

Ennoconn Corporation And Subsidiaries
Consolidated Financial Statements and
Independent Auditors' Review Report

Six Months Ended June 30, 2024 and 2023

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Notice to Reader

For the convenience of readers, this report has been translated into English from the original Chinese version. The English version has not been audited or reviewed by independent auditors. 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.

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Independent Auditors' Review Report

Board of Directors, Ennoconn Corporation

Preface

The consolidated balance sheets of Ennoconn Corporation and Subsidiaries as of June 30, 2024 and 2023, the consolidated statements of comprehensive income for the three months and six months ended June 30, 2024 and 2023, and the consolidated statements of changes in equity and cash flows for the six months ended June 30, 2024 and 2023, as well as the notes to the consolidated financial statements (including a summary of significant accounting policies), have been reviewed by the CPA. The 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 the International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission. The certified public accountant's responsibility is to express a conclusion on the consolidated financial statements based on the review results.

Scope

Except as described in the basis for qualified conclusion paragraph, we conducted our review in accordance with the Statement of Auditing Standards No. 2410, 'Review of Financial Statements'.

A review of the consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, applying analytical procedures, and other review procedures. A review is substantially less in scope than an audit and consequently does not enable the certified public accountant to obtain assurance that the certified public accountant would become aware of all significant matters that might be identified in an audit. Accordingly, a review does not provide a basis for expressing an audit opinion.

Basis for Conclusions

As described in Note 4(2) to the accompanying consolidated financial statements, the financial information of certain insignificant subsidiaries included in the aforementioned consolidated financial statements was based on their unaudited financial statements for the same periods. As of June 30, 2024 and 2023, the total assets of these subsidiaries were NT\$26,308,600 thousand and NT\$1,289,659 thousand, representing 18.08% and 1.10% of the consolidated total assets, respectively; the total liabilities were NT\$13,713,774 thousand and NT\$366,161 thousand, representing 14.52% and 0.51% of the consolidated total liabilities, respectively. The comprehensive income (loss) for the three months ended June 30, 2024 and 2023 amounted to NT\$(337,974) thousand and NT\$(78,536) thousand, and for the six months ended June 30, 2024 and 2023 amounted to NT\$(500,140) thousand and NT\$(142,858) thousand, representing (22.00)%, (3.38)%, (13.26)%, and (4.20)% of the consolidated comprehensive income (loss), respectively.

In addition to the above paragraph, as described in Note 6(7) to the consolidated financial statements, certain equity-method investments of Ennoconn Corporation and Subsidiaries as of June 30, 2024 and 2023 amounted to NT\$623,378 thousand and NT\$335,610 thousand, respectively. The share of profit or loss of associates accounted for using the equity method for the three months ended June 30, 2024 and 2023 amounted to NT\$7,229 thousand and NT\$4,975 thousand, respectively, and for the six months ended June 30, 2024 and 2023 amounted to NT\$2,763 thousand and NT\$12,730 thousand, respectively. These figures were based on the unaudited financial statements of those invested companies for the same periods.

Qualified Opinion

Based on our review, except for the possible effects of the adjustments, if any, as might have been determined to be necessary had the financial statements of those invested companies described in the Basis for Qualified Conclusion paragraph been reviewed by CPAs, 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 Subsidiaries as of June 30, 2024 and 2023, their consolidated financial performance for the three months and six months ended June 30, 2024 and 2023, and their consolidated cash flows for the six months ended June 30, 2024 and 2023, in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 'Interim Financial Reporting' as endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

KPMG Taiwan

CPA:

Pei-Ju Hsiao

Chi-Lung Yu

Financial Supervisory Commission Approval Document:

No. 1040003949

No. 0920122026

August 13, 2024

Notice to Reader

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ENNOCONN CORPORATION AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEET

June 30, 2024, December 31 and June 30, 2023

Unit: NT\$ thousand

(Please refer to the notes to the consolidated financial statements attached)

| Assets | 2024.6.30 | | 2023.12.31 | | 2023.6.30 | | Liabilities and Equity | 2024.6.30 | | 2023.12.31 | | 2023.6.30 | |
|--|---------------------------|-------------------|---------------------------|-------------------|---------------------------|-------------------|---|---------------------------|-------------------|---------------------------|-------------------|---------------------------|-------------------|
| | Amount | % | Amount | % | Amount | % | | Amount | % | Amount | % | Amount | % |
| Current Assets: | | | | | | | Current Liabilities: | | | | | | |
| 1100 Cash and Cash Equivalents (Notes 6(1) and (27)) | \$ 22,931,081 | 16 | 24,060,954 | 19 | 22,789,700 | 19 | 2100 Short-Term Borrowings (Notes 6(16) and (27)) | \$ 12,688,611 | 9 | 12,638,623 | 10 | 12,974,684 | 11 |
| 1110 Financial Liabilities at Fair Value through Profit or Loss - Current (Notes 6(2) and (27)) | 150,057 | - | 164,696 | - | 97,619 | - | 2130 Contract Liabilities - Current (Note 6(24)) | 13,321,209 | 9 | 12,294,270 | 10 | 10,301,042 | 10 |
| 1136 Financial Assets Measured at Amortized Cost - Current (Notes 6(4) and (24)) | 259,642 | - | 223,659 | - | 220,980 | - | 2150 Notes Payable (Note 6(27)) | 2,130,694 | 1 | 1,766,628 | 1 | 1,728,147 | 2 |
| 1140 Contract Assets - Current (Notes 6(24)) | 15,343,853 | 11 | 14,825,773 | 12 | 13,124,663 | 12 | 2160 Notes Payable - Related Parties (Note 6(27) and 7) | 5,631 | - | 11,335 | - | 4,189 | - |
| 1150 Net Notes Receivable (Notes 6(4) and (24)) | 78,741 | - | 268,107 | - | 148,885 | - | 2170 Accounts Payable (Note 6(27)) | 20,522,088 | 14 | 18,930,714 | 15 | 15,791,964 | 13 |
| 1172 Net Accounts Receivable (Notes 6(4), (24) and 8) | 21,013,145 | 14 | 20,073,067 | 16 | 14,937,203 | 13 | 2180 Accounts Payable - Related Parties (Notes 6(27) and 7) | 35,153 | - | 83,755 | - | 44,296 | - |
| 1180 Net Accounts Receivable - Related Parties (Notes 6(4), (24) and 7) | 134,317 | - | 67,243 | - | 123,202 | - | 2200 Other Payables (Including Related Parties) (Note 6(27)) | 10,533,626 | 7 | 5,470,927 | 4 | 7,343,525 | 6 |
| 130X Inventories (Notes 6(5) and 8) | 29,670,933 | 20 | 21,685,112 | 17 | 23,149,893 | 20 | 2230 Current Income Tax Liabilities | 1,290,937 | 1 | 1,525,118 | 1 | 1,165,580 | 1 |
| 1470 Other Current Assets (Note 6(15) and 8) | 5,919,444 | 5 | 6,025,546 | 5 | 7,507,560 | 6 | 2250 Provisions for Liabilities - Current | 1,453,325 | 1 | 1,136,285 | 1 | 810,229 | 1 |
| 11XX Total current assets | <u>95,501,213</u> | <u>66</u> | <u>87,394,157</u> | <u>69</u> | <u>82,099,705</u> | <u>70</u> | 2280 Lease Liabilities - Current (Notes 6(19) and (27)) | 1,791,852 | 1 | 1,353,187 | 1 | 1,142,908 | 1 |
| Non-Current Assets: | | | | | | | 2321 Current portion of convertible corporate bonds payable within one year or one operating cycle (Notes 6(18) and (27)) | - | - | 800,248 | 1 | 2,793,601 | 2 |
| 1510 Financial Liabilities at Fair Value through Profit or Loss - Current (Notes 6(2) and (27)) | 2,121,772 | 1 | 1,723,028 | 1 | 1,350,436 | 1 | 2322 Long-Term Liabilities Due within One Year or One Operating Cycle (Note 6(17) and (27)) | 1,581,375 | 2 | 4,554,479 | 4 | 4,501,152 | 3 |
| 1520 Financial Assets at Fair Value through Other Comprehensive Income - Non-Current (Notes 6(3) and (27)) | 1,672,048 | 1 | 1,577,610 | 1 | 1,381,914 | 1 | 2399 Other Current Liabilities | 533,528 | - | 640,861 | 1 | 576,802 | - |
| 1550 Investments Accounted for Using Equity Method (Note 6(12) and (14)) | 623,378 | - | 602,334 | - | 485,584 | - | 21XX Total current liabilities | <u>65,888,029</u> | <u>45</u> | <u>61,206,430</u> | <u>49</u> | <u>59,178,119</u> | <u>50</u> |
| 1600 Property, Plant and Equipment (Note 6(12) and 8) | 10,729,241 | 7 | 7,178,531 | 6 | 6,862,534 | 6 | Non-Current Liabilities: | | | | | | |
| 1755 Right-of-use assets (Note 6(14)) | 6,259,245 | 4 | 4,894,351 | 4 | 3,645,914 | 3 | 2530 Corporate Bonds Payable (Notes 6(18) and (27)) | 6,898,991 | 5 | 7,076,055 | 6 | 4,326,360 | 4 |
| 1760 Net Investment Property (Note 8) | 49,991 | - | 49,650 | - | 51,052 | - | 2540 Long-Term Loans (Notes 6(17) and (27)) | 12,854,449 | 9 | 2,716,721 | 2 | 2,981,928 | 2 |
| 1805 Goodwill (Notes 6(13)) | 16,693,131 | 11 | 14,463,663 | 11 | 13,510,918 | 12 | 2550 Provisions for Liabilities - Non-Current | 585,170 | - | 482,405 | - | 441,060 | - |
| 1821 Other Intangible Assets (Note 6(13)) | 8,112,824 | 6 | 5,970,103 | 5 | 5,252,073 | 5 | 2570 Deferred Income Tax Liabilities | 1,283,243 | - | 576,350 | - | 641,873 | 1 |
| 1840 Deferred income tax assets (Note 6(21)) | 2,613,588 | 2 | 2,088,376 | 2 | 1,592,312 | 1 | 2580 Non-Current Lease Liabilities (Notes 6(19) and (27)) | 5,264,442 | 4 | 3,985,321 | 3 | 3,031,089 | 3 |
| 1960 Prepaid Investment | 71,326 | - | 32,547 | - | 234,617 | - | 2640 Net Defined Benefit Liability - Non-Current | 732,530 | - | 611,805 | - | 382,254 | - |
| 1990 Other Non-Current Assets (Notes 6(15) and 8) | 1,071,096 | 2 | 810,117 | 1 | 996,223 | 1 | 2670 Other Non-Current Liabilities | 914,965 | 1 | 451,422 | - | 464,480 | - |
| 15XX Total Non-Current Assets | <u>50,017,640</u> | <u>34</u> | <u>39,390,310</u> | <u>31</u> | <u>35,363,577</u> | <u>30</u> | 25XX Total non-current liabilities | <u>28,533,790</u> | <u>19</u> | <u>15,900,079</u> | <u>11</u> | <u>12,269,044</u> | <u>10</u> |
| | | | | | | | 2XXX Total liabilities | <u>94,421,819</u> | <u>64</u> | <u>77,106,509</u> | <u>60</u> | <u>71,447,163</u> | <u>60</u> |
| | | | | | | | Equity Attributable to Owners of Parent Company (Notes 6(22)): | | | | | | |
| | | | | | | | 3110 Share Capital | 1,370,771 | 1 | 1,319,999 | 1 | 1,241,354 | 1 |
| | | | | | | | 3200 Additional Paid-In Capital | 15,579,931 | 11 | 14,940,752 | 12 | 13,054,738 | 11 |
| | | | | | | | Retained Earnings: | | | | | | |
| | | | | | | | 3310 Legal reserve | 1,380,526 | 1 | 1,161,514 | 1 | 1,161,514 | 1 |
| | | | | | | | 3320 Special Reserve | 1,039,929 | 1 | 905,934 | 1 | 905,934 | 1 |
| | | | | | | | 3350 Undistributed Earnings | 3,811,318 | 3 | 4,612,432 | 4 | 3,435,513 | 3 |
| | | | | | | | 3300 Subtotal Retained Earnings | 6,231,773 | 5 | 6,679,880 | 6 | 5,502,961 | 5 |
| | | | | | | | 3490 Other Equity | (205,602) | - | (1,039,929) | (1) | (503,134) | 0 |
| | | | | | | | 31XX Subtotal Equity Attributable to Owners of the Parent Com | 22,976,873 | 17 | 21,900,702 | 18 | 19,295,919 | 17 |
| | | | | | | | 36XX Equity (Notes 6(11) and (22)) | 28,120,161 | 19 | 27,777,256 | 22 | 26,720,200 | 23 |
| | | | | | | | 3XXX Total Equity | <u>51,097,034</u> | <u>36</u> | <u>49,677,958</u> | <u>40</u> | <u>46,016,119</u> | <u>40</u> |
| 1XXX Total Assets | <u>145,518,853</u> | <u>100</u> | <u>126,784,467</u> | <u>100</u> | <u>117,463,282</u> | <u>100</u> | Total Liabilities and Equity | <u>145,518,853</u> | <u>100</u> | <u>126,784,467</u> | <u>100</u> | <u>117,463,282</u> | <u>100</u> |

Chairman: Fu-Chuan Chu

Managerial officer: Neng-Chi Tsai

Accounting supervisor: Tsung-Hsien Chuang

ENNOCONN CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Six Month Ended June, 2024 and 2023

Unit: NTS thousand

| | Three Month Ended June 31, 2024 | | Three Month Ended June 30, 2023 | | Six Month Ended June 30, 2024 | | Six Month Ended June 30, 2023 | |
|---|------------------------------------|-------------|------------------------------------|-------------|----------------------------------|-------------|----------------------------------|-------------|
| | Amount | % | Amount | % | Amount | % | Amount | % |
| 4100 Net Operating Revenue (Notes 6(24) and 7) | \$ 36,321,094 | 100 | 28,961,587 | 100 | 69,038,108 | 100 | 57,452,897 | 100 |
| 5110 Operating Costs (Notes 6(5), (12), (13), (14), (20), (25) and 7) | 29,512,352 | 81 | 23,231,479 | 80 | 55,646,432 | 81 | 46,210,099 | 80 |
| 5900 Gross Profit | 6,808,742 | 19 | 5,730,108 | 20 | 13,391,676 | 19 | 11,242,798 | 20 |
| Operating Expenses (Notes 6(5), (12), (13), (14), (20) and (25)): | | | | | | | | |
| 6100 Selling Expenses | 1,132,249 | 3 | 806,168 | 3 | 2,050,446 | 3 | 1,567,202 | 3 |
| 6200 Management Expenses | 1,425,648 | 4 | 1,349,007 | 5 | 3,543,679 | 5 | 2,642,518 | 5 |
| 6300 Research and Development Expenses | 3,149,016 | 9 | 2,114,966 | 7 | 5,542,118 | 8 | 4,129,736 | 7 |
| 6450 Expected Credit Losses | (57,760) | - | (12,070) | - | 127,023 | - | 148,690 | - |
| 6000 Total Operating Expenses | 5,649,153 | 16 | 4,258,071 | 15 | 11,263,266 | 16 | 8,488,146 | 15 |
| 6900 Net Operating Income | 1,159,589 | 3 | 1,472,037 | 5 | 2,128,410 | 3 | 2,754,652 | 5 |
| Other Operating Income and Expenses (Notes 6(7), (10) and (26)) | | | | | | | | |
| 7100 Interest Income | 204,900 | 1 | 123,089 | - | 321,802 | - | 231,628 | - |
| 7190 Other Income | 47,514 | - | 7,057 | - | 52,122 | - | 13,260 | - |
| 7020 Other Gains and Losses | 730,983 | 2 | 929,490 | 3 | 1,675,219 | 2 | 1,308,300 | 2 |
| 7050 Financial Costs | (438,483) | (1) | (258,900) | - | (777,463) | - | (482,743) | - |
| 7060 Share of Profits or Loss of Associates Accounted for Using the Equity Method | 5,636 | - | 10,138 | - | (2,907) | - | 17,893 | - |
| 7000 Total Non-Operating Income and Expenses | 550,550 | 2 | 810,874 | 3 | 1,268,773 | 2 | 1,088,338 | 2 |
| 7900 Profit before tax | 1,710,139 | 5 | 2,282,911 | 8 | 3,397,183 | 5 | 3,842,990 | 7 |
| 7950 Less: Income Tax Expense (Note 6(21)) | 494,485 | 2 | 772,823 | 3 | 838,053 | 1 | 1,158,028 | 2 |
| 8000 Net Profit from Continuing Operations for the Current Period | 1,215,654 | 3 | 1,510,088 | 5 | 2,559,130 | 4 | 2,684,962 | 5 |
| 8100 Profit (Loss) from Discontinued Operations (Note 12(2)) | 3,993 | - | 53,081 | - | 7,909 | - | 53,276 | - |
| 8200 Net Profit for the Period | 1,219,647 | 3 | 1,563,169 | 5 | 2,567,039 | 4 | 2,738,238 | 5 |
| Other comprehensive income: | | | | | | | | |
| 8310 Items that Will not be Reclassified to Profit or Loss | | | | | | | | |
| 8311 Remeasurement of Defined Benefit Plan | (609) | - | 311 | - | 38 | - | 1,534 | - |
| 8316 Unrealized gains or losses on equity instrument investments measured at fair value through other | (86,385) | - | (1,081) | - | (81,073) | - | (13,865) | - |
| 8320 Share of other comprehensive income of associates accounted for using equity method (Note 6(7)) | - | - | - | - | 518 | - | - | - |
| 8349 Less: Income tax relating to items that will not be reclassified (Note 6(21)) | (1,915) | - | - | - | (1,915) | - | - | - |
| Total items not reclassified to profit or loss | (85,079) | - | (770) | - | (78,602) | - | (12,331) | - |
| 8360 Items that May Be Reclassified Subsequently to Profit or Loss | | | | | | | | |
| 8361 Exchange Differences on Translation of Foreign Financial Statements | 414,618 | 1 | 706,401 | 2 | 1,301,011 | 2 | 707,890 | 1 |
| 8380 Share of other comprehensive income of associates accounted for using equity method (Note 6(7)) | 1,593 | - | (1,532) | - | 5,152 | - | (1,252) | - |
| 8399 Less: Income tax relating to items that will be reclassified (Note 6(21)) | 14,481 | - | 1,993 | - | 22,898 | - | 1,577 | - |
| Total items that may be reclassified subsequently to profit or loss | 401,730 | 1 | 702,876 | 2 | 1,283,265 | 2 | 705,061 | 1 |
| 8300 Other Comprehensive Income for the Fiscal Year | 316,651 | 1 | 702,106 | 2 | 1,204,663 | 2 | 692,730 | 1 |
| 8500 Total Comprehensive Income (Loss) for the Period | <u>\$ 1,536,298</u> | <u>4</u> | <u>2,265,275</u> | <u>7</u> | <u>3,771,702</u> | <u>6</u> | <u>3,430,968</u> | <u>6</u> |
| Net Profit for the Period Attributable to: | | | | | | | | |
| 8610 Parent Company | 506,627 | 1 | 579,807 | 2 | 1,137,968 | 2 | 1,072,253 | 2 |
| 8620 Non-Controlling Interests | 713,020 | 2 | 983,362 | 3 | 1,429,071 | 2 | 1,665,985 | 3 |
| | <u>\$ 1,219,647</u> | <u>3</u> | <u>1,563,169</u> | <u>5</u> | <u>2,567,039</u> | <u>4</u> | <u>2,738,238</u> | <u>5</u> |
| Total comprehensive income attributable to: | | | | | | | | |
| 8710 Parent Company | 641,550 | 2 | 970,959 | 3 | 1,945,292 | 3 | 1,413,805 | 2 |
| 8720 Non-Controlling Interests | 894,748 | 2 | 1,294,316 | 4 | 1,826,410 | 3 | 2,017,163 | 4 |
| | <u>\$ 1,536,298</u> | <u>4</u> | <u>2,265,275</u> | <u>7</u> | <u>3,771,702</u> | <u>6</u> | <u>3,430,968</u> | <u>6</u> |
| 9750 Basic Earnings per Share (NT\$) (Note 6(23)) | <u>\$</u> | <u>3.70</u> | <u>\$</u> | <u>5.14</u> | <u>\$</u> | <u>8.36</u> | <u>\$</u> | <u>9.79</u> |
| 9850 Diluted Earnings per Share (NT\$) (Note 6(23)) | <u>\$</u> | <u>3.34</u> | <u>\$</u> | <u>4.10</u> | <u>\$</u> | <u>7.45</u> | <u>\$</u> | <u>7.57</u> |

(Please refer to the notes to the consolidated financial statements attached)

Chairman: Fu-Chuan Chu

Managerial officer: Neng-Chi Tsai

Accounting supervisor: Tsung-Hsien Chuang

ENNOCONN CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
Six Month Ended June, 2024 and 2023

Unit: NT\$ thousand

| | Equity Attributable to Owners of the Parent Company | | | | | | Other Equity Items | | | | | |
|--|---|-------------------------------|---------------|-----------------|---------------------------|-------------|--|---|-------------|--|------------------------------|--------------|
| | Retained Earnings | | | | | | Exchange Differences on Translation of Foreign Financial Statements | Unrealized Gain or Loss on Financial Assets at Fair Value through Other Comprehensive Income | Total | Total Equity Attributable to Owners of the Parent Company | Non-Controlling Interests | Total Equity |
| | Share Capital | Additional Paid-In Capital | Legal reserve | Special Reserve | Undistributed Earnings | Total | | | | | | |
| 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 |
| The number of impacts from adjustments applying the new criteria retrospectively | - | - | - | - | 2,202 | 2,202 | - | - | - | 2,202 | 2,944 | 5,146 |
| Balance after recompiling on January 1, 2023 | 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 Profit for the Period | - | - | - | - | 1,072,253 | 1,072,253 | - | - | - | 1,072,253 | 1,665,985 | 2,738,238 |
| Other comprehensive Income (Loss) for the period | - | - | - | - | 426 | 426 | 221,142 | 119,984 | 341,126 | 341,552 | 351,178 | 692,730 |
| Total Comprehensive Income (Loss) for the Period | - | - | - | - | 1,072,679 | 1,072,679 | 221,142 | 119,984 | 341,126 | 1,413,805 | 2,017,163 | 3,430,968 |
| Legal reserve | - | - | 348,993 | - | (348,993) | - | - | - | - | - | - | - |
| Special Reserve | - | - | - | (862,556) | 862,556 | - | - | - | - | - | - | - |
| Cash Dividends on Common Share | - | - | - | - | (1,604,720) | (1,604,720) | - | - | - | (1,604,720) | - | (1,604,720) |
| Subsidiary Shareholder Cash Dividends | - | - | - | - | - | - | - | - | - | - | (2,400,940) | (2,400,940) |
| Changes in Equity of Associates Accounted for Using the Equity Method | - | 2,673 | - | - | - | - | - | - | - | 2,673 | - | 2,673 |
| Changes in Ownership Interests in Subsidiaries | - | 135,271 | - | - | - | - | - | - | - | 135,271 | (135,271) | - |
| Convertible Corporate Bond Conversion | 180,984 | 3,631,470 | - | - | - | - | - | - | - | 3,812,454 | - | 3,812,454 |
| Disposal of equity instruments measured at fair value through other comprehensive income | - | - | - | - | (61,674) | (61,674) | - | 61,674 | 61,674 | - | - | - |
| Changes in Non-Controlling Interests | - | - | - | - | - | - | - | - | - | - | 59,148 | 59,148 |
| Balance as of June 30, 2023 | \$ 1,241,354 | 13,054,738 | 1,161,514 | 905,934 | 3,435,513 | 5,502,961 | (609,125) | 105,991 | (503,134) | 19,295,919 | 26,720,200 | 46,016,119 |
| Balance as of January 1, 2024 | \$ 1,319,999 | 14,940,752 | 1,161,514 | 905,934 | 4,612,432 | 6,679,880 | (1,081,452) | 41,523 | (1,039,929) | 21,900,702 | 27,777,256 | 49,677,958 |
| Net Profit for the Period | - | - | - | - | 1,137,968 | 1,137,968 | - | - | - | 1,137,968 | 1,429,071 | 2,567,039 |
| Other Comprehensive Income (Loss) After Tax for the Period | - | - | - | - | 11 | 11 | 898,554 | (91,241) | 807,313 | 807,324 | 397,339 | 1,204,663 |
| Total Comprehensive Income (Loss) for the Period | - | - | - | - | 1,137,979 | 1,137,979 | 898,554 | (91,241) | 807,313 | 1,945,292 | 1,826,410 | 3,771,702 |
| Legal reserve | - | - | 219,012 | - | (219,012) | - | - | - | - | - | - | - |
| Special Reserve | - | - | - | 133,995 | (133,995) | - | - | - | - | - | - | - |
| Cash Dividends on Common Share | - | - | - | - | (1,559,072) | (1,559,072) | - | - | - | (1,559,072) | - | (1,559,072) |
| Subsidiary Shareholder Cash Dividends | - | - | - | - | - | - | - | - | - | - | (1,684,599) | (1,684,599) |
| Changes in Equity of Associates Accounted for Using the Equity Method | - | (352) | - | - | - | - | - | - | - | (352) | - | (352) |
| Changes in Ownership Interests in Subsidiaries | - | (337,958) | - | - | - | - | - | - | - | (337,958) | 337,958 | - |
| Convertible Corporate Bond Conversion | 50,772 | 977,489 | - | - | - | - | - | - | - | 1,028,261 | - | 1,028,261 |
| Disposal of equity instruments measured at fair value through other comprehensive income | - | - | - | - | (27,014) | (27,014) | - | 27,014 | 27,014 | - | - | - |
| Changes in Non-Controlling Interests | - | - | - | - | - | - | - | - | - | - | (136,864) | (136,864) |
| Balance as of June 30, 2024 | \$ 1,370,771 | 15,579,931 | 1,380,526 | 1,039,929 | 3,811,318 | 6,231,773 | (182,898) | (22,704) | (205,602) | 22,976,873 | 28,120,161 | 51,097,034 |

(Please refer to the notes to the consolidated financial statements attached)

