	38,845
Project revenue	Associates	20,889	26,257
		\$ 32,779	140,511

The sales transaction price of the Consolidated Company to the related parties is determined according to the agreement of both parties, and the collection policy is the payment term of 2 months.

2. Purchase and processing fees

The purchases of the Consolidated Company from related parties are:

<u>Category of related party/Name</u>	<u>January to March, 2023</u>	<u>January to March, 2022</u>
Associates:		
Hongfujin Precision Industry (Shenzhen) Co., Ltd.	\$ 21,401	25,347
Hon Hai Precision Industry Co., Ltd.	-	439
Kangzhun Electronic Technology (Kunshan) Co., Ltd.	-	1
Shenzhen Pictographic Technology Co., Ltd.	-	2,772
Elecbay Technology Ltd.	2,977	1,817
Foxconn Interconnect Technology Limited Taiwan Branch (Cayman)	4,187	16,895
WT Microelectronics Co., Ltd.	-	11,464
Coiler Corporation	55	9,391
Fuxiang Precision Industrial (kunshan) Co., Ltd.	5,309	589
Others	8,497	6,497
	\$ 42,426	75,212

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

The sales transaction price of the Consolidated Company to the related parties according to the agreement of both parties, and the payment policy is one to two months of monthly settlement.

3. Accounts receivable from related parties

Details of accounts receivable from related parties of the Consolidated Company are as follows:

<u>Accounts Item</u>	<u>Category of related party/Name</u>	<u>2023.3.31</u>	<u>2022.12.31</u>	<u>2022.3.31</u>
Accounts receivable - related parties	Associates:			
	Hongfujin Precision Industry (Shenzhen) Co., Ltd.	\$ 103	-	5,364
	Futaihua Industrial (Shenzhen) Co., Ltd. (Note)	248	-	10,568
	Hongfujin Precision Electronics (Zhengzhou) Co., Ltd.	-	-	607
	HeNan YuZhan Technology Limited	-	-	23,714
	Hong Kong Ennower Information Technology Co., Ltd.	45,348	47,928	69,239
	Shenzhen Asiatek Inc.	30,320	30,128	-
Accounts receivable - related parties	Associates:			
	Fulian Yuzhan Technology (Shenzhen) Co., Ltd.	-	16,459	-
	Shenzhen Yuzhan Precision Technology Co., Ltd.	-	-	94,867
	HeNan FuChi Technology Co., Ltd.	-	70,987	53,373
	Hon Hai Precision Industry Co., Ltd.	14,135	-	-
	Others	16,391	113,787	138,222
		\$ 106,545	279,289	395,954

Note: The accounts receivable due to purchases on behalf of others are included.

Guarantees from outstanding accounts receivable of related parties are not collected. Loss of allowance for accounts receivable from related parties on March 31, 2023, December 31, and March 31, 2022 were NT\$6,277 thousand, NT\$4,796 thousand, and NT\$0 respectively.

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

4. Accounts payable to related parties

Details of accounts payable to related parties of the Consolidated Company are as follows:

<u>Accounts Item</u>	<u>Category of related party/Name</u>	<u>2023.3.31</u>	<u>2022.12.31</u>	<u>2022.3.31</u>
Accounts payable	Associates:			
	Dongguan Oyu Precision Technology Co., Ltd.	\$ -	-	11,029
	Shenzhen Pictographic Technology Co., Ltd., Hongfujin Precision Industry (Shenzhen) Co., Ltd.	-	38,365	23,558
	Cloud Network Technology Kft.	-	50,520	-
Accounts payable	Associates:			
	Hon Hai Precision Industry Co., Ltd.	-	13,486	57,846
	Hongfujin Precision Industry (Shenzhen) Co., Ltd.	4,730	-	54,482
	Fuxiang Precision Industrial (kunshan) Co., Ltd.	4,449	-	-
	Macrotec Technology Corp.	4,370	-	-
	Shenzhen Asiatek Inc.	4,078	-	-
	Others	15,673	48,959	55,405
		\$ 33,300	151,330	202,320
Expenses payable (classified under other accounts payable)	Associates	\$ -	31,940	53,989

The balance of the outstanding payables to related parties is not guaranteed and will be settled in cash.

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

5. Endorsements/guarantees

<u>Name of endorsee/guarantee related party</u>	<u>January to March, 2023</u>	<u>January to March, 2022</u>
Innovative Systems Integration Limited	\$ -	858,750
Hua Cheng International Investment Co., Ltd.	-	1,000,000
Dexatek Technology Ltd.	160,000	160,000
HighAim Technology Inc.	548,100	672,660
Highaim Technology Inc.	45,675	42,038
Kontron AG and its subsidiary	7,716,948	6,167,853
MIC Inc. and its subsidiary	6,732,641	5,321,261
Ennoconn Hungary kft	1,522,500	-
	<u>\$ 16,725,864</u>	<u>14,222,562</u>

(c) Transactions with major managers

Remuneration for major managers include:

	<u>January to March, 2023</u>	<u>January to March, 2022</u>
Short-term employee benefits	\$ 113,248	71,672
Post-employment benefits	294	215
	<u>\$ 113,542</u>	<u>71,887</u>

Please refer to Note 6(s) for the description of share based payment.

VIII. Pledged Assets

The carrying value of the assets pledged as collateral by the Consolidated Company was as follows:

<u>Name of asset</u>	<u>Subject of pledge guarantee</u>	<u>2023.3.31</u>	<u>2022.12.31</u>	<u>2022.3.31</u>
Pledged time deposits (recognized as financial assets measured at amortized cost)	Bank loans, tariff guarantee, performance guarantee, and warranty guarantee	\$ 18,698	24,687	57,585
Pledged demand deposits (recognized as other financial assets)	Bank loans and performance guarantee	39,295	40,110	22,645
Accounts receivable	Bank loans and performance guarantee	195,894	136,314	60,924
Inventories	Performance guarantee	15,337	17,302	16,714
Land	Bank loans	465,608	122,198	-
Buildings, net	Bank loans	615,969	670,799	905,992
Investment properties	Bank loans	50,864	51,099	55,390
Refundable deposits	Tender deposit, performance bond, and warranty deposit	296,829	276,048	274,488
		<u>\$ 1,698,494</u>	<u>1,338,557</u>	<u>1,393,738</u>

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

IX. Significant Contingent Liabilities and Unrecognized Contract Commitments: None.

X. Losses due to Major Disasters: None.

XI. Significant Events after Balance Sheet Date

(a) MIC Inc., a subsidiary of the Consolidated Company, issued the fifth unsecured convertible corporate bond domestic was approved the resolution by the board of directors on March 17, 2023, with a face value of NT\$ 100,000 per bond, the number of issued was 25,000, and the total issued amount was NT\$2,500,000 thousand. It was declared to the Financial Supervisory Commission on April 11, 2023, and became effective on April 27, 2023.

XII. Others

(a) Summary of employee benefits, depreciation, and amortization expenses by function for the current period:

By function By nature	January to March, 2023			January to March, 2022		
	Operating costs	Operating expenses	Total	Operating costs	Operating expenses	Total
Employee benefits expenses						
Wages and salaries	438,801	2,505,066	2,943,867	413,443	3,167,464	3,580,907
Labor Insurance and National Health Insurance expenses	36,696	453,130	489,826	30,928	48,169	79,097
Pension costs	31,498	39,721	71,219	26,567	50,865	77,432
Other Employee Benefit Expenses	42,872	106,433	149,305	52,517	47,531	100,048
Depreciation expenses	134,648	276,051	410,699	183,845	288,964	472,809
Amortization expenses	6,093	220,469	226,562	2,876	305,912	308,788
Less: operating costs and operating expenses attributable to the discontinued operation	(10,033)	(2,667)	(12,700)	(547,114)	(163,332)	(710,446)

(b) Seasonality of operation:

The Group's operation is not subject to seasonal or periodical fluctuations.

(c) Discontinued operation:

As stated in Note 6 (d), Kontron AG sold part of its IT service business through a resolution of the board of directors in 2022. Since the department related to the business was not a discontinued operation or an asset to be sold on March 31, 2022, the consolidated income statement of the previous period has been restated to show the discontinued operation and the continuing operation separately.

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

Please refer to Note 6 (t) for the amount of income attributable to the owners of the parent company from continuing operations and discontinued operations.

The operating results of the discontinued operations are as follows:

	January to March, 2023	January to March, 2022
Net operating income	\$ 76,303	2,599,196
Operating costs	(59,253)	(1,910,834)
Gross operating profit	17,050	688,362
Operating expenses	(15,731)	(576,436)
Non-operating income and expenses	96	(42,671)
Pre-tax gains	1,415	69,255
Income tax expenses	(1,220)	(18,030)
Current year's gains	195	51,225
Current net profit of discontinued operation	\$ 195	51,225
Gains from disposal of discontinued operation:		
The Company owner	\$ 54	16,683
Non-controlling interests	141	34,542
	\$ 195	51,225

The cash inflows of the discontinued operations are as follows:

	January to March, 2023	January to March, 2022
Cash flows of operating activities	\$ 27,850	(480,705)
Cash flows of investing activities	2,427,375	(37,083)
Cash flows of financing activities	(88)	(86,946)
Net cash flow	\$ 2,455,137	(604,734)

Please refer to Note 6 (d) for the impact of the disposal of IT service business on the financial position of the Consolidated Company.

XIII. Supplementary Disclosures

(a) Information on Significant Transactions

In accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, the Consolidated Company shall re-disclose the following information on major transactions for the three months ended March 31, 2023:

1. Loans to others: Please refer to Table 1.
2. Provision of endorsements and guarantees to others: Please refer to Table 2.
3. Holding of marketable securities at the end of the period (excluding equity of subsidiaries, associates, and joint ventures): Please refer to Table 3.

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

4. Acquisition or sale of the same security with the accumulated cost reaching NT\$300 million or 20% of paid-in capital or more: No.
 5. Acquisition of property reaching NT\$300 million or 20% of paid-in capital or more: None.
 6. Disposal of property reaching NT\$300 million or 20% of paid-in capital or more: None.
 7. Purchases or sales of goods from or to related parties reaching NT\$100 million or 20% of paid-in capital or more: Please refer to Table 4.
 8. Receivables from related parties reaching NT\$100 million or 20% of paid-in capital or more: Please refer to Table 5.
 9. Engagement in derivative transactions: None.
 10. Business relations and material transactions between parent company and subsidiaries: Please refer to Table 6.
- (b) Re-investment information (excluding investees in Mainland China): Please refer to Table 7.
- (c) Information on investments in mainland China: None.
1. Name, major businesses and related information about investees in Mainland China: please refer to Table 8(1).
 2. Investment limit in Mainland China: please refer to Table 8(2).
 3. Major transactions with investees in mainland China: No.
- (d) Information on Major Shareholders:

Name of Major Shareholder	Shares	Shares Held	Shareholding ratio
Baoxin International Investments Ltd.		33,178,779	30.64%
Fubon Life Insurance Co., Ltd.		6,062,000	5.59%

XIV. Department Information

Information reported to the chief operating decision maker by the Consolidated Company for the purpose of resource allocation and assessment of segment performance focuses on the types of goods or services provided. The Consolidated Company was mainly engaged in the manufacturing and sales of data storage, processing equipment and industrial motherboard, network communication and facility electromechanical system services for the three months ended March 31, 2023 and 2022.

Notes to Consolidated Financial Statements of Ennoconn Technology Co., Ltd. and its Subsidiaries (Continued)

(a) Segment revenue and results of operations

The Consolidated Company shall report the segment revenues and operating results as follows:

		January to March, 2023							
		Industrial computer software and hardware sales department	Information system segment	Production and marketing department of network communication	Facility system and electromechanical system service department	Other departments	Adjustment and cancellation	Discontinued operations	Total
Revenue:									
Revenue from external									
clients	\$	1,549,790	9,133,937	1,076,550	13,885,761	6,109,166	(3,187,591)	(76,303)	28,491,310
Total earnings	\$	1,549,790	9,133,937	1,076,550	13,885,761	6,109,166	(3,187,591)	(76,303)	28,491,310
Profit and Loss of									
Reporting Segment	\$	549,883	660,590	127,135	618,474	268,751	(663,339)	(1,415)	1,560,079
		January to March, 2022							
		Industrial computer software and hardware sales department	Information system segment	Production and marketing department of network communication	Facility system and electromechanical system service department	Other departments	Adjustment and cancellation	Discontinued operations	Total
Revenue:									
Revenue from external									
clients	\$	2,130,090	10,367,949	1,126,891	9,667,890	2,567,250	(1,587,750)	(2,599,196)	21,673,124
Total earnings	\$	2,130,090	10,367,949	1,126,891	9,667,890	2,567,250	(1,587,750)	(2,599,196)	21,673,124
Profit and Loss of									
Reporting Segment	\$	393,626	387,020	90,952	503,028	110,580	(443,463)	(69,255)	972,488

(b) Segment assets and liabilities

The Consolidated Company shall report the measured amount of segment assets/liabilities, which are not provided for in operational decision-making, so the measured amount of assets/liabilities is not disclosed.

Ennoconn corporation And Subsidiaries
Loans to others
For the three months ended March 31, 2023

Table I

Unit: NT\$thousand

Code	Granting company	Borrower	Transaction item	Related party or not	Maximum balance of the current period	Ending balance	Actual amount used	Interest rate interval	Nature of loan	Transaction amount	Reason for Short-term Financing	Allowance for Bad Debts Recognized	Collateral		Limit on Loans Granted to a Single Party	Total Loan Limit
													Name	Value		
0	Ennoconn corporation	Ennoconn (Suzhou) Technology Co., Ltd.	Other receivables - related parties	Yes	1,200,000	1,200,000	182,700	6.23%	2	-	Operating working fund	-	None	-	1,497,894	5,991,578
0	Ennoconn corporation	Ennoconn Hungary Kft	Other receivables - related parties	Yes	761,250	761,250	395,850	6.23%	2	-	Operating working fund	-	None	-	1,497,894	5,991,578
1	Caswell Inc.	Apligo GmbH	Other receivables - related parties	Yes	24,360	24,360	24,360	2.45%	2	-	Operating working fund	-	None	-	318,639	637,278
1	Caswell Inc.	Hawkeye Tech Co., Ltd.	Other receivables - related parties	Yes	50,000	-	-	1.60%	2	-	Operating working fund	-	None	-	318,639	637,278
2	Kontron AG	S & T Romania SRL, Romania	Other receivables - related parties	Yes	353,181	349,284	349,284	3.00%	2	-	Operating working fund	-	None	-	2,117,270	8,469,080
2	Kontron AG	S & T Consulting Hungary Kft., Hungary	Other receivables - related parties	Yes	144,203	144,203	144,203	3.00%	2	-	Operating working fund	-	None	-	2,117,270	8,469,080
2	Kontron AG	Kontron Transportation GmbH	Other receivables - related parties	Yes	483,990	417,482	417,482	1.50%	2	-	Operating working fund	-	None	-	2,117,270	8,469,080
2	Kontron AG	Kontron Europe GmbH	Other receivables - related parties	Yes	377,910	377,910	377,910	2.00%	2	-	Operating working fund	-	None	-	2,117,270	8,469,080
2	Kontron AG	Kontron AIS GmbH	Other receivables - related parties	Yes	165,750	165,750	165,750	2.00%	2	-	Operating working fund	-	None	-	2,117,270	8,469,080
2	Kontron AG	S&T MEDTECH S.R.L.	Other receivables - related parties	Yes	44,269	30,988	30,988	3.00%	2	-	Operating working fund	-	None	-	2,117,270	8,469,080
2	Kontron AG	ISKRATEL, d.o.o.	Other receivables - related parties	Yes	93,028	93,028	93,028	1.80%	2	-	Operating working fund	-	None	-	2,117,270	8,469,080
2	Kontron AG	Kontron Beteiligungs GmbH	Other receivables - related parties	Yes	861,900	861,900	861,900	2.00%	2	-	Operating working fund	-	None	-	2,117,270	8,469,080
2	Kontron AG	Kontron electronics AG	Other receivables - related parties	Yes	50,388	50,388	50,388	3.00%	2	-	Operating working fund	-	None	-	2,117,270	8,469,080
2	Kontron AG	Kontron America Inc.	Other receivables - related parties	Yes	72,930	67,062	67,062	2.00%	2	-	Operating working fund	-	None	-	2,117,270	8,469,080
2	Kontron AG	Kontron electronics GmbH (DE)	Other receivables - related parties	Yes	428,360	428,360	428,360	3.00%	2	-	Operating working fund	-	None	-	2,117,270	8,469,080
2	Kontron AG	Kontron Modular Computers SAS	Other receivables - related parties	Yes	149,175	149,175	149,175	3.00%	2	-	Operating working fund	-	None	-	2,117,270	8,469,080
2	Kontron AG	Kontron Electronics Kft.	Other receivables - related parties	Yes	7,459	7,459	7,459	3.00%	2	-	Operating working fund	-	None	-	2,117,270	8,469,080
2	Kontron AG	Kontron Austria GmbH	Other receivables - related parties	Yes	178,181	178,181	178,181	2.00%	2	-	Operating working fund	-	None	-	2,117,270	8,469,080
2	Kontron AG	RTSoft, AO, Russia	Other receivables - related parties	Yes	135,267	112,014	112,014	8.00%	2	-	Operating working fund	-	None	-	2,117,270	8,469,080
3	Kontron Europe GmbH	KONTRON ASIA PACIFIC DESIGN SDN. BHD.	Other receivables - related parties	Yes	133,885	133,885	133,885	1.20%	2	-	Operating working fund	-	None	-	412,082	1,648,330
4	Techno Precision Co., Ltd.	T-lamma (Guangdong) Tech Co., Ltd.	Other receivables - related parties	Yes	34,911	34,911	34,911	2.00%	2	-	Operating working fund	-	None	-	90,917	227,293
5	Ennoconn Investment Co., Ltd.	Ennoconn (Suzhou) Technology Co., Ltd.	Other receivables - related parties	Yes	380,016	380,016	380,016	0.97%	2	-	Operating working fund	-	None	-	613,494	613,494
6	Nanjing Asiatek Inc.	Ennoconn (Suzhou) Technology Co., Ltd.	Other receivables - related parties	Yes	88,620	88,620	88,620	3.00%	2	-	Operating working fund	-	None	-	104,502	146,301
7	Marketech International Corp.	Marketech Integrated Pte. Ltd.	Other receivables	Yes	39,923	-	-	0.00%	2	-	Operating working fund	-	None	-	3,952,149	3,952,149
7	Marketech International Corp.	Marketech International Sdn. Bhd.	Other receivables	Yes	55,278	24,360	15,225	4.87%	2	-	Operating working fund	-	None	-	3,952,149	3,952,149

Code	Granting company	Borrower	Transaction item	Related party or not	Maximum balance of the current period	Ending balance	Actual amount used	Interest rate interval	Nature of loan	Transaction amount	Reason for Short-term Financing	Allowance for Bad Debts Recognized	Collateral		Limit on Loans Granted to a Single Party	Total Loan Limit
													Name	Value		
7	Marketch International Corp.	MIC-Tech Viet Nam Co., Ltd.	Other receivables	Yes	122,840	121,800	12,180	4.62%	2	-	Operating working fund	-	None	-	3,952,149	3,952,149
7	Marketch International Corp.	Marketch International Corporation USA	Other receivables	Yes	460,650	456,750	-	4.87%	2	-	Operating working fund	-	None	-	3,952,149	3,952,149
8	MIC-Tech Electronics Engineering Corp.	Shanghai Maohua Electronics Engineering Co., Ltd.	Other receivables	Yes	53,339	26,585	26,585	4.35%	2	-	Operating working fund	-	None	-	316,090	632,180
9	Marketch Integrated Manufacturing Co., Ltd.	Marketch Integrated Construction Co., Ltd.	Other receivables	Yes	7,678	-	-	0.00%	2	-	Operating working fund	-	None	-	55,126	110,252
10	ENNOMECH PRECISION (CAYMAN) CO.,LTD	ENNOCONN INVESTMENT HOLDINGS CO., LTD.	Other receivables - related parties	Yes	12,180	12,180	12,180	0.00%	2	-	Operating working fund	-	None	-	655,465	655,465
11	ENGA TECHNOLOGY CO., LIMITED	INNOVATIVE SYSTEMS INTEGRATION LIMITED	Other receivables - related parties	Yes	106,575	106,575	106,575	0.00%	2	-	Operating working fund	-	None	-	106,456	106,456
12	Ennoconn International Investment Co., Ltd.	Thecus Technology Corp.	Other receivables - related parties	Yes	75,000	75,000	75,000	2.20%	2	-	Operating working fund	-	None	-	1,014,846	4,059,384

Note 1: (1) Fill in 0 for issuer.

(2) The investee company is coded in sequence starting from Arabic number 1 by company.

Note 2: The nature of the loans are as follows:

(1) Please fill in 1 for business interaction.

(2) Please fill in 2 if there is a need for short-term financing.

Note 3: Limit to loans is resolved by the Board of Directors.

Ennoconn corporation And Subsidiaries
Endorsements/Guarantees to others
For the three months ended March 31, 2023

Table II

Unit: NT\$thousand

Code	Company name of endorser	Company name of endorsee		Endorsement limit for a single enterprise	Maximum endorsement balance for period	Ending balance of endorsement	Actual amount used	Amount of endorsements secured by the property	Ratio of accumulated endorsement amount to the net worth of the latest financial statements	Maximum amount of endorsement	Endorsement/ guarantee of parent company to subsidiary	Endorsement of a subsidiary to the parent company	Endorsement for mainland China
		Company Name	Relationship										
0	Ennoconn corporation	Ennoconn Hungary kft	2	22,468,415	2,131,500	1,522,500	933,475	-	10.16%	29,957,886	Y	N	N
0	Ennoconn corporation	HIGHAIM TECHNOLOGY INC.	2	22,468,415	197,925	45,675	-	-	0.30%	29,957,886	Y	N	N
0	Ennoconn corporation	HighAim Technology Inc.	2	22,468,415	730,800	548,100	65,557	-	3.66%	29,957,886	Y	N	Y
0	Ennoconn corporation	Dexatek Technology Ltd.	2	22,468,415	160,000	160,000	30,000	-	1.07%	29,957,886	Y	N	N
		Ennoconn corporation Subtotal				2,276,275							
1	KONTRON AG	S&T Slovakia s.r.o.	2	6,740,524	132,600	132,600	-	-	0.63%	13,481,049	Y	N	N
1	KONTRON AG	S&T Plus s.r.o.	2	6,740,524	7,056	0	-	-	0.00%	13,481,049	Y	N	N
1	KONTRON AG	S & T CZ sro	2	6,740,524	56,445	56,445	-	-	0.27%	13,481,049	Y	N	N
1	KONTRON AG	S & T Bulgaria eood	2	6,740,524	31,327	31,327	-	-	0.15%	13,481,049	Y	N	N
1	KONTRON AG	diverse / Factoring CEE	2	6,740,524	530,400	530,400	-	-	2.51%	13,481,049	Y	N	N
1	KONTRON AG	S & T Consulting Hungary Kft.	2	6,740,524	563,289	560,890	39,481	-	2.65%	13,481,049	Y	N	N
1	KONTRON AG	S & T Poland Sp.zoo	2	6,740,524	354,925	354,925	-	-	1.68%	13,481,049	Y	N	N
1	KONTRON AG	S & T Deutschland GmbH	2	6,740,524	13,260	13,260	-	-	0.06%	13,481,049	Y	N	N
1	KONTRON AG	Kontron Europe GmbH	2	6,740,524	165,750	165,750	-	-	0.78%	13,481,049	Y	N	N
1	KONTRON AG	Kontron Public Transportation	2	6,740,524	125,165	79,158	-	-	0.37%	13,481,049	Y	N	N
1	KONTRON AG	Kontron Transportation Austria AG	2	6,740,524	1,744,481	1,742,224	33,150	-	8.23%	13,481,049	Y	N	N
1	KONTRON AG	Kontron AIS GmbH(AIS Automation Dresden GmbH)	2	6,740,524	26,520	26,520	-	-	0.13%	13,481,049	Y	N	N
1	KONTRON AG	S&T Crna Gora d.o.o.	2	6,740,524	10,092	10,092	-	-	0.05%	13,481,049	Y	N	N
1	KONTRON AG	S&T AG/ Kontron Transportation Austria AG/ S&T Smart Energy/Kontron s.r.o.	2	6,740,524	333,922	333,922	-	-	1.58%	13,481,049	Y	N	N
1	KONTRON AG	Kontron Transportation France	2	6,740,524	8,288	8,288	-	-	0.04%	13,481,049	Y	N	N
1	KONTRON AG	Kontron Austria GmbH	2	6,740,524	8,288	8,288	-	-	0.04%	13,481,049	Y	N	N
1	KONTRON AG	Kontron Canada Inc	2	6,740,524	624,353	609,655	-	-	2.88%	13,481,049	Y	N	N
1	KONTRON AG	Factoring Kontron Europe / Kontron Modular Computer	2	6,740,524	1,127,100	1,127,100	106,171	-	5.32%	13,481,049	Y	N	N
1	KONTRON AG	Kontron America Inc	2	6,740,524	624,353	609,655	-	-	2.88%	13,481,049	Y	N	N
1	KONTRON AG	Kontron electronics GmbH	2	6,740,524	9,945	9,945	-	-	0.05%	13,481,049	Y	N	N
1	KONTRON AG	S&T MEDTECH SRL(GADA GROUP ROMANIA SRL)	2	6,740,524	99,450	99,450	94,739	-	0.47%	13,481,049	Y	N	N
1	KONTRON AG	S & T Romania SRL	2	6,740,524	441,266	438,690	204,212	-	2.07%	13,481,049	Y	N	N
1	KONTRON AG	diverse / Factoring DACH	2	6,740,524	629,850	629,850	-	-	2.97%	13,481,049	Y	N	N

Code	Company name of endorser	Company name of endorsee		Endorsement limit for a single enterprise	Maximum endorsement balance for period	Ending balance of endorsement	Actual amount used	Amount of endorsements secured by the property	Ratio of accumulated endorsement amount to the net worth of the latest financial statements	Maximum amount of endorsement	Endorsement/ guarantee of parent company to subsidiary	Endorsement of a subsidiary to the parent company	Endorsement for mainland China
		Company Name	Relationship										
1	KONTRON AG	RTSoft AO	2	6,740,524	65,618	59,363	-	-	0.28%	13,481,049	Y	N	N
1	KONTRON AG	RTSoft Project OOO	2	6,740,524	87,490	79,151	-	-	0.37%	13,481,049	Y	N	N
		KONTRON AG Subtotal				7,716,948							
2	Marketech International Corp.	MIC-Tech Electronics Engineering Corp.	2	4,940,186	3,603,761	3,343,679	1,917,100	-	33.84%	9,880,372	Y	N	Y
2	Marketech International Corp.	Marketech Integrated Pte. Ltd.	2	4,940,186	80,848	80,625	62,168	-	0.82%	9,880,372	Y	N	N
2	Marketech International Corp.	MIC-Tech (Shanghai) Corp.	2	4,940,186	566,924	563,424	-	-	5.70%	9,880,372	Y	N	Y
2	Marketech International Corp.	MIC-Tech (Wuxi) Co., Ltd.	2	4,940,186	304,756	226,169	156,036	-	2.29%	9,880,372	Y	N	Y
2	Marketech International Corp.	Marketech International Sdn. Bhd.	2	4,940,186	122,840	60,900	18,511	-	0.62%	9,880,372	Y	N	N
2	Marketech International Corp.	Ezoom Information, Inc.	2	4,940,186	55,000	55,000	20,400	-	0.56%	9,880,372	Y	N	N
2	Marketech International Corp.	Marketech International Corporation USA	2	4,940,186	2,092,288	2,090,110	2,042,284	-	21.15%	9,880,372	Y	N	N
2	Marketech International Corp.	Shanghai Maohua Electronics Engineering Co., Ltd.	2	4,940,186	139,440	137,280	15,220	-	1.39%	9,880,372	Y	N	Y
2	Marketech International Corp.	Te Chang Construction Co., Ltd.	5	4,940,186	88,418	22,167	22,167	-	0.22%	9,880,372	N	N	N
		Marketech International Corp. Subtotal				6,579,354							
3	MIC-Tech Electronics Engineering Corp.	Marketech International Corp.	3	2,370,675	153,459	152,159	152,159	-	19.26%	3,951,125	N	Y	N
3	MIC-Tech Electronics Engineering Corp.	China Electronics System Engineering No.2 Construction Co., Ltd	5	2,370,675	1,132	1,128	1,128	-	0.14%	3,951,125	N	N	Y
		MIC-Tech Electronics Engineering Corp. Subtotal				153,287							

Note 1: The No. column is filled as below instructions:

- (1) Fill in 0 for issuer.
- (2) The investee companies are numbered in order starting from 1, and one company shall have an identical number.