Chairman: Fu-Chuan Chu

Managerial officer: Neng-Chi Tsai

Accounting supervisor: Tsung-Hsien Chuang

ENNOCONN CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENT OF CASH FLOWS

Six Month Ended June, 2024 and 2023

Unit: NTS thousand

| | Six Month Ended June 30, 2024 | Six Month Ended June 30, 2023 |
|---|----------------------------------|----------------------------------|
| Cash Flows From Operating Activities: | | |
| Continuing Operations Income Before Tax | \$ 3,397,183 | \$ 3,842,990 |
| Net Income Before Tax from Discontinued Operations | 7,909 | 53,276 |
| Net Profit Before Tax for the Period | 3,405,092 | 3,896,266 |
| Adjustments for: | | |
| Income and Expense Items: | | |
| Depreciation Expense | 1,439,921 | 832,647 |
| Amortization expenses | 673,480 | 452,135 |
| Expected Credit Losses | 127,023 | 148,690 |
| Net (Gains) Losses on Financial Assets and Liabilities at Fair Value through Profit or Loss | (365,466) | (338,245) |
| Interest Expense | 777,463 | 482,743 |
| Interest Income | (321,802) | (231,628) |
| Dividend Revenue | (43,346) | (1,970) |
| Share-based compensation cost | 23,987 | 31,955 |
| Share of Profits of Associates Accounted for Using the Equity Method | 2,907 | (17,893) |
| Loss on disposal and retirement of property, plant and equipment | 40,840 | 13,510 |
| Gains on Disposals of Investments | (1,221) | (112,662) |
| NGains on disposal of non-current assets held for sale | - | (43,089) |
| Lease Modification Loss | 7,554 | - |
| Gain from Price Recovery of Inventory | (183,847) | (60,545) |
| Loss on Inventory Scrap | 45,912 | 123,811 |
| Impairment loss on non-financial assets | 27,189 | - |
| or estimated gain from contingent consideration | (53,862) | - |
| Total Revenue Expenses and Losses | 2,196,732 | 1,279,459 |
| Changes in Assets/Liabilities Related to Operating Activities: | | |
| Contract Assets | (480,876) | (2,290,582) |
| Notes and Accounts Receivable | 1,688,597 | 2,082,666 |
| Inventories | (178,748) | (1,326,372) |
| Other Current Assets | 760,425 | 2,041,621 |
| Other assets | (573) | - |
| Contract Liabilities | 292,516 | 792,433 |
| Notes Payable (Including Related Parties) | 349,944 | (435,141) |
| Accounts Payable (Including Related Parties) | (2,564,239) | (3,544,718) |
| Other Payables | 11,514 | (82,400) |
| Provision for Liabilities | (297,099) | (69,790) |
| Other Current Liabilities | (398,300) | (377,721) |
| Other Liabilities | 86,143 | 110,170 |
| Total Adjustments | 1,466,036 | (1,820,375) |
| Cash inflow from operations | 4,871,128 | 2,075,891 |
| Interest Received | 295,410 | 231,628 |
| Dividends Received | 1,285 | 1,970 |
| Interest Paid | (668,732) | (443,260) |
| Income Taxes Paid | (1,202,744) | (858,232) |
| Net Cash Inflows from Operating Activities | 3,296,347 | 1,007,997 |

(Please refer to the notes to the consolidated financial statements attached)

Chairman: Fu-Chuan Chu

Managerial officer: Neng-Chi Tsai

Accounting supervisor: Tsung-Hsien Chuang

ENNOCONN CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENT OF CASH FLOWS
Six Month Ended June, 2024 and 2023

Unit: NTS thousand

| | Six Month Ended June 30, 2024 | Six Month Ended June 30, 2023 |
|---|----------------------------------|----------------------------------|
| Cash Flows from Investing Activities: | | |
| Acquisition of Financial Assets Measured at Fair Value through Other Comprehensive Income | (94,074) | (115,573) |
| Disposal of Financial Assets At Fair Value Through Other Comprehensive Income | - | 122,496 |
| Obtain Financial Assets Measured at Amortized Cost | (31,417) | (197,324) |
| Disposal of Financial Assets Measured at Amortized Cost | 34,545 | - |
| Obtain Financial Assets Measured at Fair Value through Profit or Loss | (41,649) | (146,769) |
| Disposal of Financial Assets at Fair Value through Profit or Loss | 19,998 | 30,849 |
| Redemption of Financial Assets Measured at Fair Value through Profit or Loss | 7,811 | 1,215 |
| Obtain investment using the equity method | (1,341) | - |
| Disposal of Investments Accounted for Using the Equity Method | - | 64,314 |
| Prepaid Investment | (65,523) | (266,906) |
| Acquisition of Subsidiaries (Net of Cash Acquired) | (2,220,484) | - |
| Disposal of Subsidiary | (14,233) | 73,070 |
| Disposal of non-current assets held for sale | (13,467) | (52,916) |
| Obtain property, plant, and equipment | (1,699,893) | (861,548) |
| Disposal of Property, Plant and Equipment | 306,094 | 8,538 |
| Acquisitions of Intangible Assets | (713,488) | (388,075) |
| Disposal of Intangible Assets | 2,171 | 42,181 |
| Obtain Right-of-Use Assets | (13,887) | (2,035) |
| Other Non-Current Assets | (167,219) | (143,857) |
| Net Cash Outflow from Investing Activities | (4,706,056) | (1,832,340) |
| Cash Flows from Financing Activities: | | |
| Short-Term Borrowings | (8,119,624) | (2,140,754) |
| Issuance of convertible bonds | - | 2,495,000 |
| Repayment of Convertible Corporate Bonds | (300) | (151,549) |
| Borrowing of Long-Term Loans | 11,376,370 | 442,449 |
| Repayment of Long-Term Loans | (50,592) | (1,041,684) |
| Financial Liabilities Designated at Fair Value Through Profit or Loss | - | (20) |
| Repayment of the Principal Portion of Lease Liabilities | (875,235) | (373,490) |
| Distribution of non-cash dividends to non-controlling interests | (782,192) | (1,503,952) |
| Change in Non-Controlling Interests | (1,986,310) | (280,221) |
| Net Cash Outflow from Financing Activities | (437,883) | (2,554,221) |
| The Effects of Changes in Foreign Exchange Rates on Cash and Cash Equivalents | 717,719 | 205,008 |
| Net (Decrease) Increase in Cash and Cash Equivalents for the Period | (1,129,873) | (3,173,556) |
| Beginning Balance of Cash and Cash Equivalents | 24,060,954 | 25,963,256 |
| Ending Balance of Cash and Cash Equivalents | \$ 22,931,081 | \$ 22,789,700 |

(Please refer to the notes to the consolidated financial statements attached)

Chairman: Fu-Chuan Chu

Managerial officer: Neng-Chi Tsai

Accounting supervisor: Tsung-Hsien Chuang

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

ENNOCONN CORPORATION AND SUBSIDIARIES NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Six Month Ended June 30, 2024 and 2023

(Unless otherwise specified, all amounts are in NT\$ thousand)

I. Company History

Ennoconn Corporation (“the Company”) was established on July 12, 1999 after approval from the Ministry of Economic Affairs, and registered at 3F-6F, No. 10, Jiankang Road, Zhonghe District, New Taipei City. The main business activities of the Company and its subsidiaries (hereinafter referred to as the "Consolidated Company") are the manufacturing and sale of data storage, processing equipment, and industrial motherboards.

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

II. Financial statements approval dates and procedures

The Consolidated Financial Statements were approved by the Board of Directors and authorized for issue on August 13, 2024

III. Adoption of Newly Issued and Amended Regulations and Interpretations

1. 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 Consolidated Company have evaluated the newly revised International Financial Reporting Standards (IFRSs) applicable from January 1, 2024, and determined that their adoption will not have a material impact on the consolidated financial statements.

- Amendment to IAS 1 “The classification of liabilities as current or non-current
- Amendment to IAS 1 “Non-current liabilities with covenants”
- Amendment to IAS 7 and IFRS 7 “Supplier Finance Arrangements”
- Amendment to IFRS 16 “Lease Liability in a Sale and Leaseback”

2. Effect of not adopting IFRSs recognized by the FSC

The Company adopts the amendments to the International Financial Reporting Standards (IFRS) from January 1, 2025, which did not result in significant changes on the parent company only financial reports.

- Amendments to IAS 21 "Lack of Exchangeability"

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

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

The International Accounting Standards Board has issued and amended standards and interpretations that have not yet been endorsed by the Financial Supervisory Commission, which may be relevant to the Consolidated Company as follows:

| Newly issued or amended standards | Main amendments | Effective date issued by the International Accounting Standards Board (IASB) |
|---|--|--|
| IFRS 18 "Presentation and Disclosure in Financial Statements" | <p>The new guidelines introduce three types of income and expenses, two subtotals in the income statement, and one note related to Management-defined Performance Measures. These three amendments and enhancements to the guidance on how information is disaggregated in financial statements provide a basis for better and more consistent information for users and will impact all companies.</p> <ul style="list-style-type: none"> • A more structured income statement: Under the current standards, companies use different formats to present their operating results, making it difficult for investors to compare financial performance across different companies. The new standards adopt a more structured income statement, introducing a newly defined subtotal for "operating profit" and requiring all income and expenses to be categorized into three new distinct types based on the company's main operating activities. • Management-defined Performance Measure (MPM): The new standards introduce a Management-defined Performance Measures and require companies to explain in a single note in the financial statements why each measure provides useful information, how it is calculated, and how it reconciles to amounts recognized under IFRS accounting standards. • More disaggregated information: The new standards include guidance for companies on how to enhance the disaggregation of information in financial statements. This includes guidance on whether information should be included in the primary financial statements or further disaggregated in the notes. | January 01, 2027 |

The consolidated company is currently evaluating the impact of the aforementioned standards and interpretations on its financial position and operating results. The relevant impacts will be disclosed upon completion of the assessment.

The Consolidated Company does not expect the following new releases and amended standards that have not yet been recognized to have a material impact on the consolidated financial statements.

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (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 the amendments to IFRS 17
- IFRS 19 'Subsidiaries without Public Accountability: Disclosures
- Amendments to IFRS 9 and IFRS 7: 'Classification and Measurement of Financial Instruments
- Annual Improvements to IFRS Accounting Standards

IV. Summary of significant accounting policies

1. Statement of Compliance

This consolidated financial report is prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers (hereinafter referred to as the "Preparation Regulations") and the International Accounting Standard³⁴ "Interim Financial Reporting" as endorsed and issued into effect by the Financial Supervisory Commission. This consolidated financial report does not include all the necessary information that should be disclosed in the complete annual consolidated financial statements prepared in accordance with the International Financial Reporting Standards, International Accounting Standards, Interpretations, and Interpretative Announcements endorsed and issued into effect by the Financial Supervisory Commission (hereinafter referred to as the "IFRSs endorsed by the FSC").

Except as described below, the significant accounting policies adopted in this consolidated financial report are the same as those in the consolidated financial statements for the year ended December 31, 2 For related information, please refer to Note 4 of the consolidated financial statements for the year ended December 31, 2

2. Merger Fundamentals

(1) Subsidiaries included in the consolidated financial statements

The subsidiaries included in these consolidated financial statements are:

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

| Name of Investor | Subsidiary Name | Business Nature | Percentage of Shares Held | | | Description |
|--|--|--|---------------------------|------------|-----------|-------------|
| | | | 2024.6.30 | 2023.12.31 | 2023.6.30 | |
| The Company | Innovative Systems Integration Limited (Innovative Systems) | Professional investment | 100.00% | 100.00% | 100.00% | |
| The Company | Ennoconn International Investment Co., Ltd. (Ennoconn 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 (AIS Cayman) | 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 and its Subsidiaries) | Electronic components, computer and peripheral equipment manufacturing, electronic material wholesale, and information software services | 31.70% | 31.70% | 31.70% | Note 1 |
| Innovative Systems | Nanjing Asiatek Inc. | Engaging in research, development, and sales of software and hardware products, as well as providing installation, debugging, and technical consulting services. | 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% | Note 13 |
| Innovative Systems | Ennoconn (Suzhou) Technology Co., Ltd. (Ennoconn (Suzhou)) | R&D, production, and sales of industrial computers | 100.00% | 100.00% | 100.00% | |
| Innovative Systems | Victor Plus Holdings Ltd. (Victor Plus) | Import and export trading | 100.00% | 100.00% | 100.00% | |
| Innovative Systems | Suzhou HuaShiDa Intelligent Technology Co., Ltd. | Manufacture of intelligence vehicle equipment | 100.00% | 100.00% | - | Note 2 |
| Innovative Systems | Ennoconn Investment Co., Ltd. (Ennoconn Investment) | Professional investment | - | - | 100.00% | Note 3 |
| Innovative Systems and Ennoconn Investment | Ennoconn (Foshan) Investment Holdings Co., Ltd. | Professional investment | - | - | 100.00% | Note 3 |
| Ennoconn (Suzhou) | Ennoconn (Kunshan) Technology Co., Ltd. (Ennoconn (Kunshan)) | Intelligent technology development and hardware sales | 70.00% | 70.00% | 70.00% | |
| Ennoconn (Suzhou) | Ennoconn Investment Co., Ltd. (Ennoconn Investment) | Professional investment | 100.00% | 100.00% | - | Note 3 |
| Ennoconn (Suzhou) | Ennoconn Malaysia SDN. BHD. | R&D, production, and sales of industrial computers | 100.00% | - | - | Note 4 |
| Ennoconn (Suzhou) and Ennoconn Investment | Ennoconn (Foshan) Investment Holdings Co., Ltd. | Professional investment | 100.00% | 100.00% | - | Note 3 |
| Ennoconn International | Wholesale and retail of telecommunications control RF equipment input and information software | 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 Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

| Name of Investor | Subsidiary Name | Business Nature | Percentage of Shares Held | | | Description |
|---|---|--|---------------------------|------------|-----------|--------------------|
| | | | 2024.6.30 | 2023.12.31 | 2023.6.30 | |
| Ennoconn International | Ennowyse Corporation (Ennowyse) | 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% | 56.00% | |
| Ennoconn International | Marketch International Corp. and its Subsidiaries (Marketch and its Subsidiaries) | High-tech industry plant operations and manufacturing system planning and integration services | 41.50% | 42.32% | 42.69% | Note 5 and Note 11 |
| Ennoconn International | Poslab Technology Corporation (Poslab) | Manufacturing, wholesale and sales of electronic and peripheral equipment | 70.00% | 70.00% | 70.00% | |
| Ennoconn International | EnnoRise Corporation | Other power generation, transmission and distribution machinery manufacturing | 60.00% | 60.00% | - | Note 6 |
| Ennoconn International | Ennoconn(Vietnam) Co., Ltd. | Import and export trading | 100.00% | - | - | Note 7 |
| Ennoconn International | Ennoconn Solutions Singapore Pte. Ltd. | Cloud AI service | 100.00% | - | - | Note 12 |
| Ennoconn International, Caswell, Marketch and Goldtek | Renown Information Technology Corp. (Renown Information Technology) | Electronic components, computer and peripheral equipment manufacturing, electronic material wholesale, and information software services | 36.95% | 37.06% | 37.11% | Note 8 |
| Ennoconn International and EIH | KontronAG and it's subsidiary | Information system software and hardware integration service | 28.48% | 27.86% | 27.82% | Note 9 and Note 11 |
| AIS Cayman | American Industrial Systems Inc.(AIS) | Human-machine interface, industry 0, and other related products | 100.00% | 100.00% | 100.00% | |
| AIS Cayman | Vecow and it's subsidiary | Manufacture, processing, trading and import/export of telecommunication machinery equipment, electronic equipment and electronic devices, etc. | 100.00% | 100.00% | 100.00% | |
| 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 (Shenzhen) Inc. and its Subsidiaries | Design, research and 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 devices and repair services | - | - | 100.00% | Note 10 |
| Ennowyse Corporation | General investment and investment consultancy | General investment and investment consultancy | 40.00% | 40.00% | 40.00% | |

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

- Note 1: The Company and Ennoconn International hold 27.27% and 4.43% of the shares, respectively. The Consolidated Company gained the power to exercise majority voting rights in the board of directors of Caswell, giving it the ability to lead decisions on personnel, finance and operations. Therefore, Caswell is listed as a subsidiary.
- Note 2: The Consolidated Company was established in July 2023 for the development of intelligent vehicle-mounted device manufacturing.
- Note 3: For the purpose of enhancing operational synergy, reducing management costs and improving operational efficiency, the Consolidated Company will reorganize the organizational structure of its subsidiaries Ennoconn (Suzhou), Ennoconn Investment and Ennoconn (Foshan) held by Innovation Systems. Innovation Systems contributed all of its equity interests in Ennoconn Investment and Ennoconn (Foshan) to increase the capital of Ennoconn (Suzhou), and Ennoconn (Suzhou) acquired all the equity interests in Ennoconn Investment and Ennoconn (Foshan) through a share swap. The record date for this stock conversion transaction is July 1, 2023
- Note 4: The Consolidated Company was established in March 2024 for the development of industrial computers developing, manufacturing and sales.
- Note 5: The Consolidated Company, considering the relative proportion of voting rights held by other shareholders, is determined to have substantive control and is therefore listed as a subsidiary. During the holding period, the shareholding ratio decreased due to an increase in equity resulting from the exercise of share option issued.
- Note 6: The Consolidated Company was established in September 2023 for the development of other power generation, transmission and distribution machinery manufacturing.
- Note 7: The Consolidated Company was established in January 2024 for the development of Import and Export Trade.
- Note 8: As of the fiscal year 2023, due to the partial conversion of the convertible corporate bonds issued by Marketech into common shares, the company and its subsidiaries' indirect shareholding in Renown Information has decreased to 36.95%.
- Note 9: The company is a publicly listed company in Frankfurt, Germany and serves as the holding company of the group. Since the company's shareholding structure is dispersed, and the Consolidated Company's shareholding ratio is relatively significant compared to other shareholders, being the largest shareholder and obtaining more than half of the board seats, it has substantial control. Therefore, it is listed as a subsidiary. During the holding period, the consolidated shareholding ratio increased due to Kontron AG's execution of treasury stock buyback.
- Note 10: The company was liquidated and dissolved in June 2023
- Note 11: The non-significant subsidiaries included in this Consolidated Financial report, including the subsidiaries Marketech Integrated Pte. Ltd. held by Marketech International, Headquarter International Ltd., Tiger United Finance Ltd., MIC-Tech Global Corp., MIC-Tech Viet Nam Co., Ltd., Marketech Engineering Pte. Ltd., Ezoom Information, Inc., Marketech Co., Ltd., Marketech Integrated Manufacturing Company Limited, Marketech International Sdn. Bhd., PT Marketech International Indonesia, Marketech Netherlands B.V., Adat Technology Co., Ltd., Spiro Technology Systems Inc., Taiwan Radisen HealthCare Co., Ltd., MIC Healthcare Korea Co., Ltd., Vertex System Corporation, Marketech International Corp. Japan, Advanced Technology Matrix United Corporation, Marketech International Corporation Germany GmbH, MIC Industrial Viet Nam Co., Ltd., Marketop Smart Solutions Co., Ltd., PT Marketech International Indonesia and Marketech Integrated Construction Co., Ltd. and the subsidiaries held by Kontron AG, KATEK SE (including its subsidiaries), are based on the unaudited financial reports of those companies for the same period.
- Note 12: The Consolidated Company was established in January 2024 for the development of Cloud Intelligent service.
- Note 13: The company was liquidated and dissolved in May 2024

(2) Subsidiaries not included in the consolidated financial statements: None.

3. Standards for classifying current and non-current assets and liabilities

Assets meeting one of the following conditions are recognized as current assets by the Consolidated Company, and other assets not belonging to current assets are recognized as non-current assets:

- (1) Those that are expected to be realized during the normal operating period of the Consolidated Company or intended to be sold or consumed;

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

- (2) The asset is held primarily for the purpose of transaction;
- (3) Liability will be repaid within twelve months after the reporting period; or
- (4) The asset is cash or a cash equivalent (defined by the IAS 17), unless the asset is to be used for an exchange or to settle a liability, or otherwise remains restricted, at more than 12 months after the balance sheet date.

Assets meeting one of the following conditions are recognized as current liabilities by the Consolidated Company, and other liabilities not belonging to current liabilities are recognized as non-current liabilities:

- (1) Expected to settle the liability within twelve months after the reporting period;
- (2) The liabilities is held primarily for the purpose of transaction;
- (3) The liability will be repaid within twelve months after the reporting period; or
- (4) At the end of the reporting period, it does not have the right to defer settlement of the liability for at least twelve months after the reporting period.

4. Non-current assets (disposal groups) held for sale and discontinued operations

(1) Non-current assets (disposal groups) held for sale

Non-current assets or disposal groups consisting of assets and liabilities are classified as held for sale when it is highly probable that their carrying amounts will be recovered principally through a sale transaction rather than through continuing use. Before the components of an asset or disposal group are originally classified as held for sale, they are remeasured in accordance with the Consolidated Company's accounting policies. After being classified as held for sale, it is measured at the lower of its carrying amount and fair value less costs to sell. Any impairment loss of a cash-generating unit is first allocated to goodwill, and then proportionately allocated to the remaining assets and liabilities, except that the loss is not allocated to assets that are not within the scope of IAS 36 Impairment of Assets. The aforementioned items continue to be measured in accordance with the Consolidated Company's accounting policies. The impairment losses recognized for assets initially classified as held for sale, and subsequent gains or losses on remeasurement, are recognized in profit or loss, except that gains cannot exceed the cumulative impairment losses previously recognized.

Intangible assets and property, plant and equipment are no longer depreciated or amortized when classified as held for sale. Furthermore, when an associate accounted for using the equity method is classified as held for sale, the equity method is discontinued.

(2) Discontinuing operation

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

- 1. It represents a separate major line of business or geographic area of

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

operations,

2. and is part of a single coordinated plan to dispose of such a major line of business or geographic area of operations,
3. or it involves a subsidiary acquired exclusively for resale.

An operating unit is classified as a discontinued operation at the earlier of disposal or meeting the criteria to be classified as held for sale.

5. Employee benefits

Retirement pension for defined benefit plans during the interim period is calculated using the retirement pension cost rate determined by actuarial calculations from the previous reporting date, based on the period from the beginning of the year to the end of the current period, and adjusted for significant market fluctuations and material curtailments, settlements, or other one-time events after the reporting date.

6. Income tax

The Consolidated Company measure and disclose interim period income tax expenses in accordance with paragraph B12 of IAS 34, Interim Financial Reporting.

Income tax expense is measured by multiplying the pre-tax net profit for the interim reporting period by management's best estimate of the average annual effective tax rate, and allocating it to current income tax expense and deferred income tax expense based on the proportion of estimated current income tax expense and deferred income tax expense for the full year.

Income tax expense recognized directly in equity or other comprehensive income items is measured using the applicable tax rate expected to apply when the related assets and liabilities are realized or settled, based on the temporary differences between the carrying amounts of the assets and liabilities for financial reporting purposes and their tax bases.

7. Business Combinations

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

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

For non-controlling interests in the acquiree that are present ownership interests and entitle their holders to a proportionate share of the entity's net assets in the event of liquidation,

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

the acquirer has the option on a transaction-by-transaction basis to measure them at either fair value on the acquisition date or the present ownership instruments' proportionate share in the recognized amounts of the acquiree's identifiable net assets. Other non-controlling interests are measured at their fair value on the acquisition date or on another basis as prescribed by the International Financial Reporting Standards endorsed by the Financial Supervisory Commission.

In a business merger achieved in stages, the acquirer remeasures its previously held equity interest in the acquiree at its acquisition-date fair value and recognizes any resulting gain or loss in profit or loss. For the changes in the equity value of the acquiree that were recognized in other comprehensive income prior to the acquisition date, they should be treated in the same manner as if the combined company had directly disposed of its previously held equity interest. If the disposal of such equity interest would require reclassification to profit or loss, then the amount should be 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 the incomplete accounting items and retrospectively adjusts or recognizes additional assets or liabilities during the measurement period to reflect new information obtained about facts and circumstances that existed as of the acquisition date. The measurement period should not exceed one year from the date of acquisition.

V. Significant accounting assumptions and judgments, and major sources of estimation uncertainty

When the management prepares the Consolidated Financial Statements according to the IAS 34 "Interim Financial Reporting" approved into effect by the Financial Supervisory Commission, the management is required to make judgments, estimates and assumptions in preparing this Consolidated Financial Statements, which will affect the adoption of accounting policies and the reported amounts of assets, liabilities, revenues and expenses. Actual results may differ from estimates.

In preparing the consolidated financial statements, the significant judgments made by management in applying the accounting policies of the consolidated company and the key sources of estimation uncertainty were consistent with those disclosed in Note 5 of the consolidated financial statements for the year ended December 31, 2023.

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

VI. Explanation of significant accounts

1. Cash and Cash Equivalents

| | 2024.6.30 | 2023.12.31 | 2023.6.30 |
|---|----------------------|-------------------|-------------------|
| Cash on Hand | \$ 73,836 | 118,825 | 25,362 |
| Demand Deposits and Check Deposits | 20,827,682 | 22,696,253 | 21,423,340 |
| Deposit Account | 2,029,563 | 1,245,876 | 1,340,998 |
| Cash and Cash Equivalents Listed in the Cash Flow Statement | <u>\$ 22,931,081</u> | <u>24,060,954</u> | <u>22,789,700</u> |

Please refer to Note 6(27) for the disclosure of interest rate risk and sensitivity analysis of the financial assets and liabilities of the Consolidated Company.

2. Financial Assets and Liabilities at Fair Value through Profit or Loss

| | 2024.6.30 | 2023.12.31 | 2023.6.30 |
|---|---------------------|------------------|------------------|
| Financial assets measured mandatorily at fair value through profit and loss: | | | |
| Hybrid Instruments | | | |
| Redemption Right for Convertible Corporate Bond | \$ 7,104 | 2,709 | 3,331 |
| Non-Derivative Financial Assets | | | |
| - Listed Stocks | 230,351 | 217,331 | 157,533 |
| - Unlisted and Emerging Stocks | 1,559,464 | 1,259,862 | 879,586 |
| - Private Equity Fund | 470,460 | 403,372 | 367,800 |
| - Convertible Corporate Bonds | 4,450 | 4,450 | 39,805 |
| | <u>2,271,829</u> | <u>1,887,724</u> | <u>1,448,055</u> |
| Current | \$ 150,057 | 164,696 | 97,619 |
| Non-Current | 2,121,772 | 1,723,028 | 1,350,436 |
| | <u>\$ 2,271,829</u> | <u>1,887,724</u> | <u>1,448,055</u> |

In accordance with the fair value remeasurement through profit or loss, the amount recognized under the other interests and losses. Please refer to Note 6 for details.