Note 2: The relationship between the endorser/guarantor and the endorsed object/guarantee is as follows:

- (1) A company with which it does business.
- (2) A company in which the Company directly and indirectly holds more than 50% of the voting shares.
- (3) Companies that directly and indirectly hold more than 50% of the voting rights of the Company.
- (4) Companies directly or indirectly held by the company for 90% and above of voting rights.
- (5) A company with contractual mutual-endorsement requirement for construction contracts.
- (6) A company that is endorsed and guaranteed by all contributing shareholders according to their shareholding ratio due to joint investment.
- (7) The performance guarantee and joint guarantee in the industry engaged in the pre-sale house sales contract in accordance with the consumer protection law.

Note 3: The total external endorsement and guarantee shall not exceed 150% of the Company's net worth in recent financial statements.

Note 4: The total endorsement and guarantee to a single company shall not exceed 200% of the Company's net worth in recent financial statements.

Ennoconn corporation And Subsidiaries
Holding of marketable securities at the end of the period (excluding equity of subsidiaries, associates, and joint ventures)
For the three months ended March 31, 2023

Table III

Unit: thousand shares/NT\$ thousand

Holding company	Type and name of securities	Relationship with the issuer of securities	Ledger account	End of the period				Remarks
				Number of shares/Units	Book value	Shareholding %	Fair value	
Ennoconn International Investment Co., Ltd.	Q.P.T.I CORPORATION	None	Financial assets measured at fair value through other comprehensive income - non-current	726	-	17.08%	-	
"	SERVTECH Co., Ltd.	None	"	85	-	3.91%	-	
"	Augentix Inc.	None	"	667	50,025	4.83%	50,025	
"	Gold Rain Enterprises Corp.	None	"	5,000	243,250	8.29%	243,250	
Goldtek Technology Co., Ltd.	Augentix Inc.	None	"	333	2,294	2.20%	2,294	
"	Ipevo Corporation	None	"	150	6,075	0.55%	6,075	
Keenest Electronic Corp.	AIXlink	None	"	-	19,745	6.00%	19,745	
Techno Precision Co., Ltd.	LINKA GROUP LIMITED	None	"	143	-	7.98%	-	
Techno Precision ShenZhen Co., Ltd.	T-lamma (Guangdong) Tech Co., Ltd.	Other related party	"	9,408	19,275	16.00%	19,275	
Ennoconn (Foshan) Investment Co., Ltd.	Foshan Zhaoke Innovative Intelligent Industry Investment Fund Partnership	None	"	-	282,826	18.57%	282,826	
"	Guangdong Hongfu Xinghe Hongtu Venture Capital Fund Partnership	None	"	-	220,590	11.11%	220,590	
APLIGO GmbH	Shares in Volksbank Karlsruhe	None	"	-	10	0.00%	10	
Caswell Inc.	Advanio Technology Co., Ltd.	None	"	1,045	-	19.00%	-	
Dexatek Technology Ltd.	Eve Systems GmbH	None	"	53	86,702	19.00%	86,702	
AIS Cayman Technology combined Company	Gemini Data Inc.	None	"	44,115	124,558	10.13%	124,558	
Vecow Co., Ltd.	Array Networks	None	"	6,000	137,145	10.32%	137,145	
SecureGuard GmbH	Real Invest Austria; Erste Immobilienfonds	None	"	-	7,919	0.00%	7,919	
	Subtotal				1,200,414		1,200,414	
	Diverse	None	Other financial assets		30	0.00%	30	
Iskratel d.o.o.	Shares	None	"		5,222	0.00%	5,222	
	Subtotal				5,252		5,252	
Marketech International Corp.	Aerospace Industrial Development Corporation		Financial assets at fair value through profit or loss - current	51	2,121	0.00%	2,121	
"	Lasertec Corporation		"	20	106,529	0.00%	106,529	
	Subtotal				108,650		108,650	
Marketech International Corp.	Chung Hsin Electric & Machinery Manufacturing Corp.	None	Financial assets at fair value through profit or loss - non-current	581	54,963	0.12%	54,963	
"	ProMOS Technologies Inc.	None	"	250	-	0.56%	-	
"	Taiwan Colour & Imaging Technology Corporation	None	"	1,700	-	12.15%	-	
"	Taiwan Puritic Corp.	None	"	4,084	226,560	6.72%	226,560	
"	Sopower Technology Corp.	None	"	3,000	-	12.61%	-	
"	VEEV Interactive Pte. Ltd.	None	"	840	-	6.32%	-	
"	Taiwan Intelligent Fiber Optic Network Consortium	None	"	3,220	20,254	1.41%	20,254	
"	Civil Tech Holdings Ltd.	None	"	336	-	0.58%	-	
"	ProbeLeader Co., Ltd.	Entities controlled or significantly influenced by the main management	"	966	17,310	3.46%	17,310	
"	Top Green Energy Technologies Inc.	None	"	1,111	-	0.89%	-	
"	Zhi-Yuan Venture Capital Co., Ltd.	None	"	772	7,785	1.79%	7,785	
"	Innorich Venture Capital Corp.	None	"	1,000	6,400	1.87%	6,400	
"	Taiwan Foresight Co., Ltd.	None	"	380	2,934	2.24%	2,934	
"	Long Time Technology Co., Ltd.	None	"	346	11,387	0.29%	11,387	
"	Paradigm Venture Capital Company	None	"	77	1,028	3.50%	1,028	
"	Taiwan Specialty Chemicals Corporation	None	"	1,859	91,310	1.35%	91,310	

Holding company	Type and name of securities	Relationship with the issuer of securities	Ledger account	End of the period				Remarks
				Number of shares/Units	Book value	Shareholding %	Fair value	
"	Atech Totalsolution Co., Ltd.	None	"	128	-	0.23%	-	
"	East Wind Life Sciences System Co., Ltd.	None	"	124	-	12.87%	-	
"	Ecoland Corporation	None	"	311	-	13.51%	-	
"	Radisen Co. Ltd	None	"	88	-	18.49%	-	
"	Foresight Energy Technologies Co., Ltd.	None	"	675	-	2.06%	-	
"	Wings Global Technology Inc.	None	"	750	6,938	18.75%	6,938	
"	Kcashin Technology Corporation	None	"	643	-	19.01%	-	
"	Sum Capital Healthcare Investment Corp.	Entities controlled or significantly influenced by the main management	"	943	9,383	7.44%	9,383	
"	Forward Science Corp.	None	"	2,650	46,568	8.41%	46,568	
"	Mycropore Corporation	None	"	1,471	8,367	8.44%	8,367	
"	STEK Co., Ltd.	None	"	507	21,451	6.27%	21,451	
"	Sharpcon Optical Co., Ltd.	None	"	829	12,530	7.01%	12,530	
"	Everlasting Digital ESG Co., Ltd.	None	"	100	623	5.88%	623	
"	Artfil, Inc.	None	"	-	26,269	9.33%	26,269	
"	Taiwan Truewin Technology Co., Ltd.	None	"	679	30,463	2.24%	30,463	
"	Mega Union Technology Incorporated	None	"	660	34,188	1.08%	34,188	
	Subtotal				636,711		636,711	
	Convertible corporate bonds:							
Marketech International Corp.	HALLYS CORPORATION	None	Financial assets at fair value through profit or loss - non-current	-	-	0.00%	-	
"	Radisen Co. Ltd	None	"	-	-	0.00%	-	
"	Kinestral Technologies, Inc.	None	"	-	-	0.00%	-	
"	Nitride Solutions Inc.	None	"	-	-	0.00%	-	
	Subtotal							
	Preferred shares:							
Marketech International Corp.	Adant Technologies Inc.	None	Financial assets at fair value through profit or loss - non-current	175	-	0.00%	-	
"	Halio, Inc.	None	"	502	-	0.00%	-	
"	Biomedical Corporation	None	"	156	10,099	0.00%	10,099	
	Subtotal				10,099		10,099	
	Preferred shares:							
Goldtek Technology Co., Ltd.	Cloudtalk Inc.	None	Financial assets measured at fair value through other comprehensive income - non-current	484	-	0.00%	-	
"	EMBER TECHNOLOGIES, INC.	None	"	862	108,412	1.81%	108,412	
	Subtotal				108,412		108,412	
	Fund beneficiary certificates:							
Ennoconn International Investment Co., Ltd.	Guotai Private Equity Smart Technology Co., Ltd	None	Financial assets at fair value through profit or loss - non-current	-	18,000	0.00%	18,000	
Marketech International Corp.	Zhuo Yi II Investment Limited Partnership	None	"	-	22,365	0.00%	22,365	
"	Vertex Growth(SG) LP	None	"	-	36,535	0.00%	36,535	
"	Vertex Growth II(SG) LP	None	"	-	4,934	0.00%	4,934	
Caswell Inc.	Zhuo Yi II Investment Limited Partnership	None	"	-	43,273	0.00%	43,273	
Goldtek Technology Co., Ltd.	Zhuo Yi II Investment Limited Partnership	None	"	-	214,241	0.00%	214,241	
"	Fuyou Private Equity Limited Partnership	None	"	-	12,511	0.00%	12,511	
	Subtotal				351,859		351,859	

Note 1: Regarding the abovementioned securities, three are no guarantees, pledges, or other agreed restricted users as of the end of March 2023.

Note 2: Please refer to attached Tables 9 and 10 for information about investment in subsidiaries.

Note 3: If measured at fair value, the carrying amount shall be the book balance after adjustment for fair value evaluation and deducting accumulated impairment; if not measured at fair value, the carrying amount shall be the original acquisition cost or post-marketing cost less accumulated impairment.

Ennoconn corporation And Subsidiaries
Purchases or sales of goods from or to related parties reaching NT\$100 million or 20% of paid-in capital or more
For the three months ended March 31, 2023

Table IV

Unit: NT\$thousand

Purchasing/selling Company	Counterparty	Relationship	Transaction Status				Situation and reason for difference between trading terms and general trading		Notes and accounts receivable (payable)		Remarks
			Purchase (sale)	Amount	Ratio of Total Purchase (Sales)	Payment Term	Unit Price	Payment Term	Balance	Ratio of Total Notes and Accounts Receivable (Payable)	
American Industrial Systems Inc.	Ennoconn corporation	Sub-subsidiary company to parent company	Purchases	262,434	1.24%	60 days monthly settlement	-	No significant discrepancy	(195,108)	-0.99%	
Ennoconn corporation	Victor Plus Holdings Ltd.	Parent company to sub-subsidiary	Purchases	420,276	1.99%	60 days monthly settlement	-	No significant discrepancy	(177,143)	-0.90%	
ENNOMECH PRECISION CO., LTD.	Victor Plus Holdings Ltd.	Sub-subsidiary to sub-subsidiary	Purchases	310,027	1.09%	60 days monthly settlement	-	No significant discrepancy	(191,690)	-1.29%	
ENNOMECH PRECISION CO., LTD.	Kontron Europe GmbH	Sub-subsidiary to sub-subsidiary	Sales	(299,221)	-1.05%	120 days monthly settlement	-	No significant discrepancy	159,219	1.07%	
Techno Precision Co., Ltd.	Techno Precision ShenZhen Co., Ltd.	Sub-subsidiary to sub-subsidiary	Purchases	104,038	0.49%	60 days monthly settlement	-	No significant discrepancy	-	0.00%	
Ennoconn (Suzhou) Technology Co., Ltd.	Victor Plus Holdings Ltd.	Sub-subsidiary to sub-subsidiary	Sales	(1,005,848)	-3.53%	30 days monthly settlement	-	No significant discrepancy	-	0.00%	
Ennoconn (Suzhou) Technology Co., Ltd.	Kontron Asia Technology Inc.	Sub-subsidiary to sub-subsidiary	Purchases	194,882	0.92%	45 days monthly settlement	-	No significant discrepancy	(144,454)	-0.73%	
Kontron Europe GmbH	Kontron America Inc.	Sub-subsidiary to sub-subsidiary	Sales	(291,771)	-1.38%	30 days monthly settlement	-	No significant discrepancy	451,318	2.29%	
Kontron Asia Inc.	Ennoconn (Suzhou) Technology Co., Ltd.	Sub-subsidiary to sub-subsidiary	Sales	(188,148)	-0.89%	30 days monthly settlement	-	No significant discrepancy	139,645	0.71%	
Kontron Austria GmbH	Kontron Europe GmbH	Sub-subsidiary to sub-subsidiary	Sales	(211,850)	-1.00%	30 days monthly settlement	-	No significant discrepancy	97,024	0.49%	
Kontron Canada Inc.	Kontron America Inc.	Sub-subsidiary to sub-subsidiary	Sales	(126,375)	-0.60%	30 days monthly settlement	-	No significant discrepancy	86,682	0.44%	
Kontron Asia Inc.	Kontron Austria GmbH	Sub-subsidiary to sub-subsidiary	Sales	(139,972)	-0.66%	30 days monthly settlement	-	No significant discrepancy	118,310	0.60%	

Note 1: All transactions related to consolidated entities have been written off when preparing the consolidated financial statements.

Ennoconn corporation And Subsidiaries
Receivables from related parties reaching NT\$100 million or 20% of paid-in capital or more
For the three months ended March 31, 2023

Table V

Unit: NT\$thousand

Accounts receivable from companies	Name of counterparty	Relationship	Balance due from related party	Turnover rate	Overdue receivables from related parties		Recovery amount of receivables from related parties after the balance sheet date	Allowance for loss recognized
					Amount	Treatment		
MIC-Tech Ventures Asia Pacific Inc.	MIC-Tech Electronics Engineering Corp.	Sub-subsidiary to sub-subsidiary	115,203	Note 2	-	-	-	-
MIC-Tech Ventures Asia Pacific Inc.	MIC-Tech (Shanghai) Corp.	Sub-subsidiary to sub-subsidiary	221,545	"	-	-	-	-
Ennoconn corporation	American Industrial Systems, Inc.	Parent company to sub-subsidiary	195,108		-	-	-	-
Ennoconn corporation	ENNOCONN HUNGARY KFT.	Parent company to sub-subsidiary	103,005		-	-	-	-
Goldtek Technology Co., Ltd.	Goldtek Technology (Shenzhen) Co., Ltd.	Sub-subsidiary to sub-subsidiary	204,149	5.53%	-	-	-	-
Techno Precision Co., Ltd.	Techno Precision ShenZhen Co., Ltd.	Sub-subsidiary to sub-subsidiary	195,449	45.39%	-	-	-	-
T-Paragon Die Casting ShenZhen Co., Ltd.	T-Paragon Die Casting Co., Ltd.	Sub-subsidiary to sub-subsidiary	225,809	52.69%	-	-	-	-
Victor Plus Holdings Ltd.	ENNOMECH PRECISION CO., LTD.	Sub-subsidiary to sub-subsidiary	202,888		-	-	-	-
Victor Plus Holdings Ltd.	Ennoconn corporation	Sub-subsidiary company to parent company	393,162		-	-	-	-
HighAim Technology Inc.	ANDRIX INTERNATIONAL LIMITED	Sub-subsidiary to sub-subsidiary	206,690		-	-	-	-
HighAim Technology Inc.	FUNOLOGY INVESTMENT INC.	Sub-subsidiary to sub-subsidiary	131,544		-	-	-	-
ENNOMECH PRECISION CO., LTD.	Kontron Europe GmbH	Sub-subsidiary to sub-subsidiary	159,219		-	-	-	-
Kontron Europe GmbH	Kontron America Inc.	Sub-subsidiary to sub-subsidiary	451,318		-	-	-	-
Kontron AG	S&T Romania srl.	Sub-subsidiary to sub-subsidiary	384,703		-	-	-	-
Kontron AG	Kontron Europe GmbH	Sub-subsidiary to sub-subsidiary	97,024		-	-	-	-
Kontron AG	Kontron Austria GmbH	Sub-subsidiary to sub-subsidiary	177,039		-	-	-	-
Kontron AG	Kontron Transportation GmbH	Sub-subsidiary to sub-subsidiary	439,151		-	-	-	-
Kontron Europe GmbH	Kontron Electronics GmbH	Sub-subsidiary to sub-subsidiary	304,776		-	-	-	-
Kontron Transportation Deutschland GmbH	Kontron Transportation GmbH	Sub-subsidiary to sub-subsidiary	245,778		-	-	-	-
Kontron Transportation France SAS	Kontron Transportation GmbH	Sub-subsidiary to sub-subsidiary	230,910		-	-	-	-
Iskratel d.o.o.	AO IskraUralTel Yekaterinburg	Sub-subsidiary to sub-subsidiary	265,359		-	-	-	-
Kontron Europe GmbH	Kontron Asia Pacific Design Sdn. Bhd.	Sub-subsidiary to sub-subsidiary	152,994		-	-	-	-

Accounts receivable from companies	Name of counterparty	Relationship	Balance due from related party	Turnover rate	Overdue receivables from related parties		Recovery amount of receivables from related parties after the balance sheet date	Allowance for loss recognized
					Amount	Treatment		
Kontron AG	Kontron Modular Computers SAS	Sub-subsidiary to sub-subsidiary	150,660		-	-	-	-
Kontron AG	Kontron Electronics GmbH	Sub-subsidiary to sub-subsidiary	429,989		-	-	-	-
Kontron Europe GmbH	Ennoconn corporation	Sub-subsidiary company to parent company	125,611		-	-	-	-
Kontron AG	Kontron Beteiligungs GmbH	Sub-subsidiary to sub-subsidiary	863,775		-	-	-	-
Kontron Beteiligungs GmbH	Kontron Europe GmbH	Sub-subsidiary to sub-subsidiary	863,061		-	-	-	-
Kontron Asia Inc.	Ennoconn (Suzhou) Technology Co., Ltd.	Sub-subsidiary to sub-subsidiary	139,645		-	-	-	-
Kontron AG	S & T Consulting Hungary Kft.	Sub-subsidiary to sub-subsidiary	143,028		-	-	-	-
Kontron Asia Inc.	Kontron Austria GmbH	Sub-subsidiary to sub-subsidiary	118,310		-	-	-	-
Kontron Canada Inc.	Kontron America Inc.	Sub-subsidiary to sub-subsidiary	86,682		-	-	-	-
Kontron Transportation GmbH	Kontron Transportation Espana, S.L.U.	Sub-subsidiary to sub-subsidiary	351,753		-	-	-	-
Kontron Transportation GmbH	Kontron Transportation France SAS	Sub-subsidiary to sub-subsidiary	106,605		-	-	-	-
Kontron Transportation GmbH	Kontron Transportation UK Ltd.	Sub-subsidiary to sub-subsidiary	198,626		-	-	-	-
Kontron AG	Iskratel d.o.o.	Sub-subsidiary to sub-subsidiary	105,058		-	-	-	-
Kontron AG	Kontron AIS GmbH	Sub-subsidiary to sub-subsidiary	168,134		-	-	-	-
Kontron AG	RTSoft AO	Sub-subsidiary to sub-subsidiary	115,595		-	-	-	-
Kontron Transportation sro	Kontron Transportation GmbH	Sub-subsidiary to sub-subsidiary	119,100		-	-	-	-
Kontron Transportation UK Ltd.	Kontron Transportation GmbH	Sub-subsidiary to sub-subsidiary	352,213		-	-	-	-

Note 1: All transactions related to consolidated entities have been written off when preparing the consolidated financial statements.

Note 2: Other receivables are listed in the Table and thus are not applicable.

Ennoconn corporation And Subsidiaries
Written-off major transactions between parent and subsidiaries and between subsidiaries
For the three months ended March 31, 2023

Table VI

Unit: NT\$thousand

Code (Note 1)	Name of trader	Counterparty	Relationship with Counterparty (Note 2)	Transaction Status			% of Consolidated Total Sales Revenue or Total Assets (Note 3)
				Ledger Account	Amount	Transaction Terms	
0	Ennoconn corporation	Victor Plus Holdings Ltd.	Parent company to sub-subsidiary	Cost of goods purchased	420,276	General terms and condition	1.48%
0	Ennoconn corporation	Victor Plus Holdings Ltd.	Parent company to sub-subsidiary	Accounts payable - related parties	177,143	General terms and condition	0.15%
0	Ennoconn corporation	Kontron Europe GmbH	Parent company to sub-subsidiary	Sales revenue	47,171	General terms and condition	0.17%
0	Ennoconn corporation	American Industrial Systems, Inc.	Parent company to sub-subsidiary	Sales revenue	262,528	General terms and condition	0.92%
0	Ennoconn corporation	American Industrial Systems, Inc.	Parent company to sub-subsidiary	Accounts receivable - related parties	195,108	General terms and condition	0.17%
0	Ennoconn corporation	ENNOCONN HUNGARY KFT.	Parent company to sub-subsidiary	Sales revenue	55,792	General terms and condition	0.20%
0	Ennoconn corporation	ENNOCONN HUNGARY KFT.	Parent company to sub-subsidiary	Accounts receivable - related parties	103,005	General terms and condition	0.09%
0	Ennoconn corporation	HighAim Technology INC.	Parent company to sub-subsidiary	Cost of goods purchased	16,841	General terms and condition	0.01%
0	Ennoconn corporation	HighAim Technology INC.	Parent company to sub-subsidiary	Accounts payable - related parties	16,876	General terms and condition	0.01%
1	Marketech International Corp.	MIC-Tech Electronics Engineering Corp.	Sub-subsidiary to sub-subsidiary	Other receivables - related parties	10,177	Depending on the conditions of the contract or individual agreement, the payment will be collected about two to three months after the transaction is confirmed	0.01%
1	Marketech International Corp.	MIC-Tech Electronics Engineering Corp.	Sub-subsidiary to sub-subsidiary	Non-operating revenue	10,177	Subject to transaction contracts	0.04%
1	Marketech International Corp.	Marketech Integrated Pte. Ltd.	Sub-subsidiary to sub-subsidiary	Accounts receivable - related parties	8,825	Depending on the conditions of the contract or individual agreement, the payment will be collected about two to three months after the transaction is confirmed	0.01%
1	Marketech International Corp.	Marketech Integrated Pte. Ltd.	Sub-subsidiary to sub-subsidiary	Revenue from sales contracts	5,538	The transaction price and collection terms of commodity sales are not significantly different from those of non related parties	0.02%
1	Marketech International Corp.	Marketech International Sdn. Bhd.	Sub-subsidiary to sub-subsidiary	Other receivables - related parties	15,541	Depending on the conditions of the contract or individual agreement, the payment will be collected about two to three months after the transaction is confirmed	0.01%
1	Marketech International Corp.	MIC-Tech Viet Nam Co., Ltd.	Sub-subsidiary to sub-subsidiary	Other receivables - related parties	12,248	Depending on the conditions of the contract or individual agreement, the payment will be collected about two to three months after the transaction is confirmed	0.01%
1	Marketech International Corp.	MIC-Tech Global Corp.	Sub-subsidiary to sub-subsidiary	Advance payment	8,430	Subject to transaction contracts	0.01%
1	Marketech International Corp.	Marketech International Corporation USA	Sub-subsidiary to sub-subsidiary	Revenue from engineering contracts	80,974	The project price of the Group to related parties and non related parties is subject to the general project contract or individual agreement conditions. In addition, the collection conditions of the Group to related parties are not significantly different from those of general customers, subject to the project contract or individual agreement, about two to three months after the project acceptance.	0.28%
1	Marketech International Corp.	Marketech Netherlands BV	Sub-subsidiary to sub-subsidiary	Advance payment	10,843	Subject to transaction contracts	0.01%
2	Ezoom Information, Inc.	Marketech International Corp.	Sub-subsidiary to sub-subsidiary	Revenue from labor service contracts	15,018	The sale of labor services refers to a certain sales profit agreed with related parties.	0.05%