3. Financial assets measured at fair value through other comprehensive income

| | 2024.6.30 | 2023.12.31 | 2023.6.30 |
|--|---------------------|------------------|------------------|
| Disposal of equity instruments measured at fair value through other comprehensive income: | | | |
| - Listed Stocks | \$ 544,762 | 402,649 | 579,206 |
| - Unlisted and Emerging Stocks | 619,374 | 681,678 | 313,464 |
| Limited Partnership | 507,912 | 493,283 | 489,244 |
| | <u>\$ 1,672,048</u> | <u>1,577,610</u> | <u>1,381,914</u> |
| Non-Current | <u>\$ 1,672,048</u> | <u>1,577,610</u> | <u>1,381,914</u> |

(1) Current equity investments measured at fair value through other comprehensive income

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

The Consolidated Company holds these equity instrument investments as long-term strategic investments and not for trading purposes, so they have been designated as measured at fair value through other comprehensive income.

The Consolidated Company invested in Foshan City Zhaoke Innovation Intelligent Industry Investment Fund Partnership (hereinafter referred to as the Zhaoke Innovation Fund) in January 2017 and Guangdong Guangdong Hongfu Xinghe Hongtu Venture Capital Fund Partnership (hereinafter referred to as the Hongfu Xinghe Fund) in May 2020. The term of the Zhaoke Innovation Fund is seven years from the initial closing date, which can be extended by two years by resolution of the partners' meeting; the term of the Hongfu Xinghe Fund is seven years from the initial closing date, which can be extended by resolution of the partners' meeting without being subject to the ten-year term limit. Upon initial recognition, the Consolidated Company designated the investment in the limited partnership as a financial asset measured at fair value through other comprehensive income. According to the IFRS Q&A issued by the Accounting Research and Development Foundation on June 15, 2023, this financial asset cannot be designated as measured at fair value through other comprehensive income. However, according to the Financial Supervisory Commission's Q&A on whether the classification of financial assets for investment in limited partnerships should be applied retrospectively, for limited partnership investments before June 30, 2023, there is no need to apply the past classification retrospectively. Therefore, the Consolidated Company continues to recognize the Zhaoke Innovation Fund and Hongfu Xinghe Fund as financial assets measured at fair value through other comprehensive income.

- (2) From January 1 to June 30, 2023, the consolidated company disposed of Clouddtalk Inc., which was measured at fair value through other comprehensive income. The disposal proceeds were NT\$7,011 thousand, with a cumulative net loss on disposal of NT\$93,192 thousand. The aforementioned cumulative net loss on disposal has been transferred from other equity to retained earnings.
- (3) T-Lama Technology Limited, measured at fair value through other comprehensive income by the consolidated company, entered liquidation proceedings in June 2024. The accumulated net valuation loss was NT\$47,608 thousand, which has been transferred from other comprehensive income to retained earnings.
- (4) For information on credit risk and market risk, please refer to Note 6(27).
- (5) The Consolidated Company's financial assets measured at fair value through other comprehensive income are not provided as collateral, guarantees, or subject to restrictions.

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

4. Notes Receivable and Accounts Receivable

| | 2024.6.30 | 2023.12.31 | 2023.6.30 |
|-------------------------------------|----------------------|-------------------|-------------------|
| Notes Receivable | \$ 78,741 | 268,107 | 148,885 |
| Accounts Receivable | 22,325,217 | 21,259,749 | 16,088,420 |
| Accounts Receivable - Related Parti | 141,184 | 73,498 | 129,297 |
| Less: Allowance for Loss | (1,318,939) | (1,192,937) | (1,157,312) |
| | \$ 21,226,203 | 20,408,417 | 15,209,290 |

For all notes receivable and accounts receivable, the Consolidated Company adopts the simplified approach to estimate expected credit losses, i.e., using the lifetime expected credit losses, for this measurement purpose, these notes receivable and accounts receivable are evaluated based on the shared credit risk characteristics representing the customers' ability to pay all amounts due in accordance with the contractual terms, and forward-looking information has been incorporated. The analysis of expected credit losses on the Consolidated Company's notes receivable and accounts receivable is as follows:

| | 2024.6.30 | | |
|-----------------------|--|--|---|
| | Carrying Amount of Accounts and Notes Receivable | Weighted average expected credit loss rate | Expected credit loss during the allowance |
| Not Past Due | \$ 17,028,982 | 0.29% | 49,135 |
| 1-30 days past due | 2,085,581 | 1.37% | 28,604 |
| 31-150 days past due | 1,389,047 | 5.48% | 76,147 |
| 151-270 days past due | 599,423 | 18.63% | 111,696 |
| 271-365 days past due | 287,481 | 19.04% | 54,750 |
| 1-2 years past due | 659,420 | 79.27% | 522,730 |
| Past due over 2 years | 495,208 | 96.10% | 475,877 |
| | \$ 22,545,142 | | 1,318,939 |

| | 2023.12.31 | | |
|-----------------------|--|--|---|
| | Carrying Amount of Accounts and Notes Receivable | Weighted average expected credit loss rate | Expected credit loss during the allowance |
| Not Past Due | \$ 16,741,588 | 0.23% | 37,800 |
| 1-30 days past due | 1,478,789 | 1.52% | 22,454 |
| 31-150 days past due | 1,666,980 | 2.72% | 45,269 |
| 151-270 days past due | 296,723 | 12.24% | 36,329 |
| 271-365 days past due | 228,137 | 46.87% | 106,933 |
| 1-2 years past due | 660,656 | 62.92% | 415,671 |
| Past due over 2 years | 528,481 | 100.00% | 528,481 |
| | \$ 21,601,354 | | 1,192,937 |

| | 2023.6.30 | | |
|-----------------------|--|--|---|
| | Carrying Amount of Accounts and Notes Receivable | Weighted average expected credit loss rate | Expected credit loss during the allowance |
| Not Past Due | \$ 12,569,264 | 0.19% | 23,454 |
| 1-30 days past due | 976,722 | 1.17% | 11,440 |
| 31-150 days past due | 1,019,698 | 4.01% | 40,873 |
| 151-270 days past due | 493,636 | 30.59% | 151,016 |
| 271-365 days past due | 202,428 | 19.20% | 38,869 |
| 1-2 years past due | 564,015 | 62.20% | 350,821 |
| Past due over 2 years | 540,839 | 100.00% | 540,839 |
| | \$ 16,366,602 | | 1,157,312 |

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

The changes in the allowance for doubtful notes and accounts receivable of the Consolidated Company are as follows:

| | Six Month Ended June 30, 2024 | Six Month Ended June 30, 2023 |
|---|----------------------------------|----------------------------------|
| Beginning Balance | \$ 1,192,937 | 1,084,628 |
| Impairment Losses Recognized | 192,095 | 205,474 |
| Reversal Impairment Loss | (64,816) | (64,799) |
| The Amount Written Off as Uncollectible for the Fiscal Year | (40,512) | (46,680) |
| Foreign Currency Translation Gains and Losses | 39,235 | (21,220) |
| Merge Acquisition | - | (91) |
| Ending Balance | <u>\$ 1,318,939</u> | <u>1,157,312</u> |

For details on the pledge of the Consolidated Company's accounts receivable as collateral for borrowings and performance guarantees, please refer to Note 8.

The Consolidated Company signed a non-recourse accounts receivable factoring agreement with financial institutions. According to the agreement, the Consolidated Company does not need to bear the risk of uncollectible accounts receivable, but only needs to bear losses caused by commercial disputes. Since the Consolidated Company has transferred almost all the risks and rewards of ownership of the aforementioned accounts receivable and has not continued to be involved, it meets the conditions for derecognition of financial assets.

For other credit risk information, please refer to Note 6(27)

5. Inventories

| | 2024.6.30 | 2023.12.31 | 2023.6.30 |
|--|----------------------|-------------------|-------------------|
| Raw Materials | \$ 19,442,816 | 14,089,734 | 16,309,616 |
| Raw Materials in Transit | 300,731 | 240,093 | 324,877 |
| Work in Process | 2,048,682 | 2,217,786 | 1,691,966 |
| Semi-Finished Products | 2,568,585 | 1,163,733 | 1,295,041 |
| Finished Goods | 4,498,788 | 3,550,169 | 3,309,590 |
| Merchandise Inventory | 3,204,652 | 2,901,019 | 2,155,598 |
| Less: Allowance for Inventory Market Price Decline | (2,393,321) | (2,477,422) | (1,936,795) |
| | <u>\$ 29,670,933</u> | <u>21,685,112</u> | <u>23,149,893</u> |

The Consolidated Company recognized inventory-related (gains) and losses of (NT\$105,144) thousand, (NT\$6,413) thousand, (NT\$137,935) thousand, and NT\$63,266 thousand for the periods from April 1 to June 30, 2024 and 2023, and from January 1 to June 30, 2024 and 2023, respectively, under cost of goods sold. The details are as follows:

| | Three Month Ended June 31, 2024 | Three Month Ended June 30, 2023 | Six Month Ended June 30, 2024 | Six Month Ended June 30, 2023 |
|------------------------|------------------------------------|---------------------------------------|-------------------------------------|-------------------------------------|
| Recovery of Inventory | \$ (119,478) | (121,381) | (183,847) | (60,545) |
| Loss on Inventory Sale | 14,334 | 114,968 | 45,912 | 123,811 |
| Total | <u>\$ (105,144)</u> | <u>(6,413)</u> | <u>(137,935)</u> | <u>63,266</u> |

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

The details of the inventory costs recognized as operating costs and expenses for the periods from April 1 to June 30, 2024 and 2023, and from January 1 to June 30, 2024 and 2023, are as follows:

| | Three Month Ended June 31, 2024 | Three Month Ended June | Six Month Ended June | Six Month Ended June |
|--|--|-----------------------------------|---------------------------------|---------------------------------|
| Inventory costs recognized as operating costs and expenses | \$ 29,617,496 | 23,322,758 | 55,784,367 | 46,290,952 |
| Less: Operating costs of suspended business units | - | (84,866) | - | (144,119) |
| Total | \$ 29,617,496 | 23,237,892 | 55,784,367 | 46,146,833 |

For details on the situation where the Consolidated Company's inventory is provided as collateral for a pledge, please refer to Note 8

6. Disposal groups for sale

On August 11, 2022, the Board of Directors of Kontron AG resolved to sell part of its IT service business, and on December 29, 2022, the deal passed antitrust review. Consequently, the assets and liabilities related to this business have been reported as a disposal group held for sale. The assets and liabilities were fully disposed of on June 30, 2023. For the operating results and cash inflows of the discontinued operations, please refer to Note 12(2).

7. Investments Accounted for Using Equity Method

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

| | 2024.6.30 | 2023.12.31 | 2023.6.30 |
|-----------|-------------------|-------------------|------------------|
| Associate | \$ 623,378 | 602,334 | 485,584 |

- (1) The Consolidated Company disposed of its equity interest in Shenzhen Akkord Electronics Co., Ltd. and lost significant influence over it in March 2023. The disposal price was NT\$128,628 thousand (RMB 30,000 thousand), of which NT\$64,314 thousand was recorded as 'other current assets' and remained uncollected as of June 30, 2023. The resulting disposal gain of NT\$44,927 thousand was included in other gains and losses in the consolidated statement of profit or loss.
- (2) After assessment, the consolidated company's investment in common and preferred shares of Radisen Co., Ltd. in July 2023 resulted in a comprehensive voting rights shareholding ratio of 30.88%. Therefore, the equity method is used for valuation.
- (3) After assessment, the consolidated company's investment in Suzhou Huakeshi Technology Co., Ltd. in March 2024 resulted in a comprehensive voting rights shareholding ratio of 32.00%. Therefore, the equity method is used for valuation.
- (4) The associates accounted for using the equity method of the Consolidated Company

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

are individually immaterial, and the aggregate financial information is as follows. These financial amounts are included in the consolidated financial statements of the Consolidated Company:

| Aggregate carrying amount at the end of the period for interests in individual associates that are not individually material | 2024.6.30 | 2023.12.31 | 2023.6.30 |
|--|-------------------|----------------|----------------|
| | <u>\$ 623,378</u> | <u>602,334</u> | <u>485,584</u> |

| | Three Month Ended June 31, 2024 | Three Month Ended June 30, 2023 | Six Month Ended June 30, 2024 | Six Month Ended June 30, 2023 |
|--|---------------------------------------|---------------------------------------|-------------------------------------|-------------------------------------|
| Portion Attributable to the Consolidated Company: | | | | |
| Net Profit(Loss) from Continuing Operations for the Current Period | \$ 5,636 | 10,138 | (2,907) | 17,893 |
| Other Comprehensive Income | 1,593 | (1,532) | 5,670 | (1,252) |
| Total Comprehensive Income | \$ 7,229 | 8,606 | 2,763 | 16,641 |

(5) Investments accounted for using the equity method (unaudited)

The investments accounted for using the equity method, along with the Company's share of the associated profit or loss and other comprehensive income, are calculated based on the unreviewed financial statements.

(6) The investments using the equity method by the Consolidated Company are not pledged, guaranteed or restricted.

8. Business Combinations

The Consolidated Company has expanded its group business through the acquisition of the following companies and obtained relevant development, design, and production technologies.

| | Main Operating Activities | Date of Acquisition | Acquisition Ratio | Consideration Transferred Fair Value |
|-----------------------------|--|---------------------|-------------------|---|
| Ennovision Inc. | Security surveillance video monitoring | 2024.01.26 | 60.00 % | 90,000 |
| KATEKSE and it's subsidiary | Information Services | 2024.02.29 | 59.44 % | 4,400,050 |

The relevant information for six months ended June 30, 2024 of the Consolidated Company's acquisition of Ennovision Inc., KATEKSE and its subsidiaries, are as follows:

(1) The major classes of consideration transferred and their fair values at the acquisition date are as follows:

| | Ennovision Inc. | KATEKSE and it's subsidiary |
|---------------------------|------------------|--------------------------------|
| Consideration Transferred | | |
| Cash (Note) | <u>\$ 90,000</u> | <u>4,400,050</u> |

Note: The transfer consideration for the acquisition of a 59.44% equity interest in KATEK SE and its subsidiaries includes NT\$1,325,650 thousand (EUR 38,807 thousand) recorded under "Other payables," which remains unpaid as of June 30, 2024

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

(2) The fair value of the identifiable net assets acquired and liabilities assumed:

| | Ennovision Inc. | KATEKSE and it's subsidiary |
|--|------------------------|------------------------------------|
| Current Assets | | |
| Cash and Cash Equivalents | \$ 79,713 | 864,203 |
| Financial Assets Measured at Fair Value through Profit or Loss - Current | - | 3,744 |
| Contract asset - Current | - | 2,958 |
| Net Accounts Receivable | 34,254 | 2,143,835 |
| Other Receivables | - | 269,210 |
| Inventories | 9,324 | 7,202,121 |
| Other Current Assets | 2,534 | 278,047 |
| Total current assets | 125,825 | 10,764,118 |
| | | |
| | Ennovision Inc. | KATEKSE and it's subsidiary |
| Non-Current Assets | | |
| Financial assets measured at fair value through other comprehensive income - Non-Current | \$ - | 62,296 |
| Contract asset - Non Current | - | 54,982 |
| Property, plant, and equipment | - | 2,687,745 |
| Right-of-Use Assets | - | 1,357,157 |
| Other Intangible Assets | 34,864 | 1,914,126 |
| Deferred Income Tax Assets | - | 162,115 |
| Other Non-Current Assets | - | 40,055 |
| Total Non-Current Assets | 34,864 | 6,278,476 |
| Total Assets | 160,689 | 17,042,594 |
| | | |
| | Ennovision Inc. | KATEKSE and it's subsidiary |
| Current Liabilities | | |
| Short-Term Borrowings | - | 885,350 |
| Financial Liabilities Measured at Fair Value through Profit or Loss - Current | - | 24,772 |
| Contract Liability - Current | - | 663,912 |
| Accounts Payable | 29,700 | 3,591,093 |
| Other Payables | 1,167 | 1,299,984 |
| Current Income Tax Liabilities | - | 27,555 |
| Provisions for Liabilities - Current | - | 496,778 |
| Lease Liabilities - Current | - | 352,551 |
| Other Current Liabilities | - | 28,326 |
| Total current liabilities | 30,867 | 7,370,321 |
| | | |
| | Ennovision Inc. | KATEKSE and it's subsidiary |
| Non-Current Liabilities | | |
| Contract Liability - Non-Current | - | 54,982 |
| Long-Term Loans | - | 2,642,246 |
| Provisions for Liabilities - Non-Current | - | 172,108 |
| Deferred Income Tax Liabilities | - | 423,109 |
| Lease Liabilities - Non-Current | - | 1,291,498 |
| Other Non-Current Liabilities | - | 733,908 |
| Total Non-Current Liabilities | - | 5,317,851 |
| Total liabilities | 30,867 | 12,688,172 |
| Identifiable Net Assets (Liabilities) at Fair Value | \$ 129,822 | 4,354,422 |

The fair value of the accounts receivable acquired from the companies in the merger transactions approximates the book value, and there were no expected uncollectible amounts as of the acquisition date.

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

(3) Goodwill

The goodwill recognized from acquisitions is as follows:

| | Ennovision Inc. | KATEKSE and it's subsidiary |
|---|------------------------|------------------------------------|
| Consideration Transferred | \$ 90,000 | 4,400,050 |
| Less: The fair value of the identifiable net assets (liabilities) acquired | 129,822 | 4,354,422 |
| Plus: Non-controlling interests (measured as the proportionate share of the identifiable net assets of non-controlling interests) | 51,929 | 1,766,152 |
| Goodwill Arising from Acquisition | <u>\$ 12,107</u> | <u>1,811,780</u> |

The goodwill arising from the acquisition mainly comes from the control premium. Furthermore, the consideration paid for the merger includes expected merger synergies, revenue growth, and future market development. However, such benefits do not meet the recognition criteria for identifiable intangible assets, and therefore are not recognized separately.

- (4) From the acquisition date to June 30, 2024, the revenue and net income contributed by the acquired company are as follows:

| | Ennovision Inc. | KATEKSE and it's subsidiary |
|---------------------------|------------------------|------------------------------------|
| Operating Revenue | <u>\$ 29,861</u> | <u>6,500,597</u> |
| Current net profit (loss) | <u>\$ (14,291)</u> | <u>80,982</u> |

9. Changes in ownership interests in subsidiaries

The changes in equity of subsidiaries of the Consolidated Company for the six months ended June 30, 2024 and 2023, that did not result in a change in control over those companies are as follows:

- (1) In the six months of 2024 and 2023, Marketch increased its share capital due to the conversion of convertible corporate bonds, leading to a decrease in Ennoconn International's shareholding ratio from 42.32% to 41.50% and from 42.80% to 42.69%, respectively.
- (2) For the six months ended June 30, 2024 and 2023, Kontron AG executed share buybacks, resulting in an increase of the combined shareholding ratio of EIH and Ennoconn International from 27.86% to 28.48% and from 27.64% to 27.82%, respectively.
- (3) In fiscal year 2023, Winmate increased its share capital due to the conversion of convertible corporate bonds, resulting in a decrease in the combined shareholding ratio of our company and Ennoconn International from 31.77% to 31.70%.
- (4) For the six months ended June 30, 2024 and 2023, due to the partial conversion of convertible corporate bonds issued by Marketch into common shares of Renown Information, the consolidated company's indirect shareholding ratio in Ablerex

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

decreased from 37.06% to 36.95% and from 37.14% to 37.11%, respectively.

- (5) The list showing the effect of changes in ownership interests in the aforementioned subsidiaries due to the merger of the companies on the equity attributable to the Consolidated Company is as follows:

For the Six Month Ended June 30, 2024

| | Marketech | Kontron AG | Caswell Inc. | Renown Information | Total |
|---|--------------------|-------------------|---------------------|---------------------------|------------------|
| Cash consideration received (paid) | \$ - | (2,105,131) | - | - | (2,105,131) |
| The book value of the subsidiary's net assets is calculated based on the relative change in equity interests to transfer the amount out of (into) non-controlling interests | (91,448) | 1,858,670 | (6) | (43) | 1,767,173 |
| Equity Trading Differences | \$ (91,448) | (246,461) | (6) | (43) | (337,958) |

For the Six Month Ended June 30, 2023

| | Marketech | Kontron AG | Caswell Inc. | Renown Information | Total |
|---|------------------|-------------------|---------------------|---------------------------|----------------|
| Cash consideration received (paid) | \$ - | \$ - | \$ - | \$ - | |
| The book value of the subsidiary's net assets is calculated based on the relative change in equity interests to transfer the amount out of (into) non-controlling interests | \$ 92,526 | 40,231 | 2,522 | (8) | 135,271 |
| Equity Trading Differences | \$ 92,526 | 40,231 | 2,522 | (8) | 135,271 |

The above difference in equity transactions is adjusted as additional paid-in capital.

10. Loss of control over a subsidiary

For the six months ended June 30, 2024, the Consolidated Company disposed Integrated Manufacturing & Services Co., Ltd. and lost the control over a subsidiary. The relevant information is as follows:

- (1) Consideration Received:

| | Integrated Manufacturing & Services Co., Ltd. |
|---------------------------|--|
| Cash and Cash Equivalents | \$ 41,928 |

Note: Of the proceeds from the disposal of equity in Integrated Manufacturing & Services Co., Ltd., NT\$41,928 thousand is recorded under 'Other current assets' and had not been fully received as of June 30, 2024.

**Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial
Statements (Continued)**

(2) Loss of control over assets and liabilities:

| | Integrated Manufacturing & Services Co., Ltd. |
|--------------------------------|--|
| Cash and Cash Equivalents | \$ 14,233 |
| Notes and Accounts Receivable | 5,470 |
| Other Current Assets | 3,883 |
| Property, plant, and equipment | 20,655 |
| Other Non-Current Assets | 456 |
| Accounts Payable | (1,754) |
| Other Payables | (1,780) |
| Lease Liabilities | (463) |
| | \$ 40,700 |

(3) Gain or loss on disposal of subsidiary:

| | Integrated Manufacturing & Services Co., Ltd. |
|---------------------------|--|
| Consideration Received | \$ 41,928 |
| Net assets from disposals | (40,700) |
| | \$ 1,228 |

(4) Net Cash Outflow from Disposal of Subsidiaries

| | Integrated Manufacturing & Services Co., Ltd. |
|--|--|
| Consideration Received | \$ 41,928 |
| Less: Disposal of cash and cash equivalents | 14,233 |
| Net Cash Outflow from Disposal of Subsidiaries | \$ 27,695 |

For the six months ended June 30, 2023, the Consolidated Company disposed of S&T Plus s.r.o. and Thecus U.S.A., Inc., resulting in the loss of control over these subsidiaries. The relevant information is as follows:

1. Consideration Received:

| | S&T Plus s.r.o. | Thecus U.S.A., Inc |
|---------------------------|--------------------------------|-------------------------------|
| Cash and Cash Equivalents | \$ 118,335 | 1,715 |

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

2. Loss of control over assets and liabilities:

| | S&T Plus s.r.o. | Thecus U.S.A., Inc |
|---------------------------------|--------------------------------|-------------------------------|
| Cash and Cash Equivalents | \$ 45,260 | 1,715 |
| Other Receivables | 107,917 | - |
| Inventories | 101,084 | - |
| Property, plant, and equipment | 11,696 | - |
| Goodwill | 41,509 | - |
| Deferred Income Tax Assets | - | 4,005 |
| Other Payables | (273,991) | - |
| Deferred Income Tax Liabilities | 27,633 | - |
| | \$ 61,108 | 5,720 |

3. Gain or loss on disposal of subsidiary:

| | S&T Plus s.r.o. | Thecus U.S.A., Inc |
|--|--------------------------------|-------------------------------|
| Consideration Received | \$ 118,335 | 1,715 |
| Net assets from disposals | (61,108) | (5,720) |
| Reclassification of other comprehensive income | 17,176 | - |
| Net Gains | \$ 74,403 | (4,005) |

4. Net Cash Outflow from Disposal of Subsidiaries

| | S&T Plus s.r.o. | Thecus U.S.A., Inc |
|--|--------------------------------|-------------------------------|
| Consideration Received | \$ 118,335 | 1,715 |
| Less: Disposal of cash and cash equivalents | 45,260 | 1,715 |
| Net Cash Inflows from Disposal of Subsidiaries | \$ 73,075 | - |

11. Subsidiaries with Material Non-Controlling Interests

The non-controlling interests in subsidiaries that are material to the Consolidated Company are as follows:

| Subsidiary Name | Main Business Location/ The country where the company is registered | The proportion of ownership interests and voting rights for non-controlling interests | | |
|-----------------|--|--|------------|-----------|
| | | 2024.6.30 | 2023.12.31 | 2023.6.30 |
| Caswell Inc. | Taiwan | 68.30% | 68.30% | 68.30% |
| Kontron AG | Austria | 71.52% | 72.14% | 72.18% |
| Marketch | Taiwan | 58.50% | 57.68% | 57.31% |

The summarized financial information of the aforementioned subsidiaries is as follows. This financial information is prepared in accordance with International Financial Reporting

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

Standards recognized by the Financial Supervisory Commission, and reflects the fair value adjustments made by the Consolidated Company on the acquisition date and the adjustments made for differences in accounting policies. These amounts are before elimination of inter-company transactions:

(1) Consolidated Financial Information of Caswell Inc. and its Subsidiaries

| | 2024.6.30 | 2023.12.31 | 2023.6.30 |
|---|---------------------|-------------------|------------------|
| Current Assets | \$ 3,874,669 | 3,410,527 | 3,794,682 |
| Non-Current Assets | 2,046,375 | 2,016,004 | 1,284,289 |
| Current Liabilities | (1,555,220) | (980,208) | (1,105,926) |
| Non-Current Liabilities | (820,610) | (859,810) | (487,413) |
| Net Assets | <u>\$ 3,545,214</u> | <u>3,586,513</u> | <u>3,485,632</u> |
| Ending balance of non-controlling interests | <u>\$ 2,503,754</u> | <u>2,555,834</u> | <u>2,517,774</u> |

| | Six Month Ended June 30, 2024 | Six Month Ended June 30, 2023 |
|--|--|--|
| Operating Revenue | <u>\$ 1,963,876</u> | <u>2,089,499</u> |
| Net Profit for the Period | \$ 158,774 | 201,402 |
| Other Comprehensive Income | 5,303 | (12,141) |
| Total Comprehensive Income | <u>\$ 164,077</u> | <u>189,261</u> |
| Net Profit for the Period Attributable to Non-Controlling Interests | <u>\$ 83,795</u> | <u>114,748</u> |
| Total Comprehensive Income Attributable to Non-Controlling Interests | <u>\$ 88,191</u> | <u>106,212</u> |

| | Six Month Ended June 30, 2024 | Six Month Ended June 30, 2023 |
|--|--|--|
| Cash Flows from Operating Activities | \$ 257,955 | 418,270 |
| Cash Flows from Investing Activities | (52,517) | (603,262) |
| Cash Flows from Financing Activities | (75,792) | 206,182 |
| The Effect of Exchange Rate Fluctuations on Cash Amounts | 1,247 | (12,652) |
| Net (Decrease) Increase in Cash and Cash Equivalents | <u>\$ 130,893</u> | <u>8,538</u> |
| Dividends Paid to Non-Controlling Interests | <u>\$ 140,278</u> | <u>180,323</u> |

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

(2) Consolidated Financial Information of KontronAG and it's subsidiary

| | 2024.6.30 | 2023.12.31 | 2023.6.30 |
|--|----------------------|--|--|
| Current Assets | \$ 36,617,971 | 29,839,575 | 28,601,870 |
| Non-Current Assets | 25,965,921 | 16,735,327 | 14,223,596 |
| Current Liabilities | (23,901,178) | (21,427,382) | (18,022,035) |
| Non-Current Liabilities | (17,594,524) | (4,624,594) | (4,591,248) |
| Net Assets | \$ 21,088,190 | 20,522,926 | 20,212,183 |
| Ending balance of non-controlling interests | \$ 17,408,892 | 17,048,079 | 16,902,334 |
| | | Six Month Ended June 30, 2024 | Six Month Ended June 30, 2023 |
| Operating Revenue | | \$ 26,926,851 | 18,706,768 |
| Net Profit for the Period | | \$ 1,283,610 | 1,179,341 |
| Other Comprehensive Income | | 141,170 | (116,633) |
| Total Comprehensive Income | | \$ 1,424,780 | 1,062,708 |
| Net Profit for the Period Attributable to Non-Controlling Interests | | \$ 814,216 | 759,380 |
| Total Comprehensive Income Attributable to Non-Controlling Interests | | \$ 1,128,434 | 1,223,125 |
| | | Six Month Ended June 30, 2024 | Six Month Ended June 30, 2023 |
| Cash Flows from Operating Activities | | \$ (967,382) | 20,846 |
| Cash Flows from Investing Activities | | (3,308,681) | 1,987,654 |
| Cash Flows from Financing Activities | | 670,522 | (5,693,108) |
| The Effect of Exchange Rate Fluctuations on Cash Amounts | | (878) | (53,715) |
| Net (Decrease) Increase in Cash and Cash Equivalents | | \$ (3,606,419) | (3,738,323) |
| Dividends Paid to Non-Controlling Interests | | \$ 770,244 | \$ 1,503,952 |

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

(3) Consolidated financial information of Marketch International Corp. and its Subsidiaries

| | 2024.6.30 | 2023.12.31 | 2023.6.30 |
|--|----------------------|-----------------------|-----------------------|
| Current Assets | \$ 39,859,246 | 39,459,227 | 33,893,039 |
| Non-Current Assets | 8,174,005 | 7,237,477 | 6,251,734 |
| Current Liabilities | (31,849,097) | (30,223,059) | (25,581,531) |
| Non-Current Liabilities | (5,149,772) | (5,237,606) | (4,693,509) |
| Net Assets | \$ 11,034,382 | 11,236,039 | 9,869,733 |
| Ending balance of non-controlling interests | \$ 6,516,365 | 6,530,604 | 5,734,176 |
| | | Six Month | Six Month |
| | | Ended June 30, | Ended June 30, |
| | | 2024 | 2023 |
| Operating Revenue | | \$ 30,014,412 | 27,508,126 |
| Net Profit for the Period | | \$ 836,775 | 1,245,735 |
| Other Comprehensive Income | | 93,895 | (26,257) |
| Total Comprehensive Income | | \$ 930,670 | 1,219,478 |
| Net Profit for the Period Attributable to Non-Controlling Interests | | \$ 470,037 | 688,132 |
| Total Comprehensive Income Attributable to Non-Controlling Interests | | \$ 539,254 | 673,159 |
| | | Six Month | Six Month |
| | | Ended June 30, | Ended June 30, |
| | | 2024 | 2023 |
| Cash Flows from Operating Activities | | \$ 3,429,318 | (3,117,309) |
| Cash Flows from Investing Activities | | (761,863) | (370,168) |
| Cash Flows from Financing Activities | | (1,328,731) | 3,434,110 |
| The Effect of Exchange Rate Fluctuations on Cash Amounts | | 377,850 | (31,001) |
| Net (Decrease) Increase in Cash and Cash Equivalents | | \$ 1,716,574 | (84,368) |
| Dividends Paid to Non-Controlling Interests | | \$ 707,081 | \$ 634,183 |

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

12. Property, plant, and equipment

The following are the details of the changes in the cost, depreciation, and impairment loss of property, plant, and equipment for the Consolidated Company:

| | Land | Buildings | Machinery | Leasehold Improvement | Others | Total |
|--|-------------------|------------------|------------------|--------------------------|------------------|-------------------|
| Cost: | | | | | | |
| January 1, 2024 | \$ 947,166 | 6,282,171 | 3,923,670 | 85,491 | 1,104,794 | 12,343,292 |
| Additions | - | 482,556 | 454,153 | 10,346 | 752,838 | 1,699,893 |
| Acquisition and disposal through business combinations | - | 441,892 | 2,114,416 | - | 66,368 | 2,622,676 |
| Disposal | - | (8,567) | (504,029) | (5,145) | (80,098) | (597,839) |
| Loss of control | (6,648) | 59,776 | (11,732) | 38,588 | (79,024) | 960 |
| The Effects of Changes in ForeignExchange Rates | 1,822 | 54,480 | 143,333 | 1,528 | 11,838 | 213,001 |
| June 30, 2024 | \$ 942,340 | 7,312,308 | 6,119,811 | 130,808 | 1,776,716 | 16,281,983 |
| January 1, 2023 | \$ 596,263 | 5,652,411 | 3,408,266 | 43,114 | 1,009,414 | 10,709,468 |
| Additions | 259,830 | 8,984 | 186,388 | 19,328 | 387,018 | 861,548 |
| Disposal | - | (604) | (143,751) | (86) | (30,963) | (175,404) |
| Reclassification | 83,580 | 34,274 | 13,556 | 10,890 | 16,844 | 159,144 |
| The Effects of Changes in ForeignExchange Rates | 478 | 36,922 | 18,730 | (129) | (5,719) | 50,282 |
| June 30, 2023 | \$ 940,151 | 5,731,987 | 3,483,189 | 73,117 | 1,376,594 | 11,605,038 |
| Depreciation: | | | | | | |
| January 1, 2024 | \$ - | 2,188,359 | 2,367,095 | 34,593 | 574,714 | 5,164,761 |
| Depreciation of the Current Year | - | 138,977 | 383,264 | 10,851 | 63,991 | 597,083 |
| Acquisition and disposal through business combinations | - | (2,792) | (38,872) | - | (2,750) | (44,414) |
| Disposal | - | (2,808) | (190,538) | (2,513) | (55,046) | (250,905) |
| Reclassification | - | - | (2,331) | 2,362 | (32) | (1) |
| The Effects of Changes in ForeignExchange Rates | - | 9,486 | 70,225 | 253 | 6,254 | 86,218 |
| June 30, 2024 | \$ - | 2,331,222 | 2,588,843 | 45,546 | 587,131 | 5,552,742 |
| Leasehold | | | | | | |
| | Land | Buildings | Machinery | Improvement | Others | Total |
| January 1, 2023 | \$ - | 1,943,357 | 2,025,550 | 18,141 | 513,357 | 4,500,405 |
| Depreciation of the Current Year | - | 120,399 | 198,547 | 6,979 | 56,605 | 382,530 |
| Disposal | - | (329) | (125,162) | (86) | (27,303) | (152,880) |
| Reclassification | - | - | 1,223 | - | (1,223) | - |
| The Effects of Changes in ForeignExchange Rates | - | 4,501 | 13,603 | (167) | (5,488) | 12,449 |
| June 30, 2023 | \$ - | 2,067,928 | 2,113,761 | 24,867 | 535,948 | 4,742,504 |
| Book value: | | | | | | |
| January 1, 2024 | \$ 947,166 | 4,093,812 | 1,556,575 | 50,898 | 530,080 | 7,178,531 |
| June 30, 2024 | \$ 942,340 | 4,981,086 | 3,530,968 | 85,262 | 1,189,585 | 10,729,241 |
| June 30, 2023 | \$ 940,151 | 3,664,059 | 1,369,428 | 48,250 | 840,646 | 6,862,534 |

For details on the real estate, plants and equipment of the Consolidated Company that were provided as collateral for the pledge, please refer to Note 8

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

13. Intangible assets

The cost and amortization details of the intangible assets of the Consolidated Company are as follows:

| | Goodwill | Trademark | Patents | Computer software cost | Customer Relationships | Others | Total |
|---|---------------------|------------------|----------------|------------------------|------------------------|------------------|-------------------|
| Cost or Deemed Cost: | | | | | | | |
| Balance as of January 1, 2024 | \$ 14,532,167 | 2,157,982 | 634,848 | 6,859,627 | 3,029,672 | 1,456,134 | 28,670,430 |
| Obtain Individually | - | - | - | 711,488 | - | 2,000 | 713,488 |
| Obtain through Corporate Merger | 1,823,887 | 189,328 | - | 587,454 | 933,792 | 239,266 | 3,773,727 |
| Disposal | - | - | - | (1,378,285) | - | - | (1,378,285) |
| Reclassification | - | - | - | 4 | - | - | 4 |
| The Effects of Changes in ForeignExchange Rates | 409,428 | 44,906 | - | 256,446 | 59,104 | 41,341 | 811,225 |
| Balance as of June 30, 2024 | \$16,765,482 | 2,392,216 | 634,848 | 7,036,734 | 4,022,568 | 1,738,741 | 32,590,589 |
| Balance as of January 1, 2023 | \$ 13,368,787 | 2,098,787 | 619,206 | 5,441,115 | 2,818,928 | 1,358,764 | 25,705,587 |
| Obtain Individually | - | - | 69 | 388,006 | - | - | 388,075 |
| Disposal | (40,551) | - | - | (13,101) | (14,100) | (38,089) | (105,841) |
| Reclassification | - | - | - | 1,407 | - | - | 1,407 |
| The Effects of Changes in ForeignExchange Rates | 252,145 | 53,503 | - | 125,791 | 73,667 | 30,144 | 535,250 |
| Balance as of June 30, 2023 | \$13,580,381 | 2,152,290 | 619,275 | 5,943,218 | 2,878,495 | 1,350,819 | 26,524,478 |
| Amortization: | | | | | | | |
| Balance as of January 1, 2024 | \$ 68,504 | 692,960 | 499,492 | 3,754,181 | 2,294,927 | 926,600 | 8,236,664 |
| Current Amortization | - | 56,265 | 31,387 | 276,429 | 190,420 | 118,979 | 673,480 |
| Obtain through Corporate Merger | - | - | - | - | - | 850 | 850 |
| Disposal | - | - | - | (1,376,114) | - | - | (1,376,114) |
| Reclassification | - | - | - | 2 | - | - | 2 |
| The Effects of Changes in ForeignExchange Rates | 3,847 | 9,897 | - | 166,440 | 47,136 | 22,432 | 249,752 |
| Balance as of June 30, 2024 | \$ 72,351 | 759,122 | 530,879 | 2,820,938 | 2,532,483 | 1,068,861 | 7,784,634 |
| Balance as of January 1, 2023 | \$ 68,515 | 605,130 | 437,187 | 3,271,650 | 1,950,380 | 898,392 | 7,231,254 |
| Current Amortization | - | 39,997 | 30,929 | 187,009 | 144,294 | 49,906 | 452,135 |
| Disposal | - | - | - | (11,470) | (14,100) | (38,089) | (63,659) |
| The Effects of Changes in ForeignExchange Rates | 948 | 6,943 | - | 65,592 | 49,731 | 18,543 | 141,757 |
| Balance as of June 30, 2023 | \$ 69,463 | 652,070 | 468,116 | 3,512,781 | 2,130,305 | 928,752 | 7,761,487 |
| Book value: | | | | | | | |
| 1-Jan-24 | \$14,463,663 | 1,465,022 | 135,356 | 3,105,446 | 734,745 | 529,534 | 20,433,766 |
| 30-Jun-24 | \$16,693,131 | 1,633,094 | 103,969 | 4,215,796 | 1,490,085 | 669,880 | 24,805,955 |
| 30-Jun-23 | \$13,510,918 | 1,500,220 | 151,159 | 2,430,437 | 748,190 | 422,067 | 18,762,991 |

(1) Indefinite-lived intangible assets

Part of the trademarks of the Consolidated Company can be extended for the statutory period at a minimal cost. The Consolidated Company plans to continue applying for extensions of the statutory period and continue producing the product series. Therefore, it is expected that the trademarks will continue to generate net cash inflows, so they are considered intangible assets with indefinite useful lives.

(2) Guarantee

The intangible assets of the Consolidated Company have not been provided as collateral.

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

14. Right-of-Use Assets

The Consolidated Company leases land, buildings and structures, machinery and equipment, office equipment, transportation equipment, and other equipment. The relevant information is as follows:

| | Land | Buildings | Machinery | Office Equipment | Transportation equipment | Other equipment | Total |
|---|---------------------|------------------|---------------|------------------|--------------------------|-----------------|------------------|
| Cost: | | | | | | | |
| January 1, 2024 | \$ 1,851,776 | 4,843,779 | 1,711 | 31,594 | 739,659 | 207 | 7,468,726 |
| Additions | 127,453 | 479,814 | 10,446 | 110,069 | 136,151 | - | 863,933 |
| Disposal | (78,122) | (188,586) | - | (18,531) | (73,472) | - | (358,711) |
| Reclassification | - | - | - | 3,675 | - | - | 3,675 |
| Acquisition through business combinations | - | 957,898 | - | 399,259 | - | - | 1,357,157 |
| The Effects of Changes in ForeignExchange Rates | (233) | 166,785 | 35 | 7,351 | 5,821 | - | 179,759 |
| 30-Jun-24 | \$ 1,900,874 | 6,259,690 | 12,192 | 533,417 | 808,159 | 207 | 9,514,539 |
| January 1, 2023 | \$ 1,066,996 | 3,461,655 | 1,184 | 18,314 | 620,599 | 165 | 5,168,913 |
| Additions | 18,671 | 699,790 | 513 | 911 | 96,612 | - | 816,497 |
| Disposal | (46) | (64,983) | - | - | (65,459) | - | (130,488) |
| The Effects of Changes in ForeignExchange Rates | (993) | 41,993 | 3 | 567 | 29,630 | - | 71,200 |
| June 30, 2023 | \$ 1,084,628 | 4,138,455 | 1,700 | 19,792 | 681,382 | 165 | 5,926,122 |
| Depreciation: | | | | | | | |
| January 1, 2024 | \$ 192,030 | 1,997,020 | 564 | 19,754 | 364,912 | 95 | 2,574,375 |
| Depreciation of the Current Year | 18,719 | 685,280 | 3,493 | 49,125 | 85,835 | 36 | 842,488 |
| Disposal | - | (140,667) | - | (18,642) | (65,370) | - | (224,679) |
| The Effects of Changes in ForeignExchange Rates | (131) | 60,564 | 12 | 544 | 2,121 | - | 63,110 |
| June 30, 2024 | \$ 210,618 | 2,602,197 | 4,069 | 50,781 | 387,498 | 131 | 3,255,294 |
| January 1, 2023 | \$ 164,745 | 1,388,559 | 184 | 13,274 | 338,359 | 33 | 1,905,154 |
| Depreciation of the Current Year | 13,262 | 362,591 | 223 | 1,848 | 71,819 | 29 | 449,772 |
| Disposal | (17) | (51,469) | - | - | (56,757) | - | (108,243) |
| The Effects of Changes in ForeignExchange Rates | (168) | 16,597 | 1 | 446 | 16,649 | - | 33,525 |
| June 30, 2023 | \$ 177,822 | 1,716,278 | 408 | 15,568 | 370,070 | 62 | 2,280,208 |
| Book value: | | | | | | | |
| January 1, 2024 | \$ 1,659,746 | 2,846,759 | 1,147 | 11,840 | 374,747 | 112 | 4,894,351 |
| June 30, 2024 | \$ 1,690,256 | 3,657,493 | 8,123 | 482,636 | 420,661 | 76 | 6,259,245 |
| June 30, 2023 | \$ 906,806 | 2,422,177 | 1,292 | 4,224 | 311,312 | 103 | 3,645,914 |

15. Other Current Assets and Other Non-Current Assets

| | 2024.6.30 | 2023.12.31 | 2023.6.30 |
|-------------------------------------|---------------------|------------------|------------------|
| Other Receivables | \$ 1,272,640 | 1,037,483 | 1,038,900 |
| Current Tax Assets | 113,819 | 112,266 | 25,011 |
| Prepayments | 2,128,302 | 2,018,364 | 1,897,623 |
| Other Financial Assets | 290,513 | 282,559 | 294,037 |
| Refundable deposits | 437,961 | 671,169 | 583,898 |
| Prepayments for Business Facilities | 41,311 | 22,001 | 36,126 |
| Contract Asset - Non-Current | 85,973 | 29,059 | 36,000 |
| Others | 2,620,021 | 2,662,762 | 4,592,188 |
| | \$ 6,990,540 | 6,835,663 | 8,503,783 |
| Current | \$ 5,919,444 | 6,025,546 | 7,507,560 |
| Non-Current | 1,071,096 | 810,117 | 996,223 |
| | \$ 6,990,540 | 6,835,663 | 8,503,783 |

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

For details on other current assets and other non-current assets of the Consolidated Company pledged as collateral for borrowings, please refer to Note 8

16. Short-Term Borrowings

| | 2024.6.30 | 2023.12.31 | 2023.6.30 |
|--------------------------|----------------------|---------------------|---------------------|
| Unsecured Bank Borrowing | \$ 11,535,189 | 12,475,062 | 12,284,901 |
| Secured Bank Borrowings | 1,153,422 | 163,561 | 689,783 |
| | \$ 12,688,611 | 12,638,623 | 12,974,684 |
| Unused Quota | \$ 47,048,035 | 36,616,620 | 34,531,393 |
| Interest Rate Range | 0.97%~19.50% | 0.70%~12.20% | 0.70%~12.20% |

(1) Issuance and repayment of loans

The Consolidated Company had no significant issuance, repurchase, or repayment of short-term borrowings for the three six month ended June 30, 2024 and 2 For interest expenses, please refer to Note 6(26)

(2) Collateral for bank loans

For details on the situation where assets were pledged as collateral for bank borrowings in the case of the Consolidated Company, please refer to Note

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

17. Long-Term Loans

| 2024.6.30 | | | |
|------------------------------|----------------------|------------------------|----------------------|
| | Interest rate | | |
| | range (%) | Expiration Year | Amount |
| Unsecured Bank Borrowings | 0.50%~5.29% | 115~118 | \$ 12,156,160 |
| Secured Bank Borrowings | 0.44%~9.00% | 2030 to 2043 | 2,279,664 |
| Sum | | | 14,435,824 |
| Less: Portion due within one | | | (1,581,375) |
| Total | | | \$ 12,854,449 |
| 2023.12.31 | | | |
| | Interest rate | | |
| | range (%) | Expiration Year | Amount |
| Unsecured Bank Borrowings | 0.50%~5.32% | 2026 to 2028 | \$ 6,337,507 |
| Secured Bank Borrowings | 0.44%~5.16% | 2030 to 2043 | 933,693 |
| Sum | | | 7,271,200 |
| Less: Portion due within one | | | (4,554,479) |
| Total | | | \$ 2,716,721 |
| 2023.6.30 | | | |
| | Interest rate | | |
| | range (%) | Expiration Year | Amount |
| Unsecured Bank Borrowings | 1.10%~3.32% | 114~117 | \$ 6,375,030 |
| Secured Bank Borrowings | 0.44%~3.81% | 2030 to 2043 | 1,108,050 |
| Sum | | | 7,483,080 |
| Less: Portion due within one | | | (4,501,152) |
| Total | | | \$ 2,981,928 |

The Consolidated Company complied with the relevant contractual terms as of June 30, 2024, and therefore classified the borrowing as a non-current liability. The Consolidated Company expects to comply with the relevant contractual terms at the end of each quarter for at least twelve months after the reporting date.

(3) For details on the situation where assets were pledged as collateral for bank borrowings in the case of the Consolidated Company, please refer to Note

18. Corporate Bonds Payable

The balance of corporate bonds payable for the Consolidated Company is as follows:

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

| | 2024.6.30 | 2023.12.31 | 2023.6.30 |
|---|---------------------|------------------|------------------|
| The 3rd Domestic Unsecured Convertible Corporate Bonds | \$ - | 800,248 | 2,261,996 |
| The 1st Privately Placed Unsecured Convertible Corporate Bonds | 1,484,514 | 1,480,973 | 1,477,438 |
| The 4th Domestic Unsecured Convertible Corporate Bonds | 112,708 | 339,553 | 478,571 |
| The 5th Domestic Unsecured Convertible Corporate Bonds | 2,888,945 | 2,863,817 | - |
| Subsidiary's Unsecured Convertible Corporate Bonds | 2,412,824 | 2,391,712 | 2,901,956 |
| Less: Listed as the portion due | | | |
| within one year or redeemable within one year | - | (800,248) | (2,793,601) |
| Ending Balance of Corporate Bonds Payable | <u>\$ 6,898,991</u> | <u>7,076,055</u> | <u>4,326,360</u> |
| Embedded derivatives - Call and put options (reported as financial assets at fair value through profit or loss) | <u>\$ 7,104</u> | <u>2,709</u> | <u>3,331</u> |
| Equity component - Conversion right (reported under capital surplus - stock options) | <u>\$ 977,489</u> | <u>5,163,632</u> | <u>3,631,470</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. Interest rate: 1.1542%
5. Book value at issuance: NT\$5,665,424 thousand
6. Term: February 26, 2019-February 26, 2024
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 common shares of the Company from the following day after three month 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:

- (1) During the book closure period, the transfer of common stocks is suspended in accordance with the law.
 - (2) 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 common shares for cash to the record date of rights distribution.
 - (3) The date of capital reduction is cut off one day before the commencement of capital reduction.
 - (4) Other suspension periods of stock transfer by law.
8. Conversion Price and Its Adjustment:

The conversion price at the time of initial issuance was set at NT\$272.8. Due to

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

an increase in the number of the Company's issued common shares, the conversion price was adjusted in accordance with Article 12 of the Company's regulations on the domestic issuance and conversion of unsecured convertible corporate bonds. As of June 30, 2024, the conversion price was adjusted to NT\$ 204.4.

9. Redemption rights of creditors:

30 days prior to 3 years after the issuance of corporate bonds (February 26, 2022), bondholders may notify the Company in written based on the regulations of corporate bonds conversion method to request the addition of interest charges to face value (1.5075% of corporate bonds face value after 3 years) and redeem convertible corporate bonds in cash.

10. The Company's Redemption Right:

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 common stocks 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.

The equity component is presented in equity as a additional paid-in capital - stock warrants. The liability components are the liabilities of embedded derivative financial products and non-derivative financial products. The measured amount of derivative financial liabilities on March 31, 2024 is NT\$0 thousand at fair value cost and non-derivative financial liabilities on March 31, 2024 is NT\$0 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> |
| Current portion of long-term liabilities (including payable corporate bonds of NT\$5,665,424 thousand and non-current financial liabilities at fair value through profit or loss of NT\$9,592 thousand) | 5,675,016 |
| Interest calculated at effective interest rate of 1.1542% | 283,569 |
| Gain on Valuation of Financial Product | (3,701) |
| Converting Corporate Bonds Payable into Common Share | (5,955,148) |
| Pay Off the Matured Corporate Bonds for Redemption | 264 |
| Liability Components as of June 30, 2024 | <u>\$ -</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

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

unsecured convertible corporate bonds on September 2, 2021

1. Total issuance: NT\$1,500,000 thousand
2. Face value: NT\$100 thousand each
3. Coupon rate : 0%
4. Interest rate:0.479%
5. Book value at issuance: NT\$1,464,589 thousand
6. Term: September 02, 2021- September 02, 2026
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 common shares of the Company from the following day after three month 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:

- (1) During the book closure period, the transfer of common stocks is suspended in accordance with the law.
 - (2) B. The period of 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 common stocks for cash to the record date of rights distribution.
 - (3) The date of capital reduction is cut off one day before the commencement of capital reduction.
 - (4) Other suspension periods of stock transfer by law.
8. Conversion Price and Its Adjustment:

The conversion price at the time of initial issuance was set at NT\$220.7. Due to an increase in the number of the Company's issued common shares, the conversion price was adjusted in accordance with Article 11 of the Company's regulations on the domestic issuance and conversion of unsecured convertible corporate bonds. As of June 30, 2024, the conversion price was adjusted to NT\$ 196.7.

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.

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

10. The Company's Redemption Right:

From the day after the issuance of corporate bonds for 3 years (September 3, 2024) to 40 days before the maturity date (July 24, 2026), if the closing price of the Company's common stocks 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. Redemption upon maturity of bonds:

Unless the bonds have been redeemed, repurchased, and written-off or the bondholder has exercised the conversion right, the issuing company will repay the bonds in full in cash on the maturity date according to the nominal amount of the bonds. This convertible corporate bonds comprise liabilities and equity component.