Code (Note 1)	Name of trader	Counterparty	Relationship with Counterparty (Note 2)	Transaction Status			
				Ledger Account	Amount	Transaction Terms	% of Consolidated Total Sales Revenue or Total Assets (Note 3)
3	MIC-Tech Global Corp.	Marketech International Corp.	Sub-subsidiary to sub-subsidiary	Accounts receivable - related parties	5,991	Depending on the conditions of the contract or individual agreement, the payment will be collected about two to three months after the transaction is confirmed	0.01%
3	MIC-Tech Global Corp.	Marketech International Corp.	Sub-subsidiary to sub-subsidiary	Revenue from sales contracts	35,244	Depending on the conditions of the contract or individual agreement, the payment will be collected about two to three months after the transaction is confirmed	0.12%
4	Marketech Netherlands BV	Marketech International Corp.	Sub-subsidiary to sub-subsidiary	Revenue from sales contracts	7,593	The transaction price and collection terms of commodity sales are not significantly different from those of non related parties	0.03%
5	Spiro Technology Systems Inc.	Marketech International Corp.	Sub-subsidiary to sub-subsidiary	Revenue from sales contracts	20,126	Depending on the conditions of the contract or individual agreement, the payment will be collected about two to three months after the transaction is confirmed	0.07%
6	MIC-Tech Electronics Engineering Corp.	Shanghai Maohua Electronics Engineering Co., Ltd.	Sub-subsidiary to sub-subsidiary	Other receivables - related parties	26,585	Depending on the conditions of the contract or individual agreement, the payment will be collected about two to three months after the transaction is confirmed	0.02%
7	Shanghai Maohua Electronics Engineering Co., Ltd.	MIC-Tech Electronics Engineering Corp.	Sub-subsidiary to sub-subsidiary	Revenue from engineering contracts	51,880	The project price of the Group to related parties and non related parties is subject to the general project contract or individual agreement conditions. In addition, the collection conditions of the Group to related parties are not significantly different from those of general customers, subject to the project contract or individual agreement, about two to three months after the project acceptance.	0.18%
8	MIC-Tech Ventures Asia Pacific Inc.	MIC-Tech Electronics Engineering Corp.	Sub-subsidiary to sub-subsidiary	Other receivables - related parties	115,203	The project price of the Group to related parties and non related parties is subject to the general project contract or individual agreement conditions. In addition, the collection conditions of the Group to related parties are not significantly different from those of general customers, subject to the project contract or individual agreement, about two to three months after the project acceptance.	0.10%
8	MIC-Tech Ventures Asia Pacific Inc.	MIC-Tech (Shanghai) Corp.	Sub-subsidiary to sub-subsidiary	Other receivables - related parties	221,545	The project price of the Group to related parties and non related parties is subject to the general project contract or individual agreement conditions. In addition, the collection conditions of the Group to related parties are not significantly different from those of general customers, subject to the project contract or individual agreement, about two to three months after the project acceptance.	0.19%
9	Caswell Inc.	Caswell Americas Inc.	Subsidiary to sub-subsidiary	Sales revenue	37,631	General terms and condition	0.13%
9	Caswell Inc.	CASO, inc.	Subsidiary to sub-subsidiary	Sales revenue	63,287	General terms and condition	0.22%
9	Caswell Inc.	Beijing Caswell Ltd.	Subsidiary to sub-subsidiary	Sales revenue	2,350	General terms and condition	0.01%
9	Caswell Inc.	Apligo GmbH	Subsidiary to sub-subsidiary	Sales revenue	6,461	General terms and condition	0.02%
9	Caswell Inc.	Caswell Americas Inc.	Subsidiary to sub-subsidiary	Accounts receivable - related parties	81,313	General terms and condition	0.07%
9	Caswell Inc.	CASO, inc.	Subsidiary to sub-subsidiary	Accounts receivable - related parties	44,329	General terms and condition	0.04%

Code (Note 1)	Name of trader	Counterparty	Relationship with Counterparty (Note 2)	Transaction Status			
				Ledger Account	Amount	Transaction Terms	% of Consolidated Total Sales Revenue or Total Assets (Note 3)
9	Caswell Inc.	Victor Plus Holdings Ltd.	Subsidiary to sub-subsidiary	Cost of goods purchased	19,080	General terms and condition	0.07%
9	Caswell Inc.	Victor Plus Holdings Ltd.	Subsidiary to sub-subsidiary	Accounts payable - related parties	18,948	General terms and condition	0.02%
9	Caswell Inc.	Thecus Technology Corp.	Subsidiary to sub-subsidiary	Cost of goods purchased	60,107	General terms and condition	0.21%
9	Caswell Inc.	Thecus Technology Corp.	Subsidiary to sub-subsidiary	Accounts receivable - related parties	74,568	General terms and condition	0.06%
10	Apligo Gmbh	American Industrial Systems Inc.	Sub-subsidiary to sub-subsidiary	Sales revenue	21,696	General terms and condition	0.08%
10	Apligo Gmbh	American Industrial Systems Inc.	Sub-subsidiary to sub-subsidiary	Accounts receivable - related parties	22,061	General terms and condition	0.02%
10	Apligo Gmbh	Thecus Technology Corp.	Sub-subsidiary to sub-subsidiary	Cost of goods purchased	1,793	General terms and condition	0.01%
10	Apligo Gmbh	Thecus Technology Corp.	Sub-subsidiary to sub-subsidiary	Accounts payable - related parties	7,920	General terms and condition	0.01%
11	Goldtek Technology Co., Ltd.	Techno Precision Co., Ltd.	Sub-subsidiary to sub-subsidiary	Accounts payable - related parties	8,153	General terms and condition	0.01%
11	Goldtek Technology Co., Ltd.	Techno Precision Co., Ltd.	Sub-subsidiary to sub-subsidiary	Cost of goods purchased	8,161	General terms and condition	0.03%
11	Goldtek Technology Co., Ltd.	Goldtek Technology (Shenzhen) Co., Ltd.	Sub-subsidiary to sub-subsidiary	Accounts receivable - related parties	204,149	General terms and condition	0.17%
11	Goldtek Technology Co., Ltd.	Goldtek Technology (Shenzhen) Co., Ltd.	Sub-subsidiary to sub-subsidiary	Cost of goods purchased	72,952	General terms and condition	0.26%
11	Goldtek Technology Co., Ltd.	Keenest Electronic Corp.	Sub-subsidiary to sub-subsidiary	Accounts receivable - related parties	7,901	General terms and condition	0.01%
11	Goldtek Technology Co., Ltd.	Keenest Electronic Corp.	Sub-subsidiary to sub-subsidiary	Sales revenue	18,505	General terms and condition	0.06%
12	Techno Precision Co., Ltd.	Techno Precision ShenZhen Co., Ltd.	Sub-subsidiary to sub-subsidiary	Accounts receivable - related parties	195,449	General terms and condition	0.17%
12	Techno Precision Co., Ltd.	Techno Precision ShenZhen Co., Ltd.	Sub-subsidiary to sub-subsidiary	Sales revenue	21,579	General terms and condition	0.08%
12	Techno Precision Co., Ltd.	Techno Precision ShenZhen Co., Ltd.	Sub-subsidiary to sub-subsidiary	Cost of goods purchased	104,038	General terms and condition	0.37%
12	Techno Precision Co., Ltd.	T-Paragon Die Casting Co., Ltd.	Sub-subsidiary to sub-subsidiary	Accounts payable - related parties	14,714	General terms and condition	0.01%
12	Techno Precision Co., Ltd.	T-Paragon Die Casting Co., Ltd.	Sub-subsidiary to sub-subsidiary	Cost of goods purchased	12,364	General terms and condition	0.04%
12	Techno Precision Co., Ltd.	T-Paragon Industrial (Thailand) Co., Ltd.	Sub-subsidiary to sub-subsidiary	Cost of goods purchased	2,575	General terms and condition	0.01%
13	T-Paragon Die Casting ShenZhen Co., Ltd.	T-Paragon Industrial (Thailand) Co., Ltd.	Sub-subsidiary to sub-subsidiary	Other receivables - related parties	12,354	General terms and condition	0.01%
14	T-Paragon Die Casting Co., Ltd.	T-Paragon Die Casting ShenZhen Co., Ltd.	Sub-subsidiary to sub-subsidiary	Accounts payable - related parties	225,809	General terms and condition	0.19%
14	T-Paragon Die Casting Co., Ltd.	T-Paragon Die Casting ShenZhen Co., Ltd.	Sub-subsidiary to sub-subsidiary	Cost of goods purchased	32,836	General terms and condition	0.12%
15	HighAim Technology Inc.	Ennoconn (Suzhou) Technology Co., Ltd.	Sub-subsidiary to sub-subsidiary	Accounts receivable - related parties	56,902	General terms and condition	0.05%
15	HighAim Technology Inc.	Ennoconn (Suzhou) Technology Co., Ltd.	Sub-subsidiary to sub-subsidiary	Sales revenue	56,899	General terms and condition	0.20%
16	Nanjing Asiatek Inc.	Ennoconn (Suzhou) Technology Co., Ltd.	Sub-subsidiary to sub-subsidiary	Other receivables - related parties	88,200	General terms and condition	0.08%
17	ENGA Technology Co., Ltd.	Innovative Systems Integration Limited	Sub-subsidiary to sub-subsidiary	Other receivables - related parties	106,450	General terms and condition	0.09%
18	Victor Plus Holdings Ltd.	Kontron Europe GmbH	Sub-subsidiary to sub-subsidiary	Sales revenue	20,915	General terms and condition	0.07%
18	Victor Plus Holdings Ltd.	Ennoconn (Suzhou) Technology Co., Ltd.	Sub-subsidiary to sub-subsidiary	Accounts receivable - related parties	54,003	General terms and condition	0.05%
18	Victor Plus Holdings Ltd.	Ennoconn (Suzhou) Technology Co., Ltd.	Sub-subsidiary to sub-subsidiary	Sales revenue	22,100	General terms and condition	0.08%
18	Victor Plus Holdings Ltd.	Ennoconn (Suzhou) Technology Co., Ltd.	Sub-subsidiary to sub-subsidiary	Cost of goods purchased	998,157	General terms and condition	3.50%

Code (Note 1)	Name of trader	Counterparty	Relationship with Counterparty (Note 2)	Transaction Status			
				Ledger Account	Amount	Transaction Terms	% of Consolidated Total Sales Revenue or Total Assets (Note 3)
18	Victor Plus Holdings Ltd.	ENNOMECH PRECISION CO., LTD.	Sub-subsidiary to sub-subsidiary	Accounts receivable - related parties	202,888	General terms and condition	0.17%
18	Victor Plus Holdings Ltd.	ENNOMECH PRECISION CO., LTD.	Sub-subsidiary to sub-subsidiary	Sales revenue	323,206	General terms and condition	1.13%
19	Ennoconn Investment Co., Ltd.	Ennoconn (Suzhou) Technology Co., Ltd.	Sub-subsidiary to sub-subsidiary	Other receivables - related parties	378,196	General terms and condition	0.32%
20	EnnoMech Precision (Cayman) Co., Ltd.	Ennoconn Investment Holdings Co., Ltd.	Sub-subsidiary to sub-subsidiary	Other receivables - related parties	12,152	General terms and condition	0.01%
21	Ennoconn International Investment Co., Ltd.	Thecus Technology Corp.	Subsidiary to sub-subsidiary	Other receivables - related parties	60,018	General terms and condition	0.05%
22	Ennoconn (Suzhou) Technology Co., Ltd.	Kontron Asia Technology Inc.	Sub-subsidiary to sub-subsidiary	Accounts payable - related parties	144,454	General terms and condition	0.12%
22	Ennoconn (Suzhou) Technology Co., Ltd.	Kontron Asia Technology Inc.	Sub-subsidiary to sub-subsidiary	Cost of goods purchased	194,882	General terms and condition	0.68%
22	Ennoconn (Suzhou) Technology Co., Ltd.	Kontron Europe GmbH	Sub-subsidiary to sub-subsidiary	Accounts receivable - related parties	16,913	General terms and condition	0.01%
22	Ennoconn (Suzhou) Technology Co., Ltd.	Kontron Europe GmbH	Sub-subsidiary to sub-subsidiary	Sales revenue	4,430	General terms and condition	0.02%
22	Ennoconn (Suzhou) Technology Co., Ltd.	Kontron Europe GmbH	Sub-subsidiary to sub-subsidiary	Accounts payable - related parties	23,848	General terms and condition	0.02%
22	Ennoconn (Suzhou) Technology Co., Ltd.	Kontron Europe GmbH	Sub-subsidiary to sub-subsidiary	Cost of goods sold	30,825	General terms and condition	0.11%
23	IskrateL d.o.o.	AO IskraUralTel Yekaterinburg	Sub-subsidiary to sub-subsidiary	Other receivables - related parties	265,094	General terms and condition	0.23%
24	Kontron AG	S&T Romania srl.	Sub-subsidiary to sub-subsidiary	Other receivables - related parties	382,546	General terms and condition	0.33%
24	Kontron AG	Kontron Europe GmbH	Sub-subsidiary to sub-subsidiary	Other receivables - related parties	2,073,974	General terms and condition	1.76%
24	Kontron AG	Kontron Austria GmbH	Sub-subsidiary to sub-subsidiary	Other receivables - related parties	177,039	General terms and condition	0.15%
24	Kontron AG	Kontron Transportation GmbH	Sub-subsidiary to sub-subsidiary	Other receivables - related parties	439,151	General terms and condition	0.37%
24	Kontron AG	Kontron Modular Computers SAS	Sub-subsidiary to sub-subsidiary	Other receivables - related parties	150,660	General terms and condition	0.13%
24	Kontron AG	Kontron Electronics GmbH	Sub-subsidiary to sub-subsidiary	Other receivables - related parties	429,989	General terms and condition	0.37%
24	Kontron AG	Kontron Beteiligungs GmbH	Sub-subsidiary to sub-subsidiary	Other receivables - related parties	863,775	General terms and condition	0.73%
24	Kontron AG	IskrateL d.o.o.	Sub-subsidiary to sub-subsidiary	Other receivables - related parties	101,863	General terms and condition	0.09%
24	Kontron AG	Kontron AIS GmbH	Sub-subsidiary to sub-subsidiary	Other receivables - related parties	168,134	General terms and condition	0.14%
24	Kontron AG	RTSoft AO	Sub-subsidiary to sub-subsidiary	Other receivables - related parties	115,595	General terms and condition	0.10%
25	Kontron Austria GmbH	Kontron Europe GmbH	Sub-subsidiary to sub-subsidiary	Sales revenue	211,850	General terms and condition	0.74%
26	Kontron Beteiligungs GmbH	Kontron Europe GmbH	Sub-subsidiary to sub-subsidiary	Other receivables - related parties	863,061	General terms and condition	0.73%
27	Kontron Canada Inc.	Kontron America Inc.	Sub-subsidiary to sub-subsidiary	Sales revenue	126,375	General terms and condition	0.44%
27	Kontron Canada Inc.	Kontron America Inc.	Sub-subsidiary to sub-subsidiary	Other receivables - related parties	173,209	General terms and condition	0.15%
28	Kontron Europe GmbH	Kontron America Inc.	Sub-subsidiary to sub-subsidiary	Sales revenue	291,771	General terms and condition	1.02%
28	Kontron Europe GmbH	Kontron America Inc.	Sub-subsidiary to sub-subsidiary	Accounts receivable - related parties	438,703	General terms and condition	0.37%
28	Kontron Europe GmbH	Kontron Asia Pacific Design Sdn. Bhd.	Sub-subsidiary to sub-subsidiary	Other receivables - related parties	150,555	General terms and condition	0.13%
28	Kontron Europe GmbH	Kontron Electronics GmbH	Sub-subsidiary to sub-subsidiary	Other receivables - related parties	297,802	General terms and condition	0.25%
28	Kontron Europe GmbH	ENNOMECH PRECISION CO., LTD	Sub-subsidiary to sub-subsidiary	Accounts payable - related parties	305,748	General terms and condition	0.26%