The equity component is presented in equity as a additional paid-in capital - stock warrants. The liability components are classified as embedded derivative financial instruments and non-derivative financial liabilities. As of June 30, 2024, the embedded derivative financial instruments were measured at fair value, amounting to NT\$(2,700) thousand; the non-derivative financial liabilities were measured at amortized cost, amounting to NT\$1,484,514 thousand, with an original effective interest rate of 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% | 19,925 |
| Gain on Valuation of Financial Product | <u>(2,550)</u> |
| Liability Components as of June 30, 2024 | <u>\$ 1,481,814</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

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

1. Total issuance: NT\$1,000,000 thousand
2. Face value: NT\$100 thousand each
3. Coupon rate : 0%
4. Interest rate:0.9994%
5. Book value at issuance: NT\$951,494 thousand
6. Term: November 16, 2021- November 16, 2026
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 month of issuance date (February 17, 2022) to the expiration date November 16, 2026, in accordance with the regulations on corporate bond conversion. The suspension period of conversion is as follows:

- (1) During the book closure period, the transfer of common stocks is suspended in accordance with the law.
 - (2) 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 common shares for cash to the record date of rights distribution.
 - (3) The date of capital reduction is cut off one day before the commencement of capital reduction.
 - (4) Other suspension periods of stock transfer by law.
8. Conversion Price and Its Adjustment:

The conversion price at the time of initial issuance was set at NT\$221.1. Due to an increase in the number of the Company's issued common shares, the conversion price was adjusted in accordance with Article 12 of the Company's regulations on the domestic issuance and conversion of unsecured convertible corporate bonds. As of June 30, 2024, the conversion price was adjusted to NT\$ 202.5.

9. Redemption rights of creditors:

30 days prior to 3 years after the issuance of corporate bonds (November 16, 2024), bondholders may notify the Company in written based on the regulations of corporate bonds conversion method to request redeem convertible corporate bonds in cash by the carrying amount.

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

10. The Company's Redemption Right:

From the issuance of corporate bonds for 3 months (November 17, 2024) to 40 days before the maturity date (October 7, 2026), if the closing price of the Company's common stocks 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.

(1) Redemption 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 additional paid-in capital - stock warrants. The liability components are the liabilities of embedded derivative financial products and non-derivative financial products. The measured amount of derivative financial liabilities on June 30, 2024 is NT\$ 254 thousand at fair value cost and non-derivative financial liabilities on June 30, 2024 is NT\$112,708 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 at issuance date (including corporate bonds payable of NT\$951,494 thousand and financial liabilities at fair value through profit or loss - non-current of NT\$598 thousand) | 952,092 |
| Interest calculated at effective interest rate of 0.9994% | 17,965 |
| Gain on Valuation of Financial Product | (369) |
| Converting Corporate Bonds Payable into Common Share | <u>(857,234)</u> |
| Liability Components as of June 30, 2024 | <u>\$ 112,454</u> |

- (4) To meet the needs of working capital and reinvestment, the Company issued the fifth domestic unsecured convertible corporate bonds on August 16, 2023, the issuance conditions are as follows:

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

1. Total issuance: NT\$3,000,000 thousand
2. Face value: NT\$100 thousand each
3. Coupon rate : 0%
4. Interest rate:1.787%
5. Book value at issuance: NT\$2,844,753 thousand
6. Term: August 16, 2023- August 16, 2026
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 common shares of the Company from the following day after three month of issuance date (November 17, 2023) to the expiration date August 16, 2026, in accordance with the regulations on corporate bond conversion. The suspension period of conversion is as follows:

- (1) During the book closure period, the transfer of common stocks is suspended in accordance with the law.
 - (2) 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 common shares for cash to the record date of rights distribution.
 - (3) The date of capital reduction is cut off one day before the commencement of capital reduction.
 - (4) Other suspension periods of stock transfer by law.
8. Conversion Price and Its Adjustment:

The conversion price at the time of initial issuance was set at NT\$295. Due to an increase in the number of the Company's issued common shares, the conversion price was adjusted in accordance with Article 12 of the Company's regulations on the domestic issuance and conversion of unsecured convertible corporate bonds.

9. The Company's Redemption Right:

From the day after the issuance of corporate bonds for 3 months (November 17, 2023) to 40 days before the maturity date (July 7, 2026), if the closing price of the Company's common stocks 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.

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

(1) Redemption 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 additional paid-in capital - stock warrants. The liability components are the liabilities of embedded derivative financial products and non-derivative financial products. The measured amount of derivative financial liabilities on June 30, 2024 is NT\$ 2,400 thousand at fair value cost and non-derivative financial liabilities on June 30, 2024 is NT\$2,888,945 thousand at amortized cost, and its effective interest rate initially recognized is 1.787%.

| | |
|---|----------------------------|
| Issue proceeds (less transaction costs of NT\$5,550 thousand) | \$ 3,009,450 |
| Equity Components | <u>(166,194)</u> |
| Liability components on the date of issuance (including corporate bonds payable of NT\$2,844,753 thousand and financial liabilities at fair value through profit or loss - non-current of NT\$1,497 thousand) | 2,843,256 |
| Interest calculated at effective interest rate of 1.787% | 44,480 |
| Gain on Valuation of Financial Product | (903) |
| Converting Corporate Bonds Payable into Common Share | <u>(288)</u> |
| Liability Components as of June 30, 2024 | <u>\$ 2,886,545</u> |

(5) The main conditions relating to the issuance of unsecured convertible corporate bonds by the subsidiary are as follows:

1. Total issuance: NT\$1,500,000 thousand
2. Face value: NT\$100 thousand each
3. Coupon rate : 0%
4. Interest rate: 1.0255%
5. Term: December 15, 2020- December 15, 2023
6. Conversion Period: From the day following three month after the issuance date of these convertible corporate bonds, until the maturity date, except during the suspension period stipulated by the conversion regulations or laws, the holders of these convertible corporate bonds may request the subsidiary company to convert the bonds into common shares of the subsidiary company. The rights and obligations of the converted common shares shall be

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

the same as those of the originally issued common shares.

7. Conversion Price and Its Adjustment:

The conversion price of this convertible bond is determined according to the prescribed formula in the conversion regulations. If there is a situation where the Company is subject to anti-dilution provisions, the conversion price will be adjusted according to the prescribed formula in the conversion regulations. Subsequently, on the prescribed base date, the conversion price will be re-determined according to the prescribed formula in the regulations. If the new conversion price is higher than the previous conversion price of that year, no adjustment will be made.

8. Redemption Rights:

- (1) Redemption at maturity: The subsidiary will redeem the principal in one lump sum upon maturity of the bond issue.
 - (2) B. Early Redemption: From the day following three month after the issuance of this convertible corporate bond until forty days before the maturity of the issuance period, if the closing price of the subsidiary's common stocks exceeds 30% of the then-effective conversion price for thirty consecutive trading days, or from the day following three month after the issuance of this convertible corporate bond until forty days before the maturity of the issuance period, if the outstanding balance of this convertible corporate bond falls below 10% of the original total issued amount, the subsidiary may redeem all of the bonds at any time thereafter at their face value in cash.
 - (3) According to the conversion method, all subsidiary bonds redeemed, repaid or converted by the convertible bonds will be cancelled, and all rights and obligations attached to the convertible bonds will also be extinguished and no longer issued.
- (6) The main conditions relating to the issuance of unsecured convertible corporate bonds by the subsidiary are as follows:
1. Total issuance: NT\$2,500,000 thousand
 2. Face value: NT\$100 thousand each
 3. Coupon rate : 0%
 4. Interest rate: 1.796%
 5. Term: June 27, 2023- June 27, 2026
 6. Conversion Period: From the day following three month after the issuance date of these convertible corporate bonds, until the maturity date, except during the suspension period stipulated by the conversion regulations or laws,

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

the holders of these convertible corporate bonds may request the subsidiary company to convert the bonds into common shares of the subsidiary company. The rights and obligations of the converted common shares shall be the same as those of the originally issued common shares.

7. Conversion Price and Its Adjustment:

The conversion price of this convertible bond is determined according to the prescribed formula in the conversion regulations. If there is a situation where the Company is subject to anti-dilution provisions, the conversion price will be adjusted according to the prescribed formula in the conversion regulations. Subsequently, on the prescribed base date, the conversion price will be re-determined according to the prescribed formula in the regulations. If the new conversion price is higher than the previous conversion price of that year, no adjustment will be made.

8. Redemption Rights:

- (1) Redemption at maturity: The subsidiary will redeem the principal in one lump sum upon maturity of the bond issue.
- (2) B. Early Redemption: From the day following three month after the issuance of this convertible corporate bond until forty days before the maturity of the issuance period, if the closing price of the subsidiary's common stocks exceeds 30% of the then-effective conversion price for thirty consecutive trading days, or from the day following three month after the issuance of this convertible corporate bond until forty days before the maturity of the issuance period, if the outstanding balance of this convertible corporate bond falls below 10% of the original total issued amount, the subsidiary may redeem all of the bonds at any time thereafter at their face value in cash.
- (3) According to the conversion method, all subsidiary bonds redeemed, repaid or converted by the convertible bonds will be cancelled, and all rights and obligations attached to the convertible bonds will also be extinguished and no longer issued.

19. Lease Liabilities

The Consolidated Company's carrying amount of lease liabilities:

| | 2024.6.30 | 2023.12.31 | 2023.6.30 |
|-------------|---------------------|------------------|------------------|
| Current | <u>\$ 1,791,852</u> | <u>1,353,187</u> | <u>1,142,908</u> |
| Non-Current | <u>\$ 5,264,442</u> | <u>3,985,321</u> | <u>3,031,089</u> |

For maturity analysis, please refer to Note 6(27) Financial Instruments.

Recognized lease profit/loss is below:

**Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial
Statements (Continued)**

| | Three Month Ended June 31, 2024 | Three Month Ended June 30, 2023 | Six Month Ended June 30, 2024 | Six Month Ended June 30, 2023 |
|-----------------------------------|--|--|--|--|
| Interest Expense on Lease | \$ 60,974 | 32,182 | 109,914 | 57,443 |
| Short-Term Lease Expenses | \$ 94,951 | 79,695 | 180,612 | 144,892 |
| Lease Modification Benefit (Loss) | \$ (7,557) | (1,952) | (7,554) | (2) |

Recognized lease on the cash flow statement is below:

| | Three Month Ended June 31, 2024 | Three Month Ended June 30, 2023 | Six Month Ended June 30, 2024 | Six Month Ended June 30, 2023 |
|------------------------------|--|--|--|--|
| Total Cash Outflow for Lease | \$ 695,515 | 355,644 | 1,165,761 | 575,825 |

The Consolidated Company leases land, buildings and structures, machinery and equipment, office equipment, transportation equipment, and other equipment, with lease terms typically lasting three years. Some leases include an option to extend for a period equal to the original contract term upon expiration. Some contracts also stipulate that the Consolidated Company will advance the lessor's tax and insurance expenses related to the real estate, which are usually incurred once a year.

20. Employee benefits

(1) Defined benefit plan

As there were no significant market fluctuations, major curtailments, settlements, or other significant one-time events after the end of the previous fiscal year, the Consolidated Company used the retirement benefit costs measured and disclosed as of December 31, 2023 and 2022 based on the actuarial valuations performed on those dates for the interim periods.

The details of the Consolidated Company's expenses (benefits) recognized are as follows, which were accounted for under "Operating costs" and "Operating expenses":

| | Three Month Ended June 31, 2024 | Three Month Ended June 30, 2023 | Six Month Ended June 30, 2024 | Six Month Ended June 30, 2023 |
|-----------------------------|--|--|--|--|
| Recorded operating costs | \$ 7,691 | 6,055 | 13,682 | 12,539 |
| Recorded operating expenses | 3,225 | 2,918 | 6,490 | 6,031 |
| | \$ 10,916 | 8,973 | 20,172 | 18,570 |

(2) Defined contribution plans

The Consolidated Company has determined the pension costs under the defined benefit pension plan as follows, which have been deposited with the Labor Insurance Bureau or the local competent authority and are recorded under "Operating Costs" and

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

"Operating Expenses":

| | Three Month Ended June 31, 2024 | Three Month Ended June 30, 2023 | Six Month Ended June 30, 2024 | Six Month Ended June 30, 2023 |
|-----------------------------|--|--|--|--|
| Recorded operating costs | \$ 34,015 | 28,743 | 67,351 | 59,958 |
| Recorded operating expenses | 31,838 | 29,389 | 61,399 | 59,796 |
| | \$ 65,853 | 58,132 | 128,750 | 119,754 |

21. Income tax

(1) Income Tax Expense

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

| | Month Ended June 31, 2024 | Month Ended June 30, 2023 | Six Month Ended June 30, 2024 | Six Month Ended June 30, 2023 |
|---|--|--|--|--|
| Income tax expenses for the period | | | | |
| Recognized for the period | \$ 572,153 | 805,001 | 933,846 | 1,130,384 |
| Adjustment of the income tax in the previous year | (28,797) | - | (27,533) | - |
| | 543,356 | 805,001 | 906,313 | 1,130,384 |
| Deferred income tax expenses | | | | |
| The occurrence and (reversal) of temporary differences | (48,871) | (30,992) | (68,260) | 30,050 |
| Income Tax Expense (Excluding Income Tax Expense Attributable to Discontinued Operations) | 494,485 | 774,009 | 838,053 | 1,160,434 |
| Less: Income Tax Expense of Discontinued Operations | - | 1,186 | - | 2,406 |
| Income Tax Expense | \$ 494,485 | 772,823 | 838,053 | 1,158,028 |

The details of the income tax expense under other comprehensive income and loss of the Consolidated Company are as follows:

| | Month Ended June | Month Ended June | Ended June 30, 2024 | Ended June 30, 2023 |
|---|-----------------------------|-----------------------------|--------------------------------|--------------------------------|
| Items that Will not be Reclassified to Profit or Loss | | | | |
| Unrealized gains or losses on equity instrument investments measured at fair value through other comprehensive income | \$ 1,915 | - | 1,915 | - |
| Items that May Be Reclassified Subsequently to Profit or Loss: | | | | |
| Exchange Differences on Translation of Foreign Financial Statements | \$ (14,481) | (1,993) | (22,898) | (1,577) |

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

(2) Income tax assessments

The profit-seeking enterprise income tax settlement and filing cases of the Company, Ennoconn International, Goldtek, Caswell and Marketech up to the year 2021 have been assessed and approved by the tax authorities. The Company

The Company has appealed to the Supreme Administrative Court regarding the tax assessments for the years 2015 to 2018. Although the court ruling requires payment of the relevant taxes, the Company has already accrued the related income tax based on the principle of prudence.

(3) The lowest tax burden globally

The Consolidated Company recognizes supplementary tax as current income tax when it actually occurs, and for the deferred income tax accounting treatment related to supplementary tax, a temporary mandatory exemption is applied. Please refer to Note 4 of the consolidated financial statement for the year ended December 31, 2023 for the accounting policy.

22. Capital and other equity

Except as described below, the Consolidated Company had no significant changes in capital and other equity accounts during the six months ended June 30, 2024 and 2023. For related information, please refer to Note 6(20) of the consolidated financial statements for the year ended December 31, 2023.

(1) Issuance of common stock

For the three six ended June 30, 2024, the Company issued 5,077 thousand new shares with a total amount of NT\$50,772 thousand at par value due to the exercise of conversion rights by the holders of convertible corporate bonds. The aforementioned new shares have completed the statutory registration procedures.

For the three month ended March 31, 2023, the Company issued 18,098 thousand new shares at par value totaling NT\$ 180,984 thousand due to the exercise of conversion rights by holders of convertible corporate bonds. The issuance of the aforementioned new shares has completed the statutory registration procedures, and the paid-in capital has been changed to NT\$ 1,241,354 thousand after the issuance.

(2) Additional Paid-In Capital

The components of the Company's additional paid-in capital are as follows:

| | 2024.6.30 | 2023.12.31 | 2023.6.30 |
|--|----------------------|-------------------|-------------------|
| Premium of Issued Shares | \$ 5,039,717 | 5,039,717 | 5,039,717 |
| 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 | 8,294,428 | 7,260,995 | 5,597,619 |
| Share Options for Convertible Corporate Bonds | 207,294 | 263,238 | 228,259 |
| Expired Stock Options | 385,261 | 385,261 | 385,261 |
| Changes in equity of subsidiaries and associates | 280,561 | 618,871 | 431,212 |
| | \$ 15,579,931 | 14,940,752 | 13,054,738 |

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

In accordance with the Company Act, the additional paid-in capital is required to cover losses first before new shares or cash can be issued in proportion to the shareholders' original shares. Realized additional paid-in capital referred to in the preceding paragraph includes premiums from the issuance of shares in excess of par value and proceeds from gifts received. In accordance with the Regulations Governing the Issuer's Offerings and Issuance of Marketable Securities, the aggregate amount of additional paid-in capital that may be capitalized each year shall not exceed 10% of the paid-in capital.

(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's industrial development is in a growth stage, and there are plans to expand production lines and capital needs for the next few years. Therefore, the residual dividend policy is adopted; first, the retained earnings are used to meet the capital needs, and the remaining surplus is paid out in the form of cash dividends. However, the cash dividend shall not be less than ten percent of the total dividend distribution for the 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.

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 June 30, 2024 and 2023, the balance of such special reserve was NT\$ 1,039,929 thousand and NT

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

\$905,934 thousand.

Furthermore, in accordance with FSC regulations, when distributing the distributable surplus, the Company shall set aside a special surplus reserve for the difference between the net amount of other shareholders' equity deductions occurring in the current year and the balance of the special surplus reserve mentioned in the preceding paragraph. This reserve shall be appropriated from the current year's net income after tax plus other items included in the undistributed earnings for the current period and the undistributed earnings from the previous period. For the accumulated amount of other shareholders' equity deductions from previous periods, a special surplus reserve shall be appropriated from the previous period's undistributed earnings and shall not be distributed. 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 approved the profit distribution plans for fiscal years 2023 and 2022 at the Annual General Meetings of Shareholders held on May 31, 2024 and May 30, 2023, respectively. The distributions are as follows:

| | 2023 | | 2022 | |
|---|------------------------|------------------|------------------------|------------------|
| | Share Allotment (NT\$) | Amount | Share Allotment (NT\$) | Amount |
| Distributed to Owners of Common Shares: | | | | |
| Cash | \$ 11.41 | <u>1,559,072</u> | 15.00 | <u>1,604,720</u> |

In the aforementioned 2023 earnings distribution proposal, the amount of legal reserve appropriation did not consider the items other than net income after tax in 2023 that should be included in the current year's undistributed earnings. Therefore, the Board of Directors resolved on August 13, 2024, to amend the 2023 earnings distribution proposal. This amendment did not affect the amount of cash dividends distributed to common shareholders. Information regarding the above-mentioned earnings distribution can be found on the Market Observation Post System (MOPS).

(4) Other equity (net of tax) and non-controlling interests

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

| | Exchange Differences on Translation of Foreign Financial Statements | Unrealized Gain or Loss on Financial Assets at Fair Value Through Other Comprehensive Income | Non- Controlling Interests | Total |
|--|--|--|----------------------------------|-------------------|
| Balance as of January 1, 2024 | \$ (1,081,452) | 41,523 | 27,777,256 | 26,737,327 |
| Net Profit for the Period | - | - | 1,429,071 | 1,429,071 |
| Exchange differences on translating the net assets of foreign operations | 893,827 | - | 384,286 | 1,278,113 |
| Share of Associates Accounted for Using the Equity Method | 4,727 | 518 | 425 | 5,670 |
| Unrealized Gain or Loss on Financial Assets at Fair Value Through Other Comprehensive Income | - | (91,759) | 12,601 | (79,158) |
| Confirm the Benefit Plan Remeasurement Amount | - | - | 27 | 27 |
| Subsidiary Stock Cash Dividends | - | - | (1,684,599) | (1,684,599) |
| Disposal of equity instruments measured at fair value through other comprehensive income | - | 27,014 | - | 27,014 |
| Changes in Ownership Interests in Subsidiaries | - | - | 337,958 | 337,958 |
| Non-controlling interests acquired in a merger | - | - | 1,863,488 | 1,863,488 |
| Other Changes | - | - | (2,000,352) | (2,000,352) |
| Balance as of June 30, 2024 | <u>\$ (182,898)</u> | <u>(22,704)</u> | <u>28,120,161</u> | <u>27,914,559</u> |

| | Exchange Differences on Translation of Foreign Financial Statements | Unrealized Gain or Loss on Financial Assets at Fair Value Through Other Comprehensive Income | Non- Controlling Interests | Total |
|--|--|--|----------------------------------|-------------------|
| Balance as of January 1, 2023 | \$ (830,267) | (75,667) | 27,177,156 | 26,271,222 |
| Number of affects from regression and refactoring | - | - | 2,944 | 2,944 |
| Net Profit for the Period | - | - | 1,665,985 | 1,665,985 |
| Exchange differences on translating the net assets of foreign operations | 222,493 | - | 483,820 | 706,313 |
| Share of Associates Accounted for Using the Equity Method | (1,351) | - | 99 | (1,252) |
| Unrealized Gain or Loss on Financial Assets at Fair Value Through Other Comprehensive Income | - | 119,984 | (133,849) | (13,865) |
| Confirm the Benefit Plan Remeasurement Amount | - | - | 1,108 | 1,108 |
| Subsidiary Stock Cash Dividends | - | - | (2,400,940) | (2,400,940) |
| Disposal of equity instruments measured at fair value through other comprehensive income | - | 61,674 | - | 61,674 |
| Changes in Ownership Interests in Subsidiaries | - | - | (135,271) | (135,271) |
| Other Changes | - | - | 59,148 | 59,148 |
| Balance as of June 30, 2023 | <u>\$ (609,125)</u> | <u>105,991</u> | <u>26,720,200</u> | <u>26,217,066</u> |

23. Earnings per share

The relevant calculations of the Consolidated 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 holders of common share equity of the Company

| | Continuing operations | Discontinuing operation | Total |
|---------------------------------|--------------------------|----------------------------|------------------|
| Three Month Ended June 31, 2024 | <u>\$ 505,489</u> | <u>1,138</u> | <u>506,627</u> |
| Three Month Ended June 30, 2023 | <u>\$ 565,040</u> | <u>14,767</u> | <u>579,807</u> |
| Six Month Ended June 30, 2024 | <u>\$ 1,135,714</u> | <u>2,254</u> | <u>1,137,968</u> |
| Six Month Ended June 30, 2023 | <u>\$ 1,057,432</u> | <u>14,821</u> | <u>1,072,253</u> |

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

2. Weighted average outstanding common shares

| | Three Month Ended June 31, 2024 | Three Month Ended June | Six Month Ended June 30, 2024 | Six Month Ended June 30, 2023 |
|--|---------------------------------------|------------------------------|-------------------------------------|-------------------------------------|
| Common shares issued as of January 1 | 132,000 | 106,037 | 132,000 | 106,037 |
| Effect of conversion bonds | 5,035 | 6,738 | 4,102 | 3,454 |
| Weighted average share outstanding as of June 30 | 137,035 | 112,775 | 136,102 | 109,491 |

3. Basic earnings per share

| | Continuing operations | Discontinuing operation | Total |
|--|--------------------------|----------------------------|-------------|
| Three Month Ended June 31, 2024 | \$ 3.69 | 0.01 | 3.70 |
| Three Month Ended June 30, 2023 | \$ 5.01 | 0.13 | 5.14 |
| Six Month Ended June 30, 2024 | \$ 8.34 | 0.02 | 8.36 |
| Six Month Ended June 30, 2023 | \$ 9.66 | 0.13 | 9.79 |

(2) Diluted earnings per share

1. Net profit attributable to the holders of common share equity of the Company

| | Continuing operations | Discontinuing operation | Total |
|--|--------------------------|----------------------------|------------------|
| Three Month Ended June 31, 2024 | | | |
| Net profit attributable to the holders of common share equity of the Company (basic) | \$ 505,489 | 1,138 | 506,627 |
| After tax interest expenses and financial evaluation gains and losses of convertible corporate bonds | 12,262 | - | 12,262 |
| | \$ 517,751 | 1,138 | 518,889 |
| Three Month Ended June 30, 2023 | | | |
| Net profit attributable to the holders of common share equity of the Company (basic) | \$ 565,040 | 14,767 | 579,807 |
| After tax interest expenses and financial evaluation gains and losses of convertible corporate bonds | 13,443 | - | 13,443 |
| | \$ 578,483 | 14,767 | 593,250 |
| Six Month Ended June 30, 2024 | | | |
| Net profit attributable to the holders of common share equity of the Company (basic) | \$ 1,135,714 | 2,254 | 1,137,968 |
| After tax interest expenses and financial evaluation gains and losses of convertible corporate bonds | 21,594 | - | 21,594 |
| | \$ 1,157,308 | 2,254 | 1,159,562 |
| Six Month Ended June 30, 2023 | | | |
| Net profit attributable to the holders of common share equity of the Company (basic) | \$ 1,057,432 | 14,821 | 1,072,253 |
| After tax interest expenses and financial evaluation gains and losses of convertible corporate bonds | 23,934 | - | 23,934 |
| | \$ 1,081,366 | 14,821 | 1,096,187 |

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

2. Weighted average outstanding common shares

| | Three Month Ended June 31, 2024 | Three Month Ended June | Six Month Ended June 30, 2024 | Six Month Ended June 30, 2023 |
|--|---------------------------------------|------------------------------|-------------------------------------|-------------------------------------|
| Weighted average number of outstanding common shares (basic) | 137,035 | 112,775 | 136,102 | 109,491 |
| Effect of Conversion of Convertible Corporate Bonds | 18,407 | 31,834 | 19,368 | 35,049 |
| Effect of Employee Remuneration | 67 | 58 | 239 | 256 |
| As of March 30, Weighted Average Outstanding Common Shares (Diluted) | 155,509 | 144,667 | 155,709 | 144,796 |

3. Diluted earnings per share

| | Continuing operations | Discontinuing operation | Total |
|---------------------------------|--------------------------|----------------------------|---------|
| Three Month Ended June 31, 2024 | \$ 3.33 | \$ 0.01 | \$ 3.34 |
| Three Month Ended June 30, 2023 | \$ 4.00 | \$ 0.10 | \$ 4.10 |
| Six Month Ended June 30, 2024 | \$ 7.43 | 0.02 | 7.45 |
| Six Month Ended June 30, 2023 | \$ 7.47 | 0.10 | 7.57 |

24. Contract Revenue

(1) Income Statement

The income details of the Consolidated Company are as follows:

| | Three Month Ended June 31, 2024 | Three Month Ended June 30, 2023 | Six Month Ended June 30, 2024 | Six Month Ended June 30, 2023 |
|--|---------------------------------------|---------------------------------------|-------------------------------------|-------------------------------------|
| Revenue from sales of goods | \$ 25,019,365 | 19,308,435 | 46,925,350 | 37,146,795 |
| Service revenue | 1,128,689 | 870,353 | 1,965,463 | 1,776,617 |
| Engineering service revenue | 10,173,040 | 8,884,780 | 20,147,295 | 18,707,769 |
| | 36,321,094 | 29,063,568 | 69,038,108 | 57,631,181 |
| Less: Operating income from suspended business units | - | 101,981 | - | 178,284 |
| | \$ 36,321,094 | 28,961,587 | 69,038,108 | 57,452,897 |

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

(2) Balance of contracts

| | 2024.6.30 | 2023.12.31 | 2023.6.30 |
|---|----------------------|-------------------|-------------------|
| Notes and Accounts Receivable | \$ 22,545,142 | 21,601,354 | 16,366,602 |
| Less: Allowance for Loss | 1,318,939 | 1,192,937 | 1,157,312 |
| Total | \$ 21,226,203 | 20,408,417 | 15,209,290 |
| Contract Asset - Construction Contracts | \$ 13,361,236 | 13,530,731 | 11,421,598 |
| Contract Asset - Sales Contracts | 581,076 | 305,841 | 1,019,851 |
| Contract Asset - Service Contracts | 1,487,514 | 1,018,260 | 719,214 |
| Total | \$ 15,429,826 | 14,854,832 | 13,160,663 |
| | 2024.6.30 | 2023.12.31 | 2023.6.30 |
| Contract Liabilities - construction contracts | \$ 7,785,132 | 7,807,091 | 6,099,732 |
| Contract Liabilities - Sales Contracts | 3,465,433 | 2,353,440 | 1,993,304 |
| Contract Liabilities - Service Contracts | 1,877,642 | 1,921,505 | 1,958,788 |
| Extended warranty service | 467,231 | 442,536 | 509,722 |
| Total | \$ 13,595,438 | 12,524,572 | 10,561,546 |

For disclosures related to notes receivable and accounts receivable and their impairment, please refer to Note 6(4)

25. Compensation of Employees, Directors and Supervisors:

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 Company's provision for employee compensation for the periods from April 1 to June 30, 2024 and 2023, and from January 1 to June 30, 2024 and 2023, amounted to NT\$21,745 thousand, NT\$20,035 thousand, NT\$37,927 thousand, and NT\$30,337 thousand, respectively. The provision for directors' and supervisors' compensation for the same periods amounted to NT\$1,168 thousand, NT\$765 thousand, NT\$2,335 thousand, and NT\$1,530 thousand, respectively. These amounts were estimated based on the Company's pre-tax profit before deducting employee, director, and supervisor compensation for each period, multiplied by the distribution percentage of employee, director, and supervisor compensation as specified in the Company's Articles of Incorporation. These compensations were reported as operating costs or operating expenses for the respective periods.

If there is a difference between the actual amount distributed and the estimated amount in the following year, it will be treated as a change in accounting estimate, and the difference will be recognized as profit or loss for the following year.

For the fiscal years 2023 and 2022, the Company estimated the employees' compensation at NT\$ 85,000 and NT\$89,000, respectively, and the directors' and supervisors'

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

compensations at NT\$2,600 and NT\$850, respectively. There was no difference between the actual distribution. Please refer to the Market Observation Post System (MOPS) for relevant information.

26. Total Non-Operating Income and Expenses

(1) Other Income

The details of other income from the Consolidated Company are as follows:

| | Three Month Ended June | Three Month Ended June | Six Month Ended June 30, | Six Month Ended June 30, |
|---|---------------------------------------|---------------------------------------|---|---|
| Rent Revenue/Income | \$ 4,429 | 6,870 | 8,776 | 11,330 |
| Dividend Revenue | 43,085 | 201 | 43,346 | 1,970 |
| | 47,514 | 7,071 | 52,122 | 13,300 |
| Less: Other Income from Suspended Department or Division | - | 14 | - | 40 |
| | \$ 47,514 | 7,057 | 52,122 | 13,260 |

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

(2) Other Gains and Losses

The other benefits and losses of the Consolidated Company are detailed as follows:

| | Three Month Ended June 31, 2024 | Three Month Ended June 30, 2023 | Ended June 30, 2024 | Ended June 30, 2023 |
|---|---------------------------------------|---------------------------------------|---------------------------|---------------------------|
| Losses on disposals of property, plant and equipment | \$ (37,562) | (14,652) | (40,840) | (13,510) |
| Disposal of investment gains (losses) | 1,221 | (8,135) | 1,221 | 112,662 |
| Gain on Foreign Exchange | 110,381 | 163,910 | 410,493 | 98,775 |
| Net Benefits (Losses) on Financial Assets and Liabilities | 53,780 | 232,649 | 365,466 | 338,123 |
| Supplemental Income | 383,399 | 190,339 | 659,353 | 361,106 |
| Impairment loss on non-financial assets | (27,189) | - | (27,189) | - |
| Lease Modification Loss | (7,554) | - | (7,554) | - |
| or estimated gain from contingent consideration | 53,862 | - | 53,862 | - |
| Others | 200,645 | 427,386 | 260,407 | 474,646 |
| | 730,983 | 991,497 | 1,675,219 | 1,371,802 |
| Less: Other Income From Discontinued Operations | - | 62,007 | - | 63,502 |
| | <u>\$ 730,983</u> | <u>929,490</u> | <u>1,675,219</u> | <u>1,308,300</u> |

(3) Financial Costs

The detailed financial costs of the Consolidated Company are as follows:

| | Three Month Ended June 31, 2024 | Three Month Ended June 30, 2023 | Ended June 30, 2024 | Ended June 30, 2024 |
|--|---------------------------------------|---------------------------------------|---------------------------|---------------------------|
| Interest on Bank Loans | \$ 335,902 | 210,266 | 615,447 | 388,842 |
| Interest on Lease Liabilities | 60,974 | 32,145 | 109,914 | 57,406 |
| Accrued Interest on Corporate Bonds Payable | 41,215 | 18,077 | 51,710 | 39,677 |
| Other interest | 392 | | 392 | |
| | 438,483 | 260,488 | 777,463 | 485,925 |
| Less: Financial Costs of Discontinued Operations | - | 1,588 | - | 3,182 |
| | <u>\$ 438,483</u> | <u>258,900</u> | <u>777,463</u> | <u>482,743</u> |

27. Financial instruments

(1) Credit risk

1. Amount of maximum exposure to credit risk

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

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

2. Credit Risk Concentration

As the Consolidated Company has a large customer base, does not significantly concentrate transactions with a single customer, and the sales areas are distributed widely, there is no risk of significant concentration of credit risk of accounts receivable. To reduce credit risk, the policies adopted by the Consolidated Company are to trade only with well-reputed counterparties, the Consolidated Company regularly and continuously evaluates the financial status of customers, and obtain sufficient guarantee if necessary, so as to reduce the risk of financial losses caused by default.

For information on the credit risk exposure of notes and accounts receivable, please refer to Note 6(4)

Other Financial Assets at Amortized Cost, Including Other Account Receivables and Certificates of Deposit

Other financial assets measured at amortized cost include other receivables and time deposits, among others.

(2) Liquidity risk

The following table shows the contractual maturities of financial liabilities, including estimated interest.

| | Carrying Amount | Contractual cash flows | Within 6 months | 6-12 Month | More than 1 year |
|---------------------------------------|----------------------|------------------------|-------------------|------------------|-------------------|
| June 30, 2024 | | | | | |
| Non-Derivative Financial Liabilities | | | | | |
| Non-Interest Bearing Liabilities | \$ 33,227,192 | 33,227,192 | 33,227,192 | | |
| Lease Liabilities | 7,056,294 | 7,700,276 | 920,048 | 918,755 | 5,861,473 |
| Floating Rate Instruments | 27,124,435 | 27,212,172 | 12,494,005 | 1,398,613 | 13,319,554 |
| Instruments with Fixed Interest Rates | 6,898,991 | 6,986,067 | - | - | 6,986,067 |
| | \$ 74,306,912 | 75,125,707 | 46,641,245 | 2,317,368 | 26,167,094 |
| December 31, 2023 | | | | | |
| Non-Derivative Financial Liabilities | | | | | |
| Non-Interest Bearing Liabilities | \$ 26,263,359 | 26,263,359 | 26,263,359 | - | - |
| Lease Liabilities | 5,338,508 | 5,842,634 | 1,229,810 | 53,235 | 4,559,589 |
| Floating Rate Instruments | 19,909,823 | 20,025,530 | 14,947,263 | 2,294,225 | 2,784,042 |
| Instruments with Fixed Interest Rates | 7,876,303 | 7,984,492 | - | 800,248 | 7,184,244 |
| | \$ 59,387,993 | 60,116,015 | 42,440,432 | 3,147,708 | 14,527,875 |
| June 30, 2023 | | | | | |
| Non-Derivative Financial Liabilities | | | | | |
| Non-Interest Bearing Liabilities | \$ 24,912,121 | 24,912,121 | 24,912,121 | - | - |
| Lease Liabilities | 4,173,997 | 4,467,677 | 970,210 | 66,537 | 3,430,930 |
| Floating Rate Instruments | 20,457,764 | 20,578,626 | 12,000,771 | 5,501,444 | 3,076,411 |
| Instruments with Fixed Interest Rates | 7,119,961 | 7,252,105 | 534,100 | 2,261,996 | 4,456,009 |
| | \$ 56,663,843 | 57,210,529 | 38,417,202 | 7,829,977 | 10,963,350 |

The Consolidated Company does not expect the cash flows included in the maturity analysis to occur significantly earlier or at significant different amounts.

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

(3) Market Risk

1. Exchange Rate Risk

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

| 2024.6.30 | | | | |
|----------------------------|----------------|----------------------|--------------|-------------|
| | Foreign | Exchange Rate | | NT\$ |
| <u>Financial Asset</u> | | | | |
| <u>Monetary Items</u> | | | | |
| USD | 544,180 | 32.45 | (USD : NT\$) | 17,658,641 |
| USD | 110,470 | 0.9349 | (USD : EUR) | 3,584,793 |
| USD | 15,695 | 7.2921 | (USD : RMB) | 509,300 |
| <u>Financial Liability</u> | | | | |
| <u>Monetary Items</u> | | | | |
| USD | 258,843 | 32.45 | (USD : NT\$) | 8,399,455 |
| USD | 116,001 | 0.9349 | (USD : EUR) | 3,764,276 |
| USD | 12,937 | 7.2921 | (USD : RMB) | 419,804 |
| 2023.12.31 | | | | |
| | Foreign | Exchange Rate | | NT\$ |
| <u>Financial Asset</u> | | | | |
| <u>Monetary Items</u> | | | | |
| USD | 362,007 | 30.71 | (USD : NT\$) | 11,117,235 |
| USD | 135,497 | 0.9038 | (USD : EUR) | 4,161,265 |
| USD | 10,303 | 7.0924 | (USD : RMB) | 316,406 |
| <u>Financial Liability</u> | | | | |
| <u>Monetary Items</u> | | | | |
| USD | 240,479 | 30.71 | (USD : NT\$) | 7,385,110 |
| USD | 94,757 | 0.9038 | (USD : EUR) | 2,910,094 |
| USD | 12,764 | 7.0924 | (USD : RMB) | 391,984 |
| 2023.6.30 | | | | |
| | Foreign | Exchange Rate | | NT\$ |
| <u>Financial Asset</u> | | | | |
| <u>Monetary Items</u> | | | | |
| USD | 365,678 | 31.14 | (USD : NT\$) | 11,387,213 |
| USD | 74,675 | 0.9210 | (USD : EUR) | 2,325,306 |
| USD | 7,079 | 7.2757 | (USD : RMB) | 220,440 |
| <u>Financial Liability</u> | | | | |
| <u>Monetary Items</u> | | | | |
| USD | 202,193 | 31.14 | (USD : NT\$) | 6,296,290 |
| USD | 73,310 | 0.9210 | (USD : EUR) | 2,282,801 |
| USD | 12,041 | 7.2757 | (USD : RMB) | 374,957 |

Note: The exchange rates of the Euro and RMB against NT\$ are as follows:

**Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial
Statements (Continued)**

| | 2024.6.30 | 2023.12.31 | 2023.6.30 |
|------------|------------------|-------------------|------------------|
| EUR : NT\$ | 34.71 | 33.98 | 33.81 |
| RMB : NT\$ | 4.45 | 4.33 | 4.28 |

The foreign exchange risk of the Consolidated Company's monetary items mainly arises from cash and cash equivalents, accounts receivable and other receivables, borrowings, accounts payable and other payables denominated in foreign currencies, which generate foreign exchange gains or losses upon translation. As of June 30, 2024 and 2023, if the New Taiwan Dollar had depreciated or appreciated by 1% against the US Dollar, with all other variables held constant, the pre-tax net profit for the six months ended June 30, 2024 and 2023 would have increased or decreased by NT\$91,692 thousand and NT\$49,789 thousand, respectively. The same basis is used for both periods of analysis.

As the Consolidated Company's operations involve several foreign currencies, the information on foreign exchange gains and losses for monetary items is disclosed in aggregate. For the six months ended June 30, 2024 and 2023, foreign exchange gains and losses (including realized and unrealized) were a gain of NT\$410,493 thousand and a loss of NT\$98,775 thousand, respectively, which are recorded under Other Gains and Losses.

2. Interest rate risk

The details of the Consolidated Company's financial assets and financial liabilities exposed to interest rate risks are described in the liquidity risk management of this note.

The following sensitivity analysis is determined by the interest rate exposure of derivative and 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 increases or decreases by 1%, assuming all other variables remain constant, the Consolidated Company's pre-tax net profit for the six months ended June 30, 2024 and 2023 will increase or decrease by NT\$271,244 thousand and NT\$204,578 thousand, respectively, mainly due to the Consolidated Company's variable-rate borrowings.

3. Other price risk

If the equity securities prices had changed on the reporting date (the analysis for the two periods is performed on the same basis, and assuming that all other

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

variables remained constant), the impact on profit or loss would have been as follows:

| Securities Price as of the Reporting Date | Six Month Ended June 30, 2024 | | Six Month Ended June 30, 2023 | |
|---|---------------------------------------|--------------------------|---------------------------------------|--------------------------|
| | Other comprehensive income before tax | Profit (Loss) before Tax | Other comprehensive income before tax | Profit (Loss) before Tax |
| Increased by 1% | \$ 16,106 | 23,333 | 14,481 | 13,819 |
| Decreased by 1% | \$ (16,106) | (23,333) | (14,481) | (13,819) |

(4) Fair value information

1. Classification and fair value of financial instruments

Financial assets and liabilities measured at fair value through profit or loss and financial assets measured at fair value through other comprehensive income for the Consolidated Company are measured at fair value on a recurring basis. Regarding non-FVPL financial assets and liabilities, the Consolidated Company considers their carrying amounts to be equal to or approximating their fair values, or their fair values cannot be reliably measured. The carrying amounts and fair value hierarchy information of financial assets and liabilities measured at fair value through profit or loss are presented as follows:

| | Carrying Amount | 2024.6.30 Fair Value | | | |
|---|-----------------|----------------------|---------|-----------|-----------|
| | | Level 1 | Level 2 | Level 3 | Total |
| Financial Assets at Fair Value Through Profit or Loss | | | | | |
| Derivative Financial Assets | | | | | |
| Redemption Right for Convertible Corporate Bond | \$ 7,104 | - | - | 7,104 | 7,104 |
| Non-Derivative Financial Assets | | | | | |
| - Listed Stocks | 230,351 | 230,351 | - | - | 230,351 |
| - Unlisted and Emerging Stocks | 1,559,464 | - | - | 1,559,464 | 1,559,464 |
| - Private Equity Fund | 470,460 | - | - | 470,460 | 470,460 |
| - Convertible Corporate Bonds | 4,450 | - | - | 4,450 | 4,450 |
| Sum | 2,271,829 | 230,351 | - | 2,041,478 | 2,271,829 |

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

| 2024.6.30 | | | | | |
|--|-----------------|------------|---------|-----------|-----------|
| | Carrying Amount | Fair Value | | | Total |
| | | Level 1 | Level 2 | Level 3 | |
| Measured at Fair Value through Other | | | | | |
| Financial Asset | | | | | |
| Equity Investment Instrument | | | | | |
| - Listed Stocks | \$ 544,762 | 544,762 | - | - | 544,762 |
| - Unlisted and Emerging Stocks | 619,374 | - | - | 619,374 | 619,374 |
| Limited Partnership | 507,912 | - | - | 507,912 | 507,912 |
| Sum | 1,672,048 | 544,762 | - | 1,127,286 | 1,672,048 |
| Total | \$ 3,943,877 | 775,113 | - | 3,168,764 | 3,943,877 |
| 2023.12.31 | | | | | |
| | Carrying Amount | Fair Value | | | Total |
| | | Level 1 | Level 2 | Level 3 | |
| Financial Assets at Fair Value Through Profit or Loss | | | | | |
| Derivative Financial Assets | | | | | |
| Redemption Right for Convertible Corporate Bond | \$ 2,709 | - | - | 2,709 | 2,709 |
| Non-Derivative Financial Assets | | | | | |
| - Listed Stocks | 217,331 | 217,331 | - | - | 217,331 |
| - Unlisted and Emerging Stocks | 1,259,862 | - | - | 1,259,862 | 1,259,862 |
| - Private Equity Fund | 403,372 | - | - | 403,372 | 403,372 |
| - Convertible Corporate Bonds | 4,450 | - | - | 4,450 | 4,450 |
| Sum | 1,887,724 | 217,331 | - | 1,670,393 | 1,887,724 |
| Measured at Fair Value through Other | | | | | |
| Financial Asset | | | | | |
| Equity Investment Instrument | | | | | |
| - Listed Stocks | \$ 402,649 | 402,649 | - | - | 402,649 |
| - Unlisted and Emerging Stocks | 681,678 | - | - | 681,678 | 681,678 |
| Limited Partnership | 493,283 | - | - | 493,283 | 493,283 |
| Sum | 1,577,610 | 402,649 | - | 1,174,961 | 1,577,610 |
| Total | \$ 3,465,334 | 619,980 | - | 2,845,354 | 3,465,334 |
| Financial Liabilities at Fair Value Through Profit or Loss | | | | | |
| Derivative Financial Liabilities | | | | | |
| 2023.6.30 | | | | | |
| | Carrying Amount | Fair Value | | | Total |
| | | Level 1 | Level 2 | Level 3 | |
| Financial Assets at Fair Value Through Profit or Loss | | | | | |
| Derivative Financial Assets | | | | | |
| Redemption Right for Convertible Corporate Bond | \$ 3,331 | - | - | 3,331 | 3,331 |
| Non-Derivative Financial Assets | | | | | |
| - Listed Stocks | 157,533 | 157,533 | - | - | 157,533 |
| - Unlisted and Emerging Stocks | 879,586 | - | - | 879,586 | 879,586 |
| - Private Equity Fund | 367,800 | - | - | 367,800 | 367,800 |
| - Convertible Corporate Bonds | 39,805 | - | - | 39,805 | 39,805 |
| Sum | 1,448,055 | 157,533 | - | 1,290,522 | 1,448,055 |
| 2023.6.30 | | | | | |
| | Carrying Amount | Fair Value | | | Total |
| | | Level 1 | Level 2 | Level 3 | |
| Measured at Fair Value through Other | | | | | |
| Financial Asset | | | | | |
| Equity Investment Instrument | | | | | |
| - Listed Stocks | 579,206 | 579,206 | - | - | 579,206 |
| - Unlisted and Emerging Stocks | 313,464 | - | - | 313,464 | 313,464 |
| Limited Partnership | 489,244 | - | - | 489,244 | 489,244 |
| Sum | 1,381,914 | 579,206 | - | 802,708 | 1,381,914 |
| Total | \$ 2,829,969 | 736,739 | - | 2,093,230 | 2,829,969 |
| Financial Liabilities at Fair Value Through Profit or Loss | | | | | |
| Derivative Financial Liabilities | | | | | |

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

2. Fair value measurement techniques for financial instruments not measured at fair value

The methods and assumptions used by the Consolidated Company for instruments not measured at fair value are estimated as follows:

For financial assets and liabilities measured at amortized cost, if there are quoted prices in an active market, the most recent quoted prices and market quotes are used as the basis for evaluating fair value. When there are no market prices available for reference, an evaluation method is adopted to estimate the value. The valuation methodology used in estimating the fair value of discounted cash flows involves estimations and assumptions made on the discounted cash flows.

3. Fair value measurement techniques for financial instruments at fair value

- (1) Non-derivative financial instruments

When financial instruments have publicly quoted prices in an active market, their fair value is the publicly quoted price in the active market. The fair value of listed (OTC) equity instruments and debt instruments with active market quoted prices is based on the market prices announced by the main exchanges and the over-the-counter market, which are considered popular securities by the central government bond dealers.

If an entity is able to obtain quoted prices for the financial instrument from an exchange, broker, underwriter, industry association, pricing service, or regulatory agency on a timely and recurring basis, and those prices represent actual and regularly occurring market transactions on an arm's length basis, then the financial instrument is regarded as having an active market quoted price. If the above conditions are not met, then the market is considered to be inactive. In general, a significant bid-ask spread, a notable increase in the bid-ask spread, or very low trading volume are indicators of an illiquid market.

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

- Listed redeemable corporate bonds, listed (over-the-counter) company stocks, bills of exchange and corporate bonds, etc. are financial assets and financial liabilities with standard terms and conditions and traded in active markets, and their fair values are determined with reference to market quotes, respectively.

For financial instruments other than those with active markets as described above, their fair values are obtained through valuation techniques or by reference to counterparty quotes. The fair value obtained through valuation techniques can refer to the current fair value of other financial instruments that are substantially similar in terms and characteristics, the present value technique

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

of discounted cash flows, or other valuation techniques, including model calculations using market information available at the consolidated reporting date (e.g., OTC reference yield curves, Reuters commercial paper rate average quotes).

For financial instruments held by the Consolidated Company that are not traded in an active market, please refer to section (5) for details on how their fair value is determined.

(2) 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 typically valued based on the current forward exchange rate. Structured interest rate derivative financial instruments are priced based on appropriate option pricing models (such as the Black-Scholes model) or other valuation methods, such as Monte Carlo simulation.

4. Translation between the first and second grades

There were no such transfers for the six months ended June, 2024 and 2023

5. Quantitative Information on Fair Value Measurement of Significant Unobservable Inputs (Level 3)

The fair value measurements categorized within Level 3 of the Consolidated Company mainly include financial assets at fair value through profit or loss - equity securities investments, derivative financial instruments, private equity fund investments, convertible corporate bonds, and financial assets at fair value through other comprehensive income - equity securities investments.

For the Consolidated Company, most of the fair values are categorized as Level 3, since the fair values only have single significant unobservable input value. As for investments in equity instruments without an active market, the fair values could be classified as multiple significant unobservable input values. There is no interrelationship for significant unobservable inputs of equity investments without an active market as they are independent of each other.