Code (Note 1)	Name of trader	Counterparty	Relationship with Counterparty (Note 2)	Transaction Status			
				Ledger Account	Amount	Transaction Terms	% of Consolidated Total Sales Revenue or Total Assets (Note 3)
28	Kontron Europe GmbH	ENNOMECH PRECISION CO., LTD.	Sub-subsidiary to sub-subsidiary	Cost of goods sold	300,621	General terms and condition	1.06%
29	Kontron Transportation Deutschland GmbH	Kontron Transportation GmbH	Sub-subsidiary to sub-subsidiary	Other receivables - related parties	168,047	General terms and condition	0.14%
30	Kontron Transportation France SAS	Kontron Transportation GmbH	Sub-subsidiary to sub-subsidiary	Accounts receivable - related parties	124,305	General terms and condition	0.11%
31	Kontron Transportation GmbH	Kontron Transportation UK Ltd.	Sub-subsidiary to sub-subsidiary	Accounts payable - related parties	114,683	General terms and condition	0.10%
31	Kontron Transportation GmbH	Kontron Transportation Espana, S.L.U.	Sub-subsidiary to sub-subsidiary	Other receivables - related parties	323,123	General terms and condition	0.27%
32	Kontron Transportation sro	Kontron Transportation GmbH	Sub-subsidiary to sub-subsidiary	Other receivables - related parties	113,282	General terms and condition	0.10%
33	Kontron Transportation UK Ltd.	Kontron Transportation GmbH	Sub-subsidiary to sub-subsidiary	Other receivables - related parties	154,940	General terms and condition	0.13%
34	S&T Mold S.R.L.	Popescu Onisim (Related Party)	Sub-subsidiary to sub-subsidiary	Other payables - related parties	121,811	General terms and condition	0.10%
35	Kontron Asia Technology Inc.	Kontron Austria GmbH	Sub-subsidiary to sub-subsidiary	Sales revenue	139,972	General terms and condition	0.49%
35	Kontron Asia Technology Inc.	Kontron Austria GmbH	Sub-subsidiary to sub-subsidiary	Accounts receivable - related parties	118,310	General terms and condition	0.10%

Note 1: The business information between the parent company and the subsidiary company shall be indicated in the number column respectively, and the number shall be filled in as follows:

(1) Fill in 0 for the parent company.

(2) The subsidiary is coded in sequence starting from Arabic numeral 1 according to the Company type.

Note 2: For the calculation of the ratio of transaction amount to consolidated total revenue or total assets, ending balance to consolidated total assets is used to calculate for those that belong to accounts on the balance sheet; mid-term cumulative balance to consolidated total revenue is used to calculate for those that belong to accounts on the income statement.

Note 3: All transactions herein refer to transactions which consolidated revenue or total assets reach 0.01%.

Ennoconn corporation And Subsidiaries
Re-investment information (excluding investees in mainland China)
For the three months ended March 31, 2023

Table VII

Unit: NT\$thousand

Name of Investor	Name of Investee	Location	Primary Business	Original Investment Amount		Held at the End of the Period			The highest amount of shareholding during the period	Profit or Loss of the Investee for the Period	Recognized Investment Profit or Loss for the Period	Remarks
				End of the Period	End of Previous Year	Shares	%	Book value				
Ennoconn corporation	Innovative Systems Integration Limited	Hong Kong	Professional investment	1,952,933	1,952,933	518,216,530	100.00%	2,068,782	518,216,530	20,586	20,586	
Ennoconn corporation	Ennoconn International Investment Co., Ltd.	Taiwan	Professional investment	8,010,000	8,010,000	820,635,000	100.00%	10,148,461	820,635,000	214,546	214,546	
Ennoconn corporation	Caswell Inc.	Taiwan	Electronic components, computer and peripheral equipment manufacturing, electronic material wholesale, and information software services	1,031,800	1,031,800	20,000,000	27.30%	1,166,345	20,000,000	95,350	21,275	
Ennoconn corporation	Ennoconn Investment Holdings Co., Ltd.	Samoa	Professional investment	9,588,707	9,588,707	309,510,000	100.00%	12,722,097	309,510,000	166,271	166,271	
Ennoconn corporation	AIS Cayman Technology	Cayman Islands	Professional investment	230,586	230,586	4,028,217	37.64%	425,818	4,028,217	63,275	23,820	
Innovative Systems Integration Limited	ENGA Technology Co., Ltd.	Hong Kong	Wholesale, manufacturing, service, import and export of software and hardware related to industrial computers and industrial control systems	106,330	106,330	3,500,000	100.00%	106,456	3,500,000	-	-	
Innovative Systems Integration Limited	Victor Plus Holdings Ltd.	Seychelles	Import and export trading	-	-	500,000	100.00%	13,277	500,000	97	97	
Ennoconn Investment Holdings Co., Ltd.	AIS Cayman Technology	Cayman Islands	Professional investment	289,628	289,628	6,672,469	62.36%	747,462	6,672,469	63,275	39,458	
Ennoconn Investment Holdings Co., Ltd.	Kontron AG (former S&T AG)	Austria	Information system software and hardware integration service	5,393,105	5,393,105	16,835,008	26.46%	9,385,333	16,835,008	85,446	22,606	
Ennoconn Investment Holdings Co., Ltd.	Ennoconn Hungary Kft.	Hungary	Manufacturing and marketing of industrial computers	2,430,400	2,430,400	3,000,000	100.00%	2,508,487	3,000,000	347	347	
AIS Cayman Technology	American Industrial Systems Inc.	USA	Human-machine interface, industry 4.0, and other related products	45,570	45,570	1,500,000	100.00%	418,187	1,500,000	30,170	30,170	
AIS Cayman Technology	Vecow Co., Ltd.	Taiwan	Manufacturing, processing, trading, import and export of communication machinery and equipment, electronic equipment, and electronic devices	49,539	49,539	5,000,000	100.00%	498,382	5,000,000	33,107	33,107	
Ennoconn International Investment Co., Ltd.	Goldtek Technology Co., Ltd.	Taiwan	Wholesale and retail of telecommunications control RF equipment input and information software	492,221	492,221	17,022,831	56.74%	1,016,246	17,022,831	6,845	3,884	
Ennoconn International Investment Co., Ltd.	Caswell Inc.	Taiwan	Electronic components, computer and peripheral equipment manufacturing, electronic material wholesale, and information software services	149,500	149,500	3,250,000	4.44%	158,613	3,250,000	95,350	3,460	
Ennoconn International Investment Co., Ltd.	EnnoMech Precision (Cayman) Co., Ltd.	Cayman Islands	Professional investment	448,861	448,861	13,800,000	100.00%	655,465	13,800,000	20,380	20,380	
Ennoconn International Investment Co., Ltd.	Taiwan Applied Module Corporation	Taiwan	Research, design and sales of mobile payment, electronic signature, and information security products	95,029	95,029	10,400,000	100.00%	(56,538)	10,400,000	558	255	
Ennoconn International Investment Co., Ltd.	Thecus Technology Corp.	Taiwan	Electronic components, computer and peripheral equipment manufacturing, electronic material wholesale, and information software services	102,000	102,000	10,200,000	60.00%	(12,422)	10,200,000	(2,620)	(1,817)	
Ennoconn International Investment Co., Ltd.	Dexatek Technology Ltd.	Taiwan	Multimedia product R&D and design & manufacturing business	236,862	236,862	12,600,000	56.00%	359,643	12,600,000	12,557	5,232	
Ennoconn International Investment Co., Ltd.	Kontron AG (former S&T AG)	Austria	Information system software and hardware integration service	247,340	247,340	750,000	1.18%	503,501	750,000	540,997	5,638	

Name of Investor	Name of Investee	Location	Primary Business	Original Investment Amount		Held at the End of the Period			The highest amount of shareholding during the period	Profit or Loss of the Investee for the Period	Recognized Investment Profit or Loss for the Period	Remarks
				End of the Period	End of Previous Year	Shares	%	Book value				
Ennoconn International Investment Co., Ltd.	Marketch International Corp.	Taiwan	High-tech industry plant services and process system planning integration service	4,924,648	4,924,648	83,468,613	42.70%	6,456,262	83,468,613	455,235	189,526	
Ennoconn International Investment Co., Ltd.	Poslab Technology Corporation	Taiwan	Manufacturing, wholesale and sales of electronic and peripheral equipment	132,317	132,317	9,100,000	70.00%	105,640	9,100,000	(5,864)	(4,105)	
Ennoconn International Investment Co., Ltd.	RIGO GLOBAL CO., LTD.	Taiwan	Manufacturing, wholesale and sales of electronic and peripheral equipment	32,000	32,000	1,066,667	26.23%	29,227	1,066,667	(912)	(239)	
Ennoconn International Investment Co., Ltd.	Renown Information Technology Corp.	Taiwan	Electronic components, computer and peripheral equipment manufacturing, electronic material wholesale, and information software services	29,600	29,600	2,960,000	37.14%	19,837	2,960,000	(1,818)	(675)	
Ennoconn International Investment Co., Ltd.	Arbor Technology Corporation	Taiwan	R&D, assembly, installation, processing, and manufacturing of industrial host control board interface cards	296,000	296,000	16,000,000	16.76%	330,629	16,000,000	37,005	6,202	
Ennoconn International Investment Co., Ltd.	Ennowell Co., Ltd.	Taiwan	Smart building system integration, energy management services, and cloud services	9,000	9,000	900,000	30.00%	15,334	900,000	2,887	866	
EnnoMech Precision (Cayman) Co., Ltd.	HighAim Technology INC.	Samoa	Professional investment	329,418	329,418	3,382,618	67.65%	431,421	3,382,618	2,169	1,467	
EnnoMech Precision (Cayman) Co., Ltd.	ENNOMECH PRECISION Co., Ltd.	Taiwan	Electronic components, computer and peripheral equipment manufacturing, electronic material wholesale, and information software services	12,035	12,035	1,000,000	100.00%	46,400	1,000,000	18,334	18,334	
HighAim Technology INC.	FUNOLOGY INVESTMENT INC.	Samoa	Cloud components	30	30	1,000	100.00%	15,991	1,000	400	400	
HighAim Technology INC.	ANDRIX INTERNATIONAL LIMITED	Anguilla	Cloud components	27	27	900	100.00%	19,101	900	1,307	1,307	
Caswell Ltd.	CASO Inc.	Japan	Netcom product sales	27,062	27,062	1,881	99.00%	108,942	1,881	5,879	5,820	
Caswell Ltd.	Caswell International investment Co., Ltd.	Samoa	Overseas investments	101,135	101,135	3,205,760	100.00%	197,692	3,205,760	(6,679)	(6,679)	
Caswell Ltd.	Caswell Americas, Inc.	USA	Netcom product sales	92,460	92,460	3,000,000	100.00%	73,064	3,000,000	(421)	(421)	
Caswell Ltd.	APLIGO GmbH	Germany	Hub and SI Service	60,275	60,275	24,000	66.67%	59,597	24,000	(9,010)	(6,066)	
Caswell Ltd.	Hawkeye Tech Co., Ltd.	Taiwan	Computer and peripherals wholesale	602,041	602,041	9,096,667	60.64%	529,211	9,096,667	28,350	16,325	
Thecus Technology Corp.	Thecus USA, Inc.	USA	Network storage devices	23,367	23,367	750,000	100.00%	5,272	750,000	(61)	(61)	
Goldtek Technology Co., Ltd.	Keenest Electronic Corp.	Samoa	Professional investment	730,800	730,800	24,000,000	100.00%	258,690	24,000,000	(12,862)	(12,862)	
Goldtek Technology Co., Ltd.	NATIONGATE INTEGRATION (M) SDN.	Malaysia	Electronic manufacturing services	4,072	4,072	600,000	60.00%	4,233	600,000	17	10	
Keenest Electronic Corp.	Techno Precision Co., Ltd.	Hong Kong	Metal stamping and casting industry	310,968	310,968	7,500,000	40.30%	188,857	7,500,000	23,113	9,315	
Techno Precision Co., Ltd.	T-Paragon Die Casting Co., Ltd.	Hong Kong	Finance/Logistics	29,095	29,095	7,500,000	50.00%	115,793	7,500,000	38,101	19,051	
T-Paragon Die Casting Co., Ltd.	T-Paragon Industrial (Thailand) Co., Ltd.	Thailand	Metal stamping and casting industry	166,898	166,898	186,000,000	100.00%	195,196	186,000,000	9,638	9,638	
Taiwan Applied Module Corporation	Hua Qun Venture Management Corporation	Taiwan	General investment and investment consultancy	400	400	400,000	40.00%	185	400,000	(61)	(25)	
Marketch International Corp.	Marketch Integrated Pte. Ltd.	Singapore	Contracting of automation supply systems business in the semiconductor industry	331,732	292,147	14,636,958	100.00%	52,122	14,636,958	(439)	(439)	
Marketch International Corp.	Market Go Profits Ltd.	British Virgin Islands	Shareholding and reinvestment business	1,299,429	1,299,429	40,119,104	100.00%	2,436,182	40,119,104	61,014	61,014	
Marketch International Corp.	MIC-Tech Global Corp.	South Korea	General international trade industry	19,147	19,147	131,560	100.00%	15,915	131,560	1,370	1,370	
Marketch International Corp.	Headquarter International Ltd.	British Virgin Islands	Shareholding and reinvestment business	42,475	42,475	1,289,367	100.00%	36,779	1,289,367	34	34	
Marketch International Corp.	Tiger United Finance Ltd.	British Virgin Islands	Shareholding and reinvestment business	46,475	46,475	1,410,367	100.00%	34,489	1,410,367	112	112	
Marketch International Corp.	Marketch Engineering Pte. Ltd.	Singapore	Contracting of mechanical and electrical installation and other engineering business	29,545	21,804	1,270,133	100.00%	3,686	1,270,133	(444)	(444)	

Name of Investor	Name of Investee	Location	Primary Business	Original Investment Amount		Held at the End of the Period			The highest amount of shareholding during the period	Profit or Loss of the Investee for the Period	Recognized Investment Profit or Loss for the Period	Remarks
				End of the Period	End of Previous Year	Shares	%	Book value				
Marketech International Corp.	Marketech Integrated Manufacturing Company Limited	Myanmar	Design, manufacture, assembly, and other automatic production machinery, equipment, and components services.	478,985	478,985	1,535,600	100.00%	137,815	1,535,600	(7,142)	(7,142)	
			Trade, installation, and maintenance of various factory machinery, equipment, and peripheral consumables; consultancy services and software execution services related to the installation of computer hardware	131,060	131,060	-	100.00%	83,021	-	(7,233)	(7,233)	
Marketech International Corp.	MIC-Tech Viet Nam Co., Ltd.	Vietnam	Professional engineering contracting and related maintenance services; trading and repair of tools and machines, trading of cosmetics and daily necessities; software production, development, implementation, and programming services; providing installation services for industrial machinery and equipment	72,596	72,596	-	100.00%	4,505	-	(2,041)	(2,041)	
Marketech International Corp.	Marketech Co., Ltd.	Vietnam	R&D, trading, consulting, and other information system software and hardware application services	230,737	230,737	23,500,000	100.00%	51,776	23,500,000	(9,712)	(9,712)	
Marketech International Corp.	Ezoom Information, Inc.	Taiwan	Professional engineering contracting and related maintenance services; medical equipment sales	81,023	81,023	12,242,750	100.00%	40,023	12,242,750	(4,137)	(4,137)	
Marketech International Corp.	Marketech International Sdn.Bhd.	Malaysia	Engineering professional contracting and related maintenance services	259,794	259,794	8,750,000	100.00%	760,784	8,750,000	93,207	93,207	
Marketech International Corp.	Marketech International Corporation USA	USA	General international trade industry R&D, application and service of information software;	54,074	54,074	1,000,000	100.00%	82,841	1,000,000	900	900	
Marketech International Corp.	Spiro Technology Systems Inc.	USA	supply of electronic information and sale of equipment	84,119	84,119	5,005,940	25.62%	25,043	5,005,940	(15,183)	(3,889)	
Marketech International Corp.	ADAT Technology Co., Ltd.	Taiwan	Trading of machinery, equipment, and parts	38,043	38,043	1,199,000	99.92%	34,528	1,199,000	(1,548)	(1,548)	
Marketech International Corp.	PT Marketech International Indonesia	Indonesia	International trade business and technical services of machinery, equipment, and components	40,510	40,510	1,200,000	100.00%	3,723	1,200,000	(1,698)	(1,698)	
Marketech International Corp.	Marketech Netherlands BV	Netherlands	Trading and installation services of information and communication devices	42,713	42,713	5,968,371	29.24%	69,033	5,968,371	369	108	
Marketech International Corp.	Glory Technology Service Inc.	Taiwan	Panel equipment and material sales	2,000	2,000	200,000	20.00%	1,803	200,000	(18)	(4)	
Marketech International Corp.	MIC Techno Co., Ltd.	Taiwan	Smart medical consulting services and investment	500	500	50,000	100.00%	367	50,000	(10)	(10)	
Marketech International Corp.	Smart Health Corp.	Taiwan	Trading of equipment used in 5G wireless communication private networks (micro base stations and core networks) and IoT intelligent control gateways; maintaining the DMP cloud object management platform and providing integration services of software management platform, vertical domain IT, and communication system CT	50,000	50,000	5,000,000	61.35%	32,597	5,000,000	(7,296)	(4,476)	
Marketech International Corp.	Vertex Corporation	Taiwan										

Name of Investor	Name of Investee	Location	Primary Business	Original Investment Amount		Held at the End of the Period			The highest amount of shareholding during the period	Profit or Loss of the Investee for the Period	Recognized Investment Profit or Loss for the Period	Remarks
				End of the Period	End of Previous Year	Shares	%	Book value				
Marketech International Corp.	Bolite Optoelectronics Technology Co., Ltd.	Taiwan	R&D, manufacturing, and sales of precision laser-related modules and equipment, and providing laser application solutions	19,200	19,200	1,600,000	32.00%	23,576	1,600,000	(9,592)	(3,069)	
Marketech International Corp.	MIC Healthcare Korea Co., Ltd.	South Korea	R&D, sales, and professional technical services for medical devices and components; general international trade and import/export business.	41,537	22,822	3,600,000	100.00%	22,189	3,600,000	(5,246)	(5,246)	
Marketech International Corp.	Marketech International Corp. Japan	Japan	General international trade industry Warehousing and logistics services; sales agency business of semiconductor equipment, accessories, consumables and semiconductor materials	2,302	2,302	990	100.00%	1,136	990	(1,025)	(1,025)	
Marketech International Corp.	Advanced Technology Matrix United	USA	Shareholding and reinvestment business	60,960	-	2,000,000	68.97%	60,900	2,000,000	-	-	
Market Go Profits Ltd.	MIC-Tech Ventures Asia Pacific Inc.	Cayman Islands	Shareholding and reinvestment business	1,293,932	1,293,932	40,016,604	100.00%	2,434,872	40,016,604	61,014	-	
Marketech Engineering Pte. Ltd.	Marketech Integrated Construction Co., Ltd.	Myanmar	Contracting of mechanical and electrical installation and other engineering business	27,083	19,342	88,500	98.33%	3,119	88,500	(373)	-	
MIC-Tech Ventures Asia Pacific Inc.	Rusky HK Limited	Hong Kong	Shareholding and reinvestment business	34,551	34,551	833,000	100.00%	(5,365)	833,000	2,825	-	
MIC-Tech Ventures Asia Pacific Inc.	Frontken MIC Co. Limited	Hong Kong	Shareholding and reinvestment business	31,422	31,422	2,337,608	100.00%	3,317	2,337,608	-	-	
MIC-Tech Ventures Asia Pacific Inc.	MICT International Limited	Hong Kong	Shareholding and reinvestment business	132,282	132,282	5,400,000	60.00%	33,402	5,400,000	124	-	
MIC-Tech Ventures Asia Pacific Inc.	Leader Fortune Enterprise Co., Ltd.	Samoa	Shareholding and reinvestment business	8,990	8,990	303,000	31.43%	(4,410)	303,000	876	-	
MIC-Tech Ventures Asia Pacific Inc.	Fortune Blessing Co., Limited	Hong Kong	Shareholding and reinvestment business	45,985	45,985	500,000	27.78%	6,411	500,000	(1,213)	-	
Rusky HK Limited	PT Marketech International Indonesia	Indonesia	Trading of machinery, equipment, and parts	32	32	1,000	0.08%	30	1,000	(1,548)	-	
Kontron AG, Austria	S & T Plus sro, Czech Republic	Prague, CZ	IoT Solutions Europe	-	97,619	-	0.00%	-	10,000,000	-	-	
Kontron AG, Austria	S & T Bulgaria eood, Bulgaria	Sofia, BG	IoT Solutions Europe	41,789	41,789	13,126	100.00%	99,240	13,126	7,444	7,444	
Kontron AG, Austria	S & T Romania SRL, Romania	Bucharest, RO	IoT Solutions Europe	106,107	106,107	2,461	31.00%	86,646	2,461	4,636	1,440	
Kontron AG, Austria	S & T Mold srl., Moldova	Chisinau, MD	IT Services	59,184	59,184	578,898	51.00%	162,552	578,898	1,966	1,003	
S & T Mold srl., Moldova	S&T IT Technologie S.R.L., Moldova	Chisinau, MD	IT Services	80	80	50,000	100.00%	(1,439)	50,000	(1,771)	(1,771)	
Kontron AG, Austria	S & T Consulting Hungary Kft., Hungary	Budapest, HU	IT Services	392,806	392,806	100,000	100.00%	202,667	100,000	(1,972)	(1,972)	
S & T Consulting Hungary Kft., Hungary	S & T Services Kft., Hungary	Budapest, HU	IT Services	119,267	119,267	268,000	100.00%	52,916	268,000	(3,374)	(3,374)	
Kontron S & T AG, Germany	Kontron Asia Inc., Taiwan	Taipei, TW	IT Services	91,969	91,969	13,000	100.00%	149,827	13,000	28,279	28,279	
Kontron AG, Austria	computer betting company gmbh, Austria	Linz, AT	IT Services	1,240,817	1,240,817	36,336	100.00%	430,284	36,336	19,713	19,713	
computer betting company gmbh, Austria	S & T Romania SRL, Romania	Bucharest, RO	IoT Solutions Europe	55,559	55,559	5,460	69.00%	192,227	5,460	4,636	3,196	
Kontron AG, Austria	SecureGUARD GmbH, Austria	Linz, AT	IT Services	77,958	77,958	92,460	69.00%	40,896	92,460	3,052	2,106	
Kontron Europe GmbH, Germany	Kontron Austria GmbH, Austria	Engerwitzdorf, AT	IT Services	2,322	2,322	3,634	10.00%	68,725	3,634	14,728	1,473	
Kontron Austria GmbH, Austria	Kontron Electronics AG, Switzerland	Rotkreuz, CH	IT Services	-	-	1,000	100.00%	(103,975)	1,000	(1,377)	(1,377)	
Kontron AG, Austria	Kontron Austria GmbH, Austria	Engerwitzdorf, AT	IT Services	241,496	241,496	32,702	90.00%	618,522	32,702	14,728	13,255	
Kontron AG, Austria	Kontron Technologies GmbH, Austria	Linz, AT	IoT Solutions Europe	407,004	407,004	35,000	100.00%	301,137	35,000	(1,358)	(1,358)	
Kontron AG, Austria	S&T MEDTECH SRL, Romania	Bucharest, RO	IoT Solutions Europe	383,869	383,869	105,000	100.00%	226,122	105,000	(4,772)	(4,772)	
Kontron Europe GmbH, Germany	Kontron electronics GmbH, Germany	Großbettlingen, DE	IoT Solutions Europe	633,318	633,318	102,150	100.00%	665,691	102,150	1,885	1,885	
Kontron electronics GmbH, Germany	Kontron Electronics Kft.	Kapoly, HU	IT Services	4,768	4,768	3,000,000	100.00%	90,632	3,000,000	3,891	3,891	
Kontron Beteiligungs GmbH	Kontron Europe GmbH	Ismaning, DE	IoT Solutions Europe	6,884,241	6,884,241	23,600,000	100.00%	4,120,824	23,600,000	108,284	108,284	
Kontron Europe GmbH, Germany	Kontron America Inc.	SAN DIEGO / USA	IoT Solutions Europe	1,084,962	1,084,962	2,036,040	100.00%	372,831	2,036,040	19,480	19,480	
Kontron Europe GmbH, Germany	Kontron Canada Inc.	BOISBRIAND / CANADA	IoT Solutions Europe	1,979,795	1,979,795	50,000,200	100.00%	945,135	50,000,200	(6,453)	(6,453)	
Kontron Europe GmbH, Germany	Kontron Asia Pacific Design Sdn. Bhd.	PENANG / MALAYSIA	IoT Solutions America	166,744	166,744	44,581,102	100.00%	(129,338)	44,581,102	(5,144)	(5,144)	
Kontron Europe GmbH, Germany	Kontron Technology Beijing Co. Ltd.	BEIJING / CHINA	IoT Solutions America	30,193	30,193	15,398,961	100.00%	399,784	15,398,961	6,017	6,017	
Kontron Europe GmbH, Germany	Kontron Modular Computers SAS	Toulon / France	IoT Solutions Europe	169,604	169,604	344,503	100.00%	151,958	344,503	5,180	5,180	