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

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

| Item | Valuation Technique | Significant unobservable input | Significant unobservable inputs and their relationship to fair value |
|--|--|--|---|
| Investments in equity instruments without an active market | Comparable to TWSE/TPEx-Listed Company Law | Lack of Marketability Discount (15-25% for both six months ended June 30, 2024 and 2023) | The higher the lack of marketability discount, the lower the fair value. |
| Financial assets at fair value through profit or loss - investment in private equity funds | Net Asset Value Method | Net Asset Value | The higher the net asset value, the higher the fair value. |
| Financial liabilities at fair value through profit or loss - convertible corporate bonds | Discounted Cash Flow Method | Long-term revenue growth rate, weighted average cost of capital, long-term pre-tax operating net profit, lack of marketability discount. | The higher the weighted average cost of capital, the lower the fair value; the higher the long-term revenue growth rate and long-term pre-tax operating profit, the higher the fair value; the higher the lack of marketability discount, the lower the fair value. |
| Hybrid Instrument - Call and Put Options of Convertible Corporate Bonds | Binomial Tree Valuation Model | Volatility | The higher the stock price volatility, the higher the fair value. |

28. Financial risk management

There were no significant changes to the Consolidated Company's financial risk management objectives and policies from those disclosed in Note 6(27) to the Consolidated Financial Statements for the year ended December 31, 2023

29. Capital Management

The Consolidated Company's capital management objectives, policies and procedures are consistent with those disclosed in the consolidated financial statements for the year ended December 31, 2023. Additionally, there are no significant changes in the quantitative data of items considered for capital management compared to the disclosures in the consolidated financial statements for the year ended December 31, 2023. For related information, please refer to Note 6(28) of the consolidated financial statements for the year ended December 31, 2023

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

30. Investment and Financing Activities of Non-Cash Transactions

For the six months ended June 30, 2024 and 2023, respectively, the Consolidated Company adjusted the liabilities arising from financing activities is as follows:

| | | <u>Non-cash changes</u> | | | |
|---|----------------------------|-------------------------|-----------------------|-------------------------|----------------------------|
| | | <u>Changes in</u> | <u>Change in</u> | | |
| | | <u>Foreign</u> | <u>Rental</u> | | |
| | | <u>Exchange</u> | <u>Payments</u> | | |
| | | <u>Rates</u> | | | |
| | <u>2024.01.01</u> | <u>Cash flows</u> | | <u>2024.6.30</u> | |
| Lease Liabilities | <u>\$ 5,338,508</u> | <u>(875,235)</u> | <u>220,475</u> | <u>2,372,546</u> | <u>\$ 7,056,294</u> |
| Total liabilities from financing activities | <u>\$ 5,338,508</u> | <u>(875,235)</u> | <u>220,475</u> | <u>2,372,546</u> | <u>\$ 7,056,294</u> |

| | | <u>Non-cash changes</u> | | | |
|---|----------------------------|-------------------------|----------------------|-----------------------|----------------------------|
| | | <u>Changes in</u> | <u>Change in</u> | | |
| | | <u>Foreign</u> | <u>Rental</u> | | |
| | | <u>Exchange</u> | <u>Payments</u> | | |
| | | <u>Rates</u> | | | |
| | <u>2023.01.01</u> | <u>Cash flows</u> | | <u>2023.6.30</u> | |
| Lease Liabilities | <u>\$ 3,665,353</u> | <u>(373,490)</u> | <u>88,420</u> | <u>793,714</u> | <u>\$ 4,173,997</u> |
| Total liabilities from financing activities | <u>\$ 3,665,353</u> | <u>(373,490)</u> | <u>88,420</u> | <u>793,714</u> | <u>\$ 4,173,997</u> |

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

VII. Related party transaction

1. Name and relationship of related party

The related parties that had transactions with the Consolidated Company during the coverage period of these consolidated financial statements are as follows:

| Name of related party | Relationship with the Consolidated Company |
|--|--|
| ARBOR SOLUTION, INC. | Associate |
| Cloud Network Technology Kft. | Associate |
| Competition Team Ireland Limited | Associate |
| FOXCONN CZ s.r.o. | Associate |
| Foxconn Interconnect Technology Ltd. | Associate |
| Foxconn Singapore Pte. Ltd. | Associate |
| Radisen Co., Ltd. | Associate |
| SafeDX s.r.o. | Associate |
| Triple Win Technology (Shenzhen) Co., Ltd. | Associate |
| Chung Hsin Electric & Machinery Manufacturing Corp. | Associate |
| Taiyuan Fuchi Technology Co., Ltd. | Associate |
| Jusda International Logistics (Taiwan) Co., Ltd. | Associate |
| Anpinda Precision Industry (Huizhou) Co., Ltd. | Associate |
| Everlasting Digital ESG Co., Ltd. | Associate |
| Macrotec Technology Corp. | Associate |
| Premier Image Technology (China) Ltd. | Associate |
| Moai Green Power Corporation | Associate |
| E-Win Investment Corp. | Associate |
| Kunshan Fuchengke Precision Electronical Co.,Ltd. | Associate |
| Henan Fuchi Technology Co., Ltd. | Associate |
| Fortune International Corporation | Associate |
| Foxconn Interconnect Technology Limited Taiwan Branch (Cayman) | Associate |
| Chongqing Hongteng Technology Co., Ltd. | Associate |
| Hong Kong Ennopower Information Technology Co., Limited | Associate |
| Triple Win Technology (Jincheng) Co., Ltd. | Associate |
| Guoqi Zhiduan (Chengdu) Technology Co., Ltd. | Associate |
| Kangzhun Electronic Technology (Kunshan) Co., Ltd. | Associate |
| Shenzhen Fertile Plan International Logistics Co., Ltd. | Associate |
| Shenzhen Fu Rong Inclusive Finance Co., Ltd. | Associate |
| Shenzhen Hyper Power Information Technology Co., Ltd. | Associate |
| Shenzhen Asiatek Inc. | Associate (Note 1) |

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

| Name of related party | Relationship with the Consolidated Company |
|--|--|
| Shenzhen Futaihong Precision Industry Co., Ltd. | Associate |
| Shenzhen Fugui Precision Industrial Co., Ltd. | Associate |
| Fugion Material Technology (Shenzhen) Co., Ltd. | Associate |
| Foxconn Industrial Internet Co., Ltd. | Associate |
| Foxconn Technology Group Ltd. | Associate |
| Foxconn Precision Electronics (Taiyuan) Co., Ltd. | Associate |
| Fujin Precision Industrial (Jincheng) Co., Ltd. | Associate |
| Futaijie Science & Technology Development (Shenzhen) Co., Ltd. | Associate |
| Futaihua Industrial (Shenzhen) Co., Ltd. | Associate |
| Futaihua Precision Industry (Weihai) Co., Ltd. | Associate |
| FIH (Hong Kong) Ltd. | Associate |
| Fuxiang Precision Industrial (Kunshan) Co., Ltd. | Associate |
| Fuding Electronic Technology (Jiashan) Co., Ltd. | Associate |
| Fulien Technology (Shanxi) Co., Ltd. | Associate |
| Fulien Technology (Zhoukou) Co., Ltd. | Associate |
| Fulien Technology (Wuhan) Co., Ltd. | Associate |
| Fulien Technology (Jiyuan) Co., Ltd. | Associate |
| Fulien Technology (Lankao) Co., Ltd. | Associate |
| Fulien Technology (Hebi) Co., Ltd. | Associate |
| Shenzhen Yuzhan Precision Technology Co., Ltd. | Associate |
| Hengyang Yuzhan Precision Technology Co., Ltd. | Associate |
| Fulien Precision Electronics (Tianjin) Co., Ltd. | Associate |
| Fulien Precision Electronics (Zhengzhou) Co., Ltd. | Associate |
| Foxconn Global Network | Associate |
| Altus Technology Inc. | Associate |
| Chiun Mai Communication Systems, Inc. | Associate |
| Refront Information Technology Corp. | Associate |
| Coiler Corporation | Associate |
| ARBOR Technology Corporation | Associate |
| ARBOR Technology (Shenzhen) Co., Ltd. | Associate |
| Forward Science Corp. | Associate |
| Ennowell Co., Ltd. | Associate |
| Ur Materials (Shenzhen) Co., Ltd. | Associate |
| Probeleader Co., Ltd. | Associate |
| Scienbizip Consulting (Shenzhen) Co., Ltd. | Associate |

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

| Name of related party | Relationship with the Consolidated Company |
|---|---|
| MAVIEX (Suzhou) Technology Co., Ltd. | Associate |
| Hon Hai Precision Industry Co., Ltd. | Associate |
| Hongfujin Precision Industry (Wuhan) Co., Ltd. | Associate |
| Hongfujin Precision Electronics (Chengdu) Co., Ltd. | Associate |
| Hongfujin Precision Electronics (Chongqing) Co., Ltd. | Associate |
| Hongfujin Precision Electronics (Yantai) Co., Ltd. | Associate |
| Hongfujin Precision Electronics (Zhenzhou) Co., Ltd. | Associate |
| Hongtu Company Ltd. | Associate |
| Hon-Ling Technology Co., Ltd. | Associate |
| Ingrasys Technology Inc. | Associate |
| Lankao Yufu Precision Technology Co., Ltd. | Associate |
| Key Management Personnel | All Directors and Key Management Personnel of the Company |

Note 1: From March 2023 on, the related party relationship with Shenzhen Asiatek Inc. has been dissolved.

2. Significant transactions with related parties

(1) Operating Revenue

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

| Accounts Item | Category of related party/Name | Three Month Ended June 31, 2024 | Three Month Ended June 30, 2023 | Six Month Ended June 30, 2024 | Six Month Ended June 30, 2023 |
|-----------------------------|--|--|--|--------------------------------------|--------------------------------------|
| Sales revenue | Associate: | | | | |
| | Fulien Precision Electronics (Tianjin) Co., Ltd. | \$ 2,431 | 13,857 | 2,431 | 13,857 |
| | Hon Hai Precision Industry Co., Ltd. | 15,072 | 4,493 | 18,701 | 10,691 |
| | Others | 36,785 | 11,396 | 59,376 | 17,088 |
| | Subtotal | <u>54,288</u> | <u>29,746</u> | <u>80,508</u> | <u>41,636</u> |
| | | Three Month Ended June 31, 2024 | Three Month Ended June 30, 2023 | Six Month Ended June 30, 2024 | Six Month Ended June 30, 2023 |
| Engineering service revenue | Associate: | | | | |
| | Altus Technology Inc. | \$ 516,257 | 3,563 | 666,863 | 5,840 |
| | Hon Hai Precision Industry Co., Ltd. | 9,434 | 14,287 | 15,531 | 32,527 |
| | Others | 4,497 | 13,031 | 9,286 | 13,403 |
| | Subtotal | <u>530,188</u> | <u>30,881</u> | <u>691,680</u> | <u>51,770</u> |
| | Total | <u>\$ 584,476</u> | <u>60,627</u> | <u>772,188</u> | <u>93,406</u> |

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.

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

(2) Purchase and processing fees

The purchase amounts from related parties for the Consolidated Company are as follows:

| Category of related party/Name | Three Month Ended June 31, 2024 | Three Month Ended June 30, 2023 | Six Month Ended June 30, 2024 | Six Month Ended June 30, 2023 |
|---|---------------------------------|---------------------------------|-------------------------------|-------------------------------|
| Associate: | | | | |
| Foxconn Technology Group Ltd. | \$ 24,210 | 11,924 | 52,892 | 33,325 |
| Foxconn Interconnect Technology Limited | 5,124 | 11,318 | 11,906 | 15,505 |
| ARBOR SOLUTION, INC. | 3,301 | - | 23,069 | - |
| Fortune International Corporation | 4,236 | 21,819 | 16,673 | 24,174 |
| ARBOR Technology Corporation | 16,663 | 330 | 33,606 | 779 |
| Ingrasys Technology Inc. | 15,874 | 2,469 | 47,276 | 5,446 |
| Others | 27,175 | (997) | 57,313 | 10,060 |
| | <u>\$ 96,583</u> | <u>46,863</u> | <u>242,735</u> | <u>89,289</u> |

The sales transaction price of the Consolidated Company to the related parties according to the agreement of both parties, and the payment policy is 1-2 months of monthly settlement.

(3) Overdue receivables from related parties

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

| Accounts Item | Category of related party/Name | 2024.6.30 | 2023.12.31 | 2023.6.30 |
|---------------------------------------|--|-------------------|---------------|----------------|
| Accounts Receivable - Related Parties | Associates: | | | |
| | Hong Kong Ennpower Information Technology Co., Limited | \$ 14,832 | 13,578 | 24,634 |
| | Shenzhen Asiatek Inc. | - | - | 28,235 |
| | Altus Technology Inc. | 28,283 | - | 3,150 |
| | Hon Hai Precision Industry Co., Ltd. | 56,161 | 21,150 | 34,402 |
| | Fulien Precision Electronics (Tianjin) Co., Ltd. | 114 | | 15,456 |
| | Hongtu Company Ltd. | 6,327 | 8,027 | 575 |
| | Others | 28,600 | 24,488 | 16,750 |
| | | <u>\$ 134,317</u> | <u>67,243</u> | <u>123,202</u> |

Note: Including receivables from sub-contractors.

The outstanding receivables from related parties have not been secured. As of June 30, 2024, December 31, 2023, and June 30, 2023, the allowance for loss on receivables from related parties amounted to NT\$6,868 thousand, NT\$6,255 thousand, and NT\$6,095 thousand, respectively.

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

(4) Payables to related parties

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

| Accounts Item | Category of related party/Name | 2024.6.30 | 2023.12.31 | 2023.6.30 |
|------------------------------------|---|------------------|---------------|---------------|
| Accounts payable - related parties | Associates: | | | |
| | Chung Hsin Electric & Machinery | \$ 2,781 | 2,487 | 2,881 |
| | Macrotec Technology Corp. | 5,966 | 12,073 | 14,268 |
| | Fortune International Corporation | 4,980 | 51 | 991 |
| | Foxconn Interconnect Technology Limited | 1,707 | 15,010 | 6,108 |
| | Shenzhen Asiatek Inc. | - | - | 6,951 |
| | Coiler Corporation | 278 | 6,270 | 5,296 |
| | ARBOR Technology Corporation | 990 | 15,440 | - |
| | Foxconn Technology Group Ltd. | 8,447 | 12,062 | 2,584 |
| | Ingrasys Technology Inc. | 5,018 | 18,492 | 570 |
| | Others | 4,986 | 1,870 | 4,647 |
| | | <u>\$ 35,153</u> | <u>83,755</u> | <u>44,296</u> |
| Accounts Item | Category of related party/Name | 2024.6.30 | 2023.12.31 | 2023.6.30 |
| Notes Payable - related parties | Associates: | | | |
| | Macrotec Technology Corp. | \$ 3,994 | 7,327 | 1,429 |
| | Chung Hsin Electric & Machinery Manufacturing Corp. | 1,637 | 4,008 | 2,760 |
| | | <u>\$ 5,631</u> | <u>11,335</u> | <u>4,189</u> |

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

(5) Endorser/ Guarantees

| Category of related party/Name | Six Month Ended June 30, 2024 | Six Month Ended June 30, 2023 |
|--------------------------------|-------------------------------|-------------------------------|
| Dexatek Technology Ltd. | \$ - | 160,000 |
| Highaim Technology Inc. | - | 560,520 |
| HighAim Technology Inc. | - | 46,710 |
| Kontron AG and subsidiaries | 5,424,811 | 7,794,601 |
| Marketech and subsidiaries | 5,173,091 | 7,844,864 |
| Ennoconn Hungary kft | 1,135,750 | 1,181,296 |
| | <u>\$ 11,733,652</u> | <u>17,587,991</u> |

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

3. Transactions with key management personnel

| | Three Month Ended June 31, 2024 | Three Month Ended June 30, 2023 | Six Month Ended June 30, 2024 | Six Month Ended June 30, 2023 |
|--|---------------------------------------|---------------------------------------|-------------------------------------|-------------------------------------|
| Remuneration for major managers include: | | | | |
| Short-term employee benefits | \$ 68,412 | 109,312 | 188,580 | 222,560 |
| Post-employment benefits | 353 | 367 | 804 | 661 |
| | <u>\$ 68,765</u> | <u>109,679</u> | <u>189,384</u> | <u>223,221</u> |

VIII. Assets pledged as security

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

| Name of asset | Subject of pledge guarantee | 2024.6.30 | 2023.12.31 | 2023.6.30 |
|---|--|------------------|------------------|------------------|
| Pledged time deposits (financial assets measured at amortized cost) | Bank loans, customs guarantees, | \$ 21,561 | 21,669 | 43,621 |
| Pledged demand deposits (listed under other financial assets) | Bank loans and performance guarantees | 38,268 | 40,044 | 40,106 |
| Accounts Receivable | Bank loans and performance | 108,146 | 41,930 | 181,997 |
| Inventory | Bank loan | 241,979 | - | 7,571 |
| Land | Bank loan | 466,341 | 465,438 | 465,608 |
| Buildings - Net | Bank loan | 951,305 | 719,713 | 468,687 |
| Investment Property | Bank loan | 49,991 | 49,650 | 51,052 |
| Refundable deposits | Bid bond, performance bond and warranty bond | 230,260 | 178,843 | 209,563 |
| | | <u>2,107,851</u> | <u>1,517,287</u> | <u>1,468,205</u> |

IX. Material contingent liabilities and unrecognized contractual commitments:

The unrecognized contractual commitments of the Consolidated Company are as follows:

| | 2024.6.30 | 2023.12.31 | 2023.6.30 |
|--|--------------|------------|-----------|
| Obtain Financial Assets Measured at Fair Value through Profit or Loss | \$ 23,200 | 32,200 | 51,854 |
| Notes and letters of guarantee issued for engineering contract performance and customs duties guarantees | \$ 3,199,732 | 3,463,142 | 4,364,590 |
| Contracted but not yet incurred capital expenditure | \$ 558,402 | 281,814 | - |

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

X. Losses due to major disasters: None.

XI. Subsequent events after the balance sheet date :

On July 31, 2024, KATEKSE, a subsidiary of the consolidated company, disposed of all equity in its subsidiary TeleAlarm Europe GmbH for a total transaction amount of approximately 39 million euros.

XII. Others

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

| Three Month Ended June 31, 2024 | | | Three Month Ended June 30, 2023 | | |
|---------------------------------|------------------------------------|-----------|---------------------------------|------------------------------------|-----------|
| Attributable to Operating Costs | Attributable to Operating Expenses | Total | Attributable to Operating Costs | Attributable to Operating Expenses | Total |
| 3,023,072 | 1,722,489 | 4,745,561 | 1,893,215 | 1,409,812 | 3,303,027 |
| 555,660 | 250,887 | 806,547 | 332,891 | 181,800 | 514,691 |
| 41,706 | 35,063 | 76,769 | 34,798 | 32,307 | 67,105 |
| 160,640 | 72,237 | 232,877 | 80,629 | 60,652 | 141,281 |
| 601,077 | 228,342 | 829,419 | 264,856 | 157,092 | 421,948 |
| 203,341 | 186,457 | 389,798 | 81,142 | 144,431 | 225,573 |
| - | - | - | (17,256) | (9,028) | (26,284) |

| Six Month Ended June 30, 2024 | | | Six Month Ended June 30, 2023 | | |
|---------------------------------|------------------------------------|-----------|---------------------------------|------------------------------------|-----------|
| Attributable to Operating Costs | Attributable to Operating Expenses | Total | Attributable to Operating Costs | Attributable to Operating Expenses | Total |
| 5,303,536 | 3,359,236 | 8,662,772 | 3,615,668 | 2,666,307 | 6,281,975 |
| 968,943 | 496,774 | 1,465,717 | 646,124 | 358,393 | 1,004,517 |
| 81,033 | 67,889 | 148,922 | 72,497 | 65,827 | 138,324 |
| 251,237 | 126,081 | 377,318 | 151,097 | 104,408 | 255,505 |
| 1,019,171 | 420,750 | 1,439,921 | 546,992 | 285,655 | 832,647 |
| 317,682 | 355,798 | 673,480 | 164,495 | 287,640 | 452,135 |
| - | - | - | (27,289) | (11,695) | (38,984) |

- Discontinuing operation:

As stated in Note 6(6), Kontron AG resolved to dispose of part of its IT service business through a Board of Directors' resolution in 2022. The discontinued operations are presented separately from the continuing operations.

For the amounts of income from continuing operations and discontinued operations attributable to owners of the parent, please refer to Note 6(23)

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

The operating results and cash inflows of the discontinued operation are as follows:

| | Three Month Ended June 31, 2024 | Three Month Ended June 30, 2023 | Six Month Ended June 30, 2024 | Six Month Ended June 30, 2023 |
|--|---------------------------------------|---------------------------------------|-------------------------------------|-------------------------------------|
| Net Operating Revenue | \$ - | 101,981 | - | 178,284 |
| Operating Costs | - | (84,866) | - | (144,119) |
| Gross Profit | - | 17,115 | - | 34,165 |
| Operating Expenses | - | (46,463) | - | (62,194) |
| Total Non-Operating Income and Expenses | 3,993 | 40,526 | 7,909 | 40,622 |
| Pre-tax profit | 3,993 | 11,178 | 7,909 | 12,593 |
| Income Tax Expense | - | (1,186) | - | (2,406) |
| Annual profit | 3,993 | 9,992 | 7,909 | 10,187 |
| Disposition of profits for suspended businesses | - | 43,089 | - | 43,089 |
| Net profit of discontinued operations for the period | <u>\$ 3,993</u> | <u>53,081</u> | <u>7,909</u> | <u>53,276</u> |
| | Three Month Ended June 31, 2024 | Three Month Ended June 30, 2023 | Six Month Ended June 30, 2024 | Six Month Ended June 30, 2023 |
| The interests of a terminated entity belong to: | | | | |
| Owners of the Company | \$ 1,138 | 14,767 | 2,254 | 14,821 |
| Non-Controlling Interests | 2,855 | 38,314 | 5,655 | 38,455 |
| | <u>\$ 3,993</u> | <u>53,081</u> | <u>7,909</u> | <u>53,276</u> |

The cash flow information of the discontinued operation is as follows:

| | Three Month Ended June 31, 2024 | Three Month Ended June 30, 2023 | Six Month Ended June 30, 2024 | Six Month Ended June 30, 2023 |
|--------------------------------------|---------------------------------------|---------------------------------------|-------------------------------------|-------------------------------------|
| Cash Flows from Operating Activities | \$ - | (18,842) | - | 9,008 |
| Cash Flows from Investing Activities | (348) | (2,479,034) | (13,728) | (51,659) |
| Cash Flows from Financing Activities | - | (2,162) | - | (2,250) |
| Net Cash flows | <u>\$ (348)</u> | <u>(2,500,038)</u> | <u>(13,728)</u> | <u>(44,901)</u> |

For the impact of the disposal of the IT service business on the financial condition of the Consolidated Company, please refer to Note 6(6)

XIII. Other disclosures

1. Information on significant transactions

According to the requirements of the Regulations Governing the Preparation of Financial Reports by Securities Issuers, the Consolidated Company should disclose the following information related to material transactions for the six months ended June 30, 2024:

- (1) Loans to others: Please refer to attached table 1.
- (2) Endorsements and guarantees for others: Please refer to the attached table 2.
- (3) Circumstances of holding marketable securities at the end of the period (excluding investments in subsidiaries, affiliated companies, and equity of joint ventures): Please refer to attached table 3.
- (4) Acquisition or sale of the same security with the accumulated cost reaching NT\$300 million or 20% of paid-in capital or more: Please refer to attached table 4.
- (5) Obtain an amount of real estate reaching NT\$300 million or 20% of the paid-in capital:

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

Please refer to attached table 5.

- (6) Disposal of property reaching NT\$300 million or 20% of paid-in capital or more: None.
 - (7) For purchases or sales with related parties involving an amount of NT\$100 million or more, or 20% of the paid-in capital: Please refer to attached table 6.
 - (8) Receivables from related parties reaching NT\$100 million or 20% of the paid-in capital: Please refer to attached table 7.
 - (9) Engagement in derivative transactions: None
 - (10) The relationship between the parent and subsidiary companies and the details of important transactions: Please refer to attached table 8.
- 2. Information regarding reinvested businesses (excluding investees in Mainland China): Please refer to attached table 9.
 - 3. Information on investments in mainland China: None.
 - (1) Name, major businesses, and related information about investees in mainland China: Please refer to attached table 10(1).
 - (2) Investment limit in mainland China: Please refer to attached table 10(2).
 - (3) Major transactions with investees in mainland China: None.
 - 4. Information of Major Shareholders

| Name of Major Shareholders | Shares | Number of shares held Increase (Decrease) | Shareholding Ratio |
|---------------------------------------|--------|---|--------------------|
| Baoxin International Investments Ltd. | | 33,178,779 | 24.20% |

XIV. Department information

The information provided to the chief operating decision maker for allocating resources and assessing segment performance is focused on the types of products delivered by the Consolidated Company. For the three six ended June 30, 2024 and 2023, the Consolidated Company was primarily engaged in manufacturing and selling data storage, processing equipment, industrial motherboards, network communications, and factory mechanical and electrical system services.

Ennoconn Corporation and its Subsidiaries Notes to Consolidated Financial Statements (Continued)

1. Departmental Revenue and Operating Results

The income and operating results of the departments of the Consolidated Company should be reported as follows:

| Three Month Ended June 31, 2024 | | | | | | | | |
|---------------------------------|---|-------------------------------------|--|--|----------------------|----------------------------------|----------------------------|-------------------|
| | Industrial Computer Software and Hardware Sales Department | Information System Department | Production and marketing of network communication Department | Plant and Mechatronics System Services Business Department | Other Departments | Adjustment and elimination | Discontinued Department | Total |
| Income: | | | | | | | | |
| Revenue from exten | \$ 6,585,334 | 14,762,108 | 1,124,518 | 15,399,089 | 1,485,625 | (3,035,580) | - | 36,321,094 |
| Total Income | \$ 6,585,334 | 14,762,108 | 1,124,518 | 15,399,089 | 1,485,625 | (3,035,580) | - | 36,321,094 |
| Reportable departmen | \$ 673,256 | 770,020 | 115,301 | 547,435 | 631,994 | (1,023,874) | (3,993) | 1,710,139 |

| Three Month Ended June 30, 2023 | | | | | | | | |
|---------------------------------|---|-------------------------------------|--|--|----------------------|----------------------------------|----------------------------|-------------------|
| | Industrial Computer Software and Hardware Sales Department | Information System Department | Production and marketing of network communication Department | Plant and Mechatronics System Services Business Department | Other Departments | Adjustment and elimination | Discontinued Department | Total |
| Income: | | | | | | | | |
| Revenue from exten | \$ 6,969,353 | 9,572,831 | 1,012,949 | 13,622,365 | 1,471,744 | (3,585,674) | (101,981) | 28,961,587 |
| Total Income | \$ 6,969,353 | 9,572,831 | 1,012,949 | 13,622,365 | 1,471,744 | (3,585,674) | (101,981) | 28,961,587 |
| Reportable departmen | \$ 907,233 | 717,410 | 132,344 | 1,050,432 | 1,215,736 | (1,685,977) | (54,267) | 2,282,911 |

| Six Month Ended June 30, 2024 | | | | | | | | |
|-------------------------------|---|-------------------------------------|--|--|----------------------|----------------------------------|----------------------------|-------------------|
| | Industrial Computer Software and Hardware Sales Department | Information System Department | Production and marketing of network communication Department | Plant and Mechatronics System Services Business Department | Other Departments | Adjustment and elimination | Discontinued Department | Total |
| Income: | | | | | | | | |
| Revenue from exten | \$ 12,886,672 | 26,926,851 | 1,963,876 | 30,014,412 | 2,943,347 | (5,697,050) | - | 69,038,108 |
| Total Income | \$ 12,886,672 | 26,926,851 | 1,963,876 | 30,014,412 | 2,943,347 | (5,697,050) | - | 69,038,108 |
| Reportable departmen | \$ 1,482,012 | 1,415,836 | 196,868 | 1,155,210 | 1,263,116 | (2,107,950) | (7,909) | 3,397,183 |

| Six Month Ended June 30, 2023 | | | | | | | | |
|-------------------------------|---|-------------------------------------|--|--|----------------------|----------------------------------|----------------------------|-------------------|
| | Industrial Computer Software and Hardware Sales Department | Information System Department | Production and marketing of network communication Department | Plant and Mechatronics System Services Business Department | Other Departments | Adjustment and elimination | Discontinued Department | Total |
| Income: | | | | | | | | |
| Revenue from exten | \$ 13,590,413 | 18,706,768 | 2,089,499 | 27,508,126 | 2,509,640 | (6,773,265) | (178,284) | 57,452,897 |
| Total Income | \$ 13,590,413 | 18,706,768 | 2,089,499 | 27,508,126 | 2,509,640 | (6,773,265) | (178,284) | 57,452,897 |
| Reportable departmen | \$ 1,484,227 | 1,378,000 | 259,479 | 1,668,906 | 1,457,376 | (2,349,316) | (55,682) | 3,842,990 |

2. Departmental assets and liabilities

The measurement amounts of assets/liabilities of the reportable departments of the Consolidated Company are not provided for operational decision making, hence the measurement amounts of assets/liabilities are not disclosed.

ENNOCONN CORPORATION AND SUBSIDIARIES

LOANS TO OTHERS

June 30, 2024

Table 1 Unit: NT\$ thousand

| No. | Company providing loan | Borrower | Intercompany Accounts | Whether or not they are related parties | Highest balance for this period | Ending Balance | Actual amount drawn down | Interest Rate Range | Nature for loan | Amount of business transactions | Reasons for the need for short-term financing | Allowance for bad debt | Collateral | | Individual funding loan limit | Maximum amount loanable |
|-----|------------------------|--|-------------------------------------|---|---------------------------------|----------------|--------------------------|---------------------|-----------------|---------------------------------|---|------------------------|------------|-------|-------------------------------|-------------------------|
| | | | | | | | | | | | | | Name | Value | | |
| 1 | Caswell Inc. | Apilgo GmbH | Other receivables – related parties | Yes | 25,960 | 25,960 | 25,960 | 2.45% | 2 | - | Operating turnover | - | None | - | 336,042 | 672,084 |
| 2 | KONTRON AG | Kontron Romania S.R.L., Romania | Other receivables – related parties | Yes | 885,105 | 885,105 | 862,342 | 3.00% | 2 | - | Operating turnover | - | None | - | 8,182,286 | 8,182,286 |
| 2 | KONTRON AG | Kontron Hungary Kft. | Other receivables – related parties | Yes | 242,970 | 242,970 | - | 3.00% | 2 | - | Operating turnover | - | None | - | 8,182,286 | 8,182,286 |
| 2 | KONTRON AG | Kontron electronics AG | Other receivables – related parties | Yes | 122,179 | 115,237 | 104,824 | 3.00% | 2 | - | Operating turnover | - | None | - | 8,182,286 | 8,182,286 |
| 2 | KONTRON AG | Kontron AIS GmbH | Other receivables – related parties | Yes | 93,023 | 93,023 | 79,139 | 2.00% | 2 | - | Operating turnover | - | None | - | 8,182,286 | 8,182,286 |
| 2 | KONTRON AG | Kontron electronics GmbH (DE) | Other receivables – related parties | Yes | 422,855 | 399,903 | 361,722 | 3.00% | 2 | - | Operating turnover | - | None | - | 8,182,286 | 8,182,286 |
| 2 | KONTRON AG | Kontron Transportation GmbH | Other receivables – related parties | Yes | 739,323 | 739,323 | 738,553 | 1.50% | 2 | - | Operating turnover | - | None | - | 8,182,286 | 8,182,286 |
| 2 | KONTRON AG | Kontron Europe GmbH | Other receivables – related parties | Yes | 347,100 | 347,100 | 347,100 | 1.50% | 2 | - | Operating turnover | - | None | - | 8,182,286 | 8,182,286 |
| 2 | KONTRON AG | S&T Medtech S.R.L. | Other receivables – related parties | Yes | 46,352 | 46,352 | 34,710 | 3.00% | 2 | - | Operating turnover | - | None | - | 8,182,286 | 8,182,286 |
| 2 | KONTRON AG | Kontron d.o.o. (former Iskratel) | Other receivables – related parties | Yes | 197,847 | 197,847 | 197,847 | 1.75% | 2 | - | Operating turnover | - | None | - | 8,182,286 | 8,182,286 |
| 2 | KONTRON AG | Kontron Beteiligungs GmbH | Other receivables – related parties | Yes | 815,685 | 815,685 | 815,685 | 2.00% | 2 | - | Operating turnover | - | None | - | 8,182,286 | 8,182,286 |
| 2 | KONTRON AG | Kontron Transportation Schweiz AG (formerly Comlab AG) | Other receivables – related parties | Yes | 69,420 | 69,420 | - | 1.50% | 2 | - | Operating turnover | - | None | - | 8,182,286 | 8,182,286 |
| 2 | KONTRON AG | Bsquare Corporation | Other receivables – related parties | Yes | 272,407 | 273,730 | 273,730 | 2.00% | 2 | - | Operating turnover | - | None | - | 8,182,286 | 8,182,286 |
| 2 | KONTRON AG | Kontron Acquisition GmbH | Other receivables – related parties | Yes | 34,710 | - | - | 2.00% | 1 | - | Operating turnover | - | None | - | 8,182,286 | 8,182,286 |
| 2 | KONTRON AG | Kontron Canada Inc. | Other receivables – related parties | Yes | 69,420 | 64,848 | 64,848 | 1.50% | 2 | - | Operating turnover | - | None | - | 8,182,286 | 8,182,286 |
| 2 | KONTRON AG | KATEK SE | Other receivables – related parties | Yes | 3,123,900 | 2,982,928 | 2,982,928 | 2.00% | 2 | - | Operating turnover | - | None | - | 8,182,286 | 8,182,286 |
| 2 | KONTRON AG | Kontron Solar GmbH | Other receivables – related parties | Yes | 173,550 | 173,550 | 173,550 | 1.75% | 2 | - | Operating turnover | - | None | - | 8,182,286 | 8,182,286 |

| No. | Company providing loan | Borrower | Intercompany Accounts | Whether or not they are related parties | Highest Amount for the period | Ending Balance | Actual amount drawn down | Interest Rate Range | Nature for loan | Amount of business transactions | Reasons for the need for short-term financing | Allowance for bad debt | Collateral | | Individual funding loan limit | Maximum amount loanable |
|-----|---|--|-------------------------------------|---|-------------------------------|----------------|--------------------------|---------------------|-----------------|---------------------------------|---|------------------------|------------|-------|-------------------------------|-------------------------|
| | | | | | | | | | | | | | Name | Value | | |
| 2 | KONTRON AG | Katek Leipzig GmbH | Other receivables – related parties | Yes | 34,710 | 34,710 | 34,710 | 1.75% | 2 | - | Operating turnover | - | None | - | 8,182,286 | 8,182,286 |
| 2 | KONTRON AG | Kontron Modular Computers S.A.S. | Other receivables – related parties | Yes | 156,195 | 156,195 | 138,840 | 1.50% | 2 | - | Operating turnover | - | None | - | 8,182,286 | 8,182,286 |
| 2 | KONTRON AG | Kontron Electronics Kft. | Other receivables – related parties | Yes | 63,866 | 63,866 | 60,743 | 3.00% | 2 | - | Operating turnover | - | None | - | 8,182,286 | 8,182,286 |
| 2 | KONTRON AG | Kontron Austria GmbH | Other receivables – related parties | Yes | 169,211 | 130,163 | 130,163 | 1.50% | 2 | - | Operating turnover | - | None | - | 8,182,286 | 8,182,286 |
| 2 | KONTRON AG | Iskra Technologies(former AO IskraUralTel (former to RTSoft, | Other receivables – related parties | Yes | 101,502 | 106,302 | 106,302 | 0.00% | 2 | - | Operating turnover | - | None | - | 8,182,286 | 8,182,286 |
| 3 | Kontron Europe GmbH | Kontron Asia Pacific Design sdn. Bhd. | Other receivables – related parties | Yes | 140,186 | 140,186 | 140,186 | 1.20% | 2 | - | Operating turnover | - | None | - | 2,322,117 | 2,322,117 |
| 4 | Ennoconn Investment Co., Ltd. | Ennoconn (Suzhou) Technology Co., Ltd. | Other receivables – related parties | Yes | 373,380 | 373,380 | 311,150 | 3.00% | 2 | - | Operating turnover | - | None | - | 633,115 | 633,115 |
| 5 | Nanjing Asiatek Inc. | Ennoconn (Foshan) Investment Holdings Co., Ltd. | Other receivables – related parties | Yes | 177,800 | 177,800 | 136,017 | 3.00% | 2 | - | Operating turnover | - | None | - | 205,897 | 205,897 |
| 6 | Marketech International Corp. | Marketech International Sdn. Bhd. | Other Receivables | Yes | 24,564 | - | - | 0.00% | 2 | - | Operating turnover | - | None | - | 4,354,716 | 4,354,716 |
| 6 | Marketech International Corp. | Marketech International Corporation USA | Other Receivables | Yes | 2,440,875 | 2,433,750 | 1,947,000 | 5.26% | 2 | - | Operating turnover | - | None | - | 4,354,716 | 4,354,716 |
| 7 | Mic-Tech Electronics Engineering Corp. | Shanghai Maohua Electronics Engineering Co., Ltd. | Other Receivables | Yes | 52,223 | 26,669 | 26,669 | 4.35% | 2 | - | Operating turnover | - | None | - | 252,140 | 504,280 |
| 8 | Ennoconn International Investment Co., Ltd. | Thecus Technology Corp. | Other receivables – related parties | Yes | 75,000 | 75,000 | 75,000 | 2.20% | 2 | - | Operating turnover | - | None | - | 1,054,982 | 4,219,927 |
| 9 | MIC-Tech Viet Nam Co., Ltd. | Marketech Co., Ltd | Other Receivables | Yes | 6,350 | 3,780 | 3,780 | 4.50% | 2 | - | Operating turnover | - | None | - | 180,175 | 180,175 |
| 10 | Goldtek Technology Co., Ltd. | Goldtek Technology (Shenzhen) | Other receivables – related parties | Yes | 162,250 | 146,025 | 146,025 | 1.83% | 1 | 674,366 | For working capital needs | - | None | - | 163,534 | 163,534 |
| 11 | Ennoconn Investment Holdings co., ltd. | Ennoconn Hungary KFT | Other receivables – related parties | Yes | 421,850 | - | - | 0.00% | 2 | - | Operating turnover | - | None | - | 1,406,514 | 5,626,056 |

Note 1: (1) Issuer fills in 0.

(2) The invested companies are numbered sequentially with Arabic numerals starting from 1 according to each company. The same company should have the same number.

Note 2: Methods for filling in the nature of financing are as follows:

(1) Companies with business dealings.

(2) Short-term financing is filled in as

Note 3: The limits for lending of funds approved by the Board of Directors.

Note 4: Does not include the acquisition price paid by Kontron Acquisition GmbH, which is 100% owned by Kontron AG, for the acquisition of the listed German electronics company KATEK SE.

ENNOCONN CORPORATION AND SUBSIDIARIES
TO PROVIDE GUARANTEES AND ENDORSEMENTS FOR OTHERS

June 30, 2024

Table 2

Unit: NT\$ thousand

| No. | Endorser/Guarantor Company Name | Endorsed/guarantee subject | | Maximum endorsement/guarantee amount for an enterprise | Highest balance of endorsement/guarantee during the period | Ending balance of endorsement/guarantee | Actual amount drawn down | Amount of property pledged for endorsement/guarantee | Ratio of accumulated endorsement/guarantee amount to net worth on the latest financial statements | Maximum amount of endorsement/guarantee | Endorsement/guarantee provided by parent company to subsidiary | Endorsement/guarantee provided by subsidiary to parent company | Endorsement/guarantee provided to Mainland China |
|-----|---------------------------------|---|--------------|--|--|---|--------------------------|--|---|---|--|--|--|
| | | Company Name | Relationship | | | | | | | | | | |
| 0 | Ennoconn Corporation | Ennoconn Hungary kft | 2 | 34,465,310 | 1,135,750 | 1,135,750 | 61,006 | - | 4.94% | 45,953,746 | Y | N | N |
| 1 | KONTRON AG | Kontron Bulgaria e.o.o.d. | 2 | 10,339,593 | 32,801 | 32,801 | - | - | 0.16% | 20,679,186 | Y | N | N |
| 1 | KONTRON AG | Kontron Services Romania SRL | 2 | 10,339,593 | 462,031 | 314,759 | 213,822 | - | 1.54% | 20,679,186 | Y | N | N |
| 1 | KONTRON AG | Kontron Hungary Kft. | 2 | 10,339,593 | 636,883 | 377,760 | 41,339 | - | 1.85% | 20,679,186 | Y | N | N |
| 1 | KONTRON AG | Kontron Europe GmbH | 2 | 10,339,593 | 173,550 | 29,156 | - | - | 0.14% | 20,679,186 | Y | N | N |
| 1 | KONTRON AG | diverse / Factoring DACH | 2 | 10,339,593 | 659,490 | 260,325 | - | - | 1.27% | 20,679,186 | Y | N | N |
| 1 | KONTRON AG | Kontron America Inc (Factoring) | 2 | 10,339,593 | 655,277 | 648,482 | - | - | 3.17% | 20,679,186 | Y | N | N |
| 1 | KONTRON AG | Kontron electronics GmbH | 2 | 10,339,593 | 10,413 | 10,413 | - | - | 0.05% | 20,679,186 | Y | N | N |
| 1 | KONTRON AG | Kontron Public Transportation | 2 | 10,339,593 | 96,345 | 48,173 | - | - | 0.24% | 20,679,186 | Y | N | N |
| 1 | KONTRON AG | Kontron Transportation GmbH | 2 | 10,339,593 | 2,036,564 | 1,555,396 | 34,710 | - | 7.60% | 20,679,186 | Y | N | N |
| 1 | KONTRON AG | Kontron AIS GmbH | 2 | 10,339,593 | 27,768 | 1,736 | - | - | 0.01% | 20,679,186 | Y | N | N |
| 1 | KONTRON AG | Kontron AG/ Kontron Transportation GmbH/Kontron Transportation s.r.o. | 2 | 10,339,593 | 460,739 | 238,058 | - | - | 1.16% | 20,679,186 | Y | N | N |
| 1 | KONTRON AG | Kontron Transportation France | 2 | 10,339,593 | 8,678 | 8,678 | - | - | 0.04% | 20,679,186 | Y | N | N |
| 1 | KONTRON AG | Kontron Austria GmbH | 2 | 10,339,593 | 26,727 | 26,727 | - | - | 0.13% | 20,679,186 | Y | N | N |
| 1 | KONTRON AG | RTSoft AO | 2 | 10,339,593 | 68,706 | - | - | - | 0.00% | 20,679,186 | Y | N | N |
| 1 | KONTRON AG | Factoring Kontron Europe / Kontron Modular Computer S.A.S. | 2 | 10,339,593 | 1,388,400 | 1,388,400 | 111,168 | - | 6.79% | 20,679,186 | Y | N | N |
| 1 | KONTRON AG | Iskra Technologies AS | 2 | 10,339,593 | 26,290 | 26,290 | - | - | 0.13% | 20,679,186 | Y | N | N |
| 1 | KONTRON AG | Kontron Transportation sro | 2 | 10,339,593 | 457,657 | 457,657 | - | - | 2.24% | 20,679,186 | Y | N | N |
| | | KonTron AG subtotal | | | | 5,424,811 | | | | | | | |
| 2 | Marketech International Corp. | Mic-Tech Electronics Engineering Corp. | 2 | 5,443,395 | 2,804,930 | 2,443,732 | 1,157,772 | - | 22.45% | 10,886,789 | Y | N | Y |
| 2 | Marketech International Corp. | Marketech Integrated Pte. Ltd. | 2 | 5,443,395 | 81,430 | 80,462 | 42,904 | - | 0.74% | 10,886,789 | Y | N | N |

| No. | Endorser/Guarantor Company Name | Endorsed/guarantee subject | | Maximum endorsement/guarantee amount for an enterprise | Highest balance of endorsement/guarantee during the period | Ending balance of endorsement/guarantee | Actual amount drawn down | Amount of property pledged for endorsement/guarantee | Ratio of accumulated endorsement/guarantee amount to net worth on the latest financial statements | Maximum amount of endorsement/guarantee | Endorsement/guarantee provided by parent company to subsidiary | Endorsement/guarantee provided by subsidiary to parent company | Endorsement/guarantee provided to Mainland China |
|-----|--|--|--------------|--|--|---|--------------------------|--|---|---|--|--|--|
| | | Company Name | Relationship | | | | | | | | | | |
| 2 | Marketech International Corp. | Mic-Tech (Shanghai) Corp. | 2 | 5,443,395 | 628,125 | 429,623 | 131,746 | - | 3.95% | 10,886,789 | Y | N | Y |
| 2 | Marketech International Corp. | Mic-Tech (Wuxi) Co., Ltd. | 2 | 5,443,395 | 321,848 | 239,640 | 122,802 | - | 2.20% | 10,886,789 | Y | N | Y |
| 2 | Marketech International Corp. | Marketech International Corporation USA | 2 | 5,443,395 | 1,843,683 | 1,070,850 | 1,060,114 | - | 9.84% | 10,886,789 | Y | N | N |
| 2 | Marketech International Corp. | MIC-Tech Viet Nam Co., Ltd. | 2 | 5,443,395 | 146,453 | 146,025 | 964 | - | 1.34% | 10,886,789 | Y | N | N |
| 2 | Marketech International Corp. | Marketech International Sdn. Bhd. | 2 | 5,443,395 | 122,820 | 64,900 | 18,455 | - | 0.60% | 10,886,789 | Y | N | N |
| 2 | Marketech International Corp. | Ezoom Information, Inc. | 2 | 5,443,395 | 70,000 | 70,000 | 7,956 | - | 0.64% | 10,886,789 | Y | N | N |
| 2 | Marketech International Corp. | Shanghai Maohua Electronics Engineering Co., Ltd. | 2 | 5,443,395 | 32,580 | 30,255 | 30,255 | - | 0.28% | 10,886,789 | Y | N | Y |
| 2 | Marketech International Corp. | Te Chang Construction Co., Ltd. | 5 | 5,443,395 | 48,662 | 22,845 | 22,845 | - | 0.21% | 10,886,789 | N | N | N |
| | | Marketech International Corp. | | | | 4,598,332 | | | | | | | |
| 3 | Mic-Tech Electronics Engineering Corp. | Marketech International Corp. | 3 | 1,891,053 | 162,628 | 162,154 | 162,154 | - | 25.72% | 3,151,755 | N | Y | N |
| 3 | Mic-Tech Electronics Engineering Corp. | China Electronic Systems Engineering Second Construction Co., Ltd. | 5 | 1,891,053 | 1,143 | 1,132 | 1,132 | - | 0.18% | 3,151,755 | N | N | Y |
| 3 | Mic-Tech Electronics Engineering Corp. | Mic-Tech (Shanghai) Corp. | 4 | 1,891,053 | 103,371 | 103,069 | 103,069 | - | 16.35% | 3,151,755 | N | N | Y |
| | | | | | | 266,355 | | | | | | | |
| 4 | Mic-Tech (Shanghai) Corp. | Mic-Tech Electronics Engineering Corp. | 4 | 2,131,491 | 311,316 | 308,404 | 308,404 | - | 43.41% | 3,552,485 | N | N | Y |

Note 1: The description of the number column is as follows:

(1) Issuer fills in 0.

The invested companies are numbered sequentially with Arabic numerals starting from 1 according to each company. The same company should have the same number.

Note 2: The relationship between the endorser/guarantor and the endorsed/guaranteed entity is as follows:

(1) Companies with business dealings.

Companies in which the Company directly or indirectly holds more than 50% of the voting shares.

Companies that directly or indirectly hold more than 50% of the voting shares of the Company.

Companies in which the company directly and indirectly holds 90% of the voting shares.

Companies that mutually endorse/guarantee each other's liabilities based on the needs of contracted projects or joint builders in accordance with contractual requirements.

Companies endorsed/guaranteed by all contributing shareholders in proportion to their shareholding due to a joint investment relationship.

Peer companies providing joint and several liability guarantees for pre-sale housing sales contracts in accordance with the Consumer Protection Act.

Note 3: The total amount of the company's accumulated external endorsements/guarantees shall not exceed 150% of the net value of the company's most recent financial statements.

Note 4: The limit of the company's endorsement/guarantee for a single enterprise shall not exceed 200% of the net value of the company's most 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)

June 30, 2024

Table 3

Unit: thousand shares / NT\$ thousand

| Companies held | Type of marketable securities | Name of marketable securities | Relations with securities practitioners | Recorded Account | End of period | | | | Remarks |
|---|-------------------------------|--|---|--|------------------------|-----------------|--------------------|------------|---------|
| | | | | | Number of shares/units | Carrying Amount | Shareholding Ratio | Fair Value | |
| Ennoconn International Investment Co., Ltd. | Common share | Q.P.T.I Corporation | None | Financial assets measured at fair value through other comprehensive income - | 726 | - | 17.08% | - | |
| " | Common share | Augentix Technology Co., Ltd. | None | " | 667 | 19,360 | 3.38% | 19,360 | |
| " | Common share | Gold Rain Enterprises Co., Ltd. | None | " | 5,000 | 249,600 | 8.29% | 249,600 | |
| Innovative Systems Integration Limited | Common share | AIlink Technology (Chengdu) Ltd. | None | " | - | - | 8.79% | - | |
| Ais Cayman Technology | Common share | Gemini Data Inc. | None | " | 65,634 | 197,945 | 10.13% | 197,945 | |
| Vecow Co., Ltd. | Common share | Array Networks Co., Ltd. | None | " | 6,000 | 170,426 | 10.32% | 170,426 | |
| Goldtek Technology Co., Ltd. | Common share | Augentix Technology Co., Ltd. | None | " | 333 | 9,666 | 1.69% | 9,666 | |
| " | Common share | IPEVO Technology Co., Ltd. | None | " | 150 | 4,270 | 0.55% | 4,270 | |
| Techno Precision Co., Ltd. | Common share | Linka Group Ltd. | None | " | 143 | - | 7.98% | - | |
| Techno Precision (Shenzhen) Co., Ltd. | Common share | T-lamma Tech Co.,Ltd. | Other related party | " | 12,000 | - | 16.00% | - | |
| Keenest Electronic Corp. | Common share | AIlink Technology (Chengdu) Ltd. | None | " | - | 261 | 6.00% | 261 | |
| Goldtek Technology (Shenzhen) Co., Ltd. | Common share | Liuzhou Xinli Semiconductor Technology Co., Ltd. | None | " | - | 8,891 | 5.00% | 8,891 | |
| Caswell Inc. | Common share | Advanio Technology Co., Ltd. | None | " | 1,045 | - | 19.00% | - | |
| " | Common share | FiduciaEdge Technologies Co., Ltd. | None | " | 1,600 | 40,000 | 10.65% | 40,000 | |
| Apligo GmbH | Common share | Shares in Volksbank Karlsruhe | None | " | - | 11 | -% | 11 | |
| Ennoconn (Suzhou) Technology Co., Ltd. | Common share | Guoqi Zhiduan (Chengdu) Technology Co., Ltd. | None | " | - | 133,536 | 6.98% | 133,536 | |
| " | Common share | MAVEX (Suzhou) Technology Co., Ltd. | None | " | - | 32,939 | 10.00% | 32,939 | |
| KATEK Group | Common share | Shares (TYDE, ZAMM) | None | " | - | 63,299 | -% | 63,299 | |
| KATEK Group / Kontron d.o.o. | Common share | Shares | None | " | - | 61,437 | -% | 61,437 | |
| | | | | | | 991,641 | | 991,641 | |
| Diverse | Common share | Shares | None | Financial Assets Measured at Fair Value through Profit or Loss - Current | - | 23 | -% | 23 | |
| KATEK Group / Kontron d.o.o. | Common share | Shares | None | " | - | 24,302 | -% | 24,302 | |

| Companies held | Type of marketable securities | Name of marketable securities | Relations with securities practitioners | Recorded Account | End of period | | | | Remarks |
|--|-------------------------------|---|---|--|------------------------|-----------------|--------------------|------------|---------|
| | | | | | Number of shares/units | Carrying Amount | Shareholding Ratio | Fair Value | |
| Kontron d.o.o. (formerly: Iskratel d.o.o.) | Common share | Shares | None | Financial Assets Measured at Fair Value through Profit or Loss - Current | - | 5,487 | -% | 5,487 | |
| Hartmann Electronic GmbH | Common share | Shares | None | " | - | 522 | -% | 522 | |
| Marketech International Corp. | Common share | Chung Hsin Electric & Machinery Manufacturing Corp. | None | " | 290 | 54,520 | 0.06% | 54,520 | |
| " | Common share | ProMOS Technologies Co., Ltd. | None | " | 250 | - | 0.56% | - | |
| " | Common share | TCIT Technology Co., Ltd. | None | " | 1,700 | - | 12.15% | - | |
| " | Common share | Taiwan Puritic Corp. | None | " | 4,020 | 644,623 | 6.61% | 644,623 | |
| " | Common share | Yubo Advanced Technology Co., Ltd. | None | " | 189 | - | 12.61% | - | |
| " | Common share | VEEV Interactive Pte. Ltd. | None | " | 840 | - | 6.32% | - | |
| " | Common share | Taifo Co., Ltd. | None | " | 2,680 | 40,024 | 1.46% | 40,024 | |
| " | Common share | Civil Tech Holdings Ltd | None | " | 336 | - | 0.58% | - | |
| " | Common share | Probeleader Co., Ltd. | Entities controlled by or under significant influence of key management personnel | " | 966 | 24,463 | 3.25% | 24,463 | |
| " | Common share | Zhiyuan Venture Capital Co., Ltd | None | " | 772 | 8,459 | 1.79% | 8,459 | |
| " | Common share | Innorich Venture Capital Co., Ltd. | None | " | 1,000 | 4,616 | 1.87% | 4,616 | |
| " | Common share | Mic Techno Co., Ltd. | None | " | 380 | 3,482 | 2.24% | 3,482 | |
| " | Common share | Long Time Technology Co., Ltd. | None | " | 346 | 4,775 | 0.29% | 4,775 | |
| " | Common share | Paradigm Venture Capital Co., Ltd. | None | " | 77 | 1,007 | 3.50% | 1,007 | |
| " | Common share | TCSC Co., Ltd.(Original Investment Acquisition) | None | " | 1,859 | 92,586 | 1.35% | 92,586 | |
| " | Common share | Atech Totalsolution Co., Ltd. | None | " | 128 | - | 0.19% | - | |
| " | Common share | East Wind Life Science Systems Co.,Ltd