Name of Investor	Name of Investee	Location	Primary Business	Original Investment Amount		Held at the End of the Period			The highest amount of shareholding during the period	Profit or Loss of the Investee for the Period	Recognized Investment Profit or Loss for the Period	Remarks
				End of the Period	End of Previous Year	Shares	%	Book value				
Kontron Europe GmbH, Germany	Kontron UK Ltd.	Chichester / UK	IoT Solutions Europe	56,280	56,280	172,550	100.00%	119,304	172,550	(3,637)	(3,637)	
AO IskraUralTel Yekaterinburg	Affair OOO, Russia	Moscow, RU	IoT Solutions Europe	-	113,197	-	0.00%	-	4,800,000	-	-	
Affair OOO, Russia	RTSoft Project OOO, Russia	Moscow, RU	IoT Solutions Europe	-	9,687	-	0.00%	-	372,500	-	-	
Kontron AG, Austria	Kontron Transportation GmbH	Vienna, AT	IoT Solutions Europe	358,454	358,454	10,000,000	100.00%	758,725	10,000,000	110,206	110,206	
Kontron Transportation GmbH	Kapsch CarrierCom Sp. z o.o.	Warsaw, PL	IoT Solutions Europe	-	-	100,000	100.00%	(42,876)	100,000	(535)	(535)	
Kontron Transportation GmbH	Kontron Transportation Espana SL (former Kapsch CarrierCom Espana, S.L.U.)	Madrid, Spain	IoT Solutions Europe	-	-	250,000	100.00%	8,183	250,000	(3,369)	(3,369)	
Kontron Transportation GmbH	Kontron Transportation Portugal Unipessoal LDA (former Kapsch CarrierCom - Unipessoal LDA Co., Ltd)	Lisboa, Portugal	IoT Solutions Europe	-	-	5,000	100.00%	42,968	5,000	2,414	2,414	
Kontron Transportation GmbH	Kontron Transportation sro	Prague, CZ	IoT Solutions Europe	-	-	30,400,000	100.00%	157,331	30,400,000	44,161	44,161	
Kontron Transportation GmbH	Kontron Transportation Hungary Kft.	Budapest, HU	IoT Solutions Europe	-	-	67,000,000	100.00%	(43,857)	67,000,000	(3,409)	(3,409)	
Kontron Transportation GmbH	Kontron Transportation Deutschland GmbH (former Kapsch CarrierCom Deutschland GmbH)	Neu-Isenburg, GE	IoT Solutions Europe	-	-	25,000	100.00%	(151)	25,000	1,845	1,845	
Kontron Transportation GmbH	Kontron Transportation France S.A.S	Paris, FR	IoT Solutions Europe	-	-	8,600,000	100.00%	239,265	8,600,000	(77,654)	(77,654)	
Kontron Transportation GmbH	Kontron Transportation UK Ltd.	Harrow, UK	IoT Solutions Europe	-	-	415,950	100.00%	98,808	415,950	5,061	5,061	
Kontron Transportation GmbH	Kontron Public Transportation (former: Kontron Transportation Belgium NV)	Diegem, BE	IoT Solutions Europe	-	-	11,318,887	99.00%	(20,104)	11,318,887	(7,270)	(7,267)	
Kontron AG, Austria	Kontron AIS GmbH	Dresden, Germany	IoT Solutions Europe	433,198	433,198	51,000	100.00%	395,448	51,000	3,542	3,542	
Kontron AG, Austria	Kontron Beteiligungs GmbH	Augsburg, DE	IoT Solutions Europe	6,909,586	6,909,586	25,001	100.00%	7,386,730	25,001	-	-	
Kontron AG, Austria	Iskratel d.o.o.	Kranj, SI	IoT Solutions Europe	1,990,131	1,990,131	109,275	100.00%	1,679,336	109,275	(3,963)	(3,963)	
ITS Skopje	ITS Softver d.o.o	Skopje, MK	IoT Solutions Europe	165	165	309,000	100.00%	13,794	309,000	129	129	
Iskratel d.o.o.	IskraCom	Almaty, KZ	IoT Solutions Europe	-	-	15,365,000	100.00%	4,062	15,365,000	(1,883)	(1,883)	
Iskratel d.o.o.	OOO Iskratel Tashkent	Tashkent, UZ	IoT Solutions Europe	62	62	8,798,207	76.00%	11,475	8,798,207	1,192	906	
Iskratel d.o.o.	AO IskraUralTel Yekaterinburg	Yekaterinburg, RU	IoT Solutions Europe	37,186	37,186	760,000	48.00%	405,365	760,000	41,784	41,784	
Affair OOO, Russia	RTSoft, AO	Moscow, RU	IT Services	252,204	252,204	1,000,000	100.00%	(70,710)	1,000,000	(26,497)	(26,497)	
Kontron AIS GmbH	LUCOM GmbH	Fürth, DE	IoT Solutions Europe	164,400	164,400	26,076	100.00%	167,992	26,076	312	312	
Kontron Transportation Espana SL	Arce Mobility Solutions S.A.U.	Bilbao, ES	IoT Solutions Europe	249,888	249,888	60,000	100.00%	256,071	60,000	6,134	6,134	

Note 1: It is calculated according to the investee's financial statements audited by the certified public accountant and the investor's shareholding ratio in the same period.

Note 2: The investment profit or loss recognized for period includes the amortization of the difference between the investment cost and net worth of shareholding.

Note 3: Kontron AG, Austria previously held 100% of Kontron S&T AG, Germany directly. Due to the adjustment of the organizational structure, it indirectly held Kontron S&T AG, Germany through the establishment of Kontron Beteiligungs GmbH.

Note 4: The original investment amount conversion rate is the spot average rate of the Bank of Taiwan on March 31, 2023.

Ennoconn corporation And Subsidiaries
Information on Investments in Mainland China
For the three months ended March 31, 2023

Table VIII

(1) Name, major businesses, and related information about investees in mainland China:

Unit: NT\$thousand

Name of the investee in mainland China	Primary Business	Paid-in Capital	Investment Method	Accumulated Investment Amount Remitted Out of Taiwan at the Beginning of the Period	Amount of Investment Remitted or Repatriated for the Period		Accumulated Investment Amount Remitted Out of Taiwan at the End of the Period	Profit or Loss of the Investee for the Period	Company's Direct or Indirect Investment Shareholding Ratio	The Highest Amount of Shareholding or Capital Contribution During the Period	Investment Profit or Loss Recognized for the Period	Carrying Amount of Investment at the End of the period	Repatriated Investment Income by the End of the Period
					Remitted	Repatriated							
Nanjing Asiatek Inc.	R&D and sales of software and hardware products, and providing installation, commissioning, and technical consultation	91,140	(2)	31,502	-	-	31,502	25,058	100.00%	100.00%	25,058	209,088	-
Shenzhen Asiatek INC.	Engages in R&D, production and sales of electronic materials required for hardware and software products	132,300	(3)	-	-	-	-	15,812	0.00%	25.00%	3,953	-	-
Ennoconn (Foshan) Investment Co., Ltd.	Professional investment	526,973	(2)	296,085	-	-	296,085	(130)	100.00%	100.00%	(130)	516,009	-
Ennoconn (Suzhou) Technology Co., Ltd.	R&D, production, and sales of industrial computers	911,400	(2)	911,400	-	-	911,400	3,554	100.00%	100.00%	3,554	698,898	-
Ennoconn (Kunshan) Technology Co., Ltd.	Intelligent technology development and hardware sales	44,100	(3)	-	-	-	-	99	70.00%	70.00%	70	14,819	-
Ennoconn Investment Co., Ltd.	Professional investment	607,600	(2)	607,600	-	-	607,600	(8,102)	100.00%	100.00%	(8,102)	613,745	-
Beijing Caswell Ltd.	Production of electronic monitoring products and network communication products.	115,710	(2)	94,882	-	-	94,882	(8,145)	26.03%	26.03%	(2,120)	68,608	-
HighAim Technology Inc.	Design, development, and production of various molds, servers, and communication equipment.	607,600	(2)	329,410	-	-	329,410	(3,815)	67.65%	67.65%	(2,581)	401,098	-
Top Leading Technology Inc.	Leasing, sales, and after-sales service of smart machines, equipment, and accessories.	4,410	(3)	-	-	-	-	(1)	67.65%	67.65%	(1)	(8,714)	-
HighAim Technology (Shenzhen) Inc.	Automatic fixtures, inspection tools, and molds	-	(3)	-	-	-	-	-	0.00%	67.65%	-	-	-
Goldtek Technology (Shenzhen) Co., Ltd.	R&D, wholesale, and processing of electronic products and smart home security system equipment.	395,850	(2)	395,850	-	-	395,850	(22,535)	56.74%	56.74%	(12,787)	(33,513)	-
Techno Precision ShenZhen Co., Ltd.	Stamping/assembly	89,217	(2)	-	-	-	-	11,191	22.87%	22.87%	2,559	(11,983)	-
T-Paragon Die Casting ShenZhen Co., Ltd.	Zinc/aluminum alloy die casting	19,395	(2)	-	-	-	-	16,918	11.43%	11.43%	1,934	19,183	-
Techno Apogee Co.,Ltd.	Plastic, metal mold manufacturing, production, and marketing	-	(2)	-	-	-	-	-	0.00%	16.00%	-	-	-
T-MAXX Technology Co., Ltd.	Smart home security system equipment	-	(2)	-	-	-	-	-	0.00%	22.87%	-	-	-
Goldtek Technology Trade (Shenzhen) Co., Ltd.	Sales of electronic products and electronic special materials	2,216	(2)	-	-	-	-	(280)	56.74%	56.74%	(159)	664	-
MIC-Tech (Wuxi) Co., Ltd.	Design, manufacturing, installation, and maintenance services for semiconductor components and crystal special equipment, electronic components special equipment, and environmental pollution prevention and control equipment; assembly of special packaging equipment and refrigeration equipment; barbecue grill assembly	776,475	(2)	624,225	-	-	624,225	(11,991)	42.70%	42.80%	(5,059)	55,798	-
MIC-Tech (Shanghai) Corp.	Semiconductor production, maintenance of semiconductor equipment, testing equipment and consumables, wholesale, commission agency, import/export of power generation boilers, and other related supporting businesses; warehousing and distribution business focusing on chemical and boiler products	250,938	(2)	15,225	-	-	15,225	66,151	42.70%	42.80%	28,247	336,069	-

Name of the investee in mainland China	Primary Business	Paid-in Capital	Investment Method	Accumulated Investment Amount Remitted Out of Taiwan at the Beginning of the Period	Amount of Investment Remitted or Repatriated for the Period		Accumulated Investment Amount Remitted Out of Taiwan at the End of the Period	Profit or Loss of the Investee for the Period	Company's Direct or Indirect Investment Shareholding Ratio	The Highest Amount of Shareholding or Capital Contribution During the Period	Investment Profit or Loss Recognized for the Period	Carrying Amount of Investment at the End of the period	Repatriated Investment Income by the End of the Period
					Remitted	Repatriated							
Fuzhou Jiwei System Integrated Co., Ltd.	Clean room and power system equipment, piping system equipment installation and related supporting services	-	(2)	-	-	-	-	-	0.00%	42.80%	-	-	-
Shanghai Maohua Electronics Engineering Co., Ltd.	Design, installation, debugging, and technical services for pesticide control and regeneration, pipeline systems, and related facilities for the semiconductor manufacturing industry, equipment maintenance for the semiconductor manufacturing industry, and technical consultation on electronic and medical devices	18,270	(2)	18,361	-	-	18,361	3,247	37.15%	37.24%	1,206	(3,458)	-
MIC-Tech Electronics Engineering Corp.	Mechanical and electrical installation, engineering construction general contracting, electrical engineering professional contracting, chemical petroleum equipment pipeline installation, pipeline professional contracting, and post-engineering warranty services; related engineering and technical consulting services	536,499	(2)	259,434	-	-	259,434	(3,992)	42.70%	42.80%	(1,705)	337,426	-
Intergrated Manufacturing & Services Co., Ltd.	Development and production of special equipment for solar cell production, manufacturing of key parts such as optical engines, light sources, projection screens, high-definition projection tubes, and micro display projection equipment modules for large screen color projection displays, manufacturing of new electronic components, cleaning and regeneration services.	213,150	(2)	118,755	-	-	118,755	124	25.62%	25.68%	32	13,937	-
MIC-Tech China Trading (Shanghai) Co., Ltd.	Wholesale, commission agency, import/export of chemical products (excluding hazardous chemicals, precursor chemicals, and special chemicals), semiconductors, testing equipment and consumables, solar energy equipment consumables, boilers for power generation, mechanical equipment and accessories, and other related supporting business	45,675	(2)	45,675	-	-	45,675	2,806	42.70%	42.80%	1,198	50,822	-
Macrotec Technology (Shanghai) Co. Ltd.	Wholesale, commission agency, import/export of electronic products, food, textiles, daily necessities, cosmetics, valve switches, instruments and meters, metal products, mechanical and electrical equipment, and related supporting business; international trade, entrepot trade, trade between enterprises in the bonded area and trade agents in the area	29,138	(2)	9,158	-	-	9,158	876	13.42%	13.45%	118	(1,884)	-
Fortune International Corporation	R&D, design, manufacturing, sales, installation and maintenance services of semiconductor-related components, equipment, and materials; semiconductor-related R&D, technology transfer, technical consultation, technical services, supply chain management services, import/export of all kinds of commodities and technologies for self-operation and agency	54,810	(2)	15,225	-	-	15,225	(1,213)	11.86%	11.89%	(144)	2,723	-

(2) Investment limit in Mainland China:

Company Name	Accumulated Outward Remittance for Investment from Taiwan to Mainland China - End of the Period	Investment Amount Approved by the Investment Commission of the Ministry of Economic Affairs	Investment Quota in Mainland China in Accordance with the Regulations of the Investment Commission of the Ministry of Economic Affairs
Ennoconn corporation	1,846,585	2,843,049	8,987,366
Goldtek Technology Co., Ltd.	704,927	704,927	1,040,673
Caswell Inc.	94,882	94,882	1,911,833
Ennoconn International Investment Co., Ltd.	329,410	329,410	6,089,077
Marketch International Corp.	1,193,336	1,988,903	6,012,185

Note 1: Investment methods are divided into below three types with remark by type only:

- (1) Direct investment in mainland China.
- (2) Investment in mainland China through companies in third regions (please specify the investment company or companies in the third region(s)).
- (3) Other methods.

Note 2: The column of investment profit and loss recognized in this period:

- (1) If the company is in preparation status and no investment loss and profit occur, it shall be noted.
- (2) The recognition basis of investment profit and loss is divided into the following three types, which should be noted.
 - A. The financial statements audited by an international CPA firm that has a cooperative relationship with a CPA firm in R.O.C.
 - B. The financial statements have been audited by the parent company's CPA in Taiwan.
 - C. Others.

Note 3: The conversion rate is the spot average exchange rate of the Bank of Taiwan on March 31, 2023.

Note 4: It is a non-significant associate, and its financial statements not audited by CPAs shall not have a significant impact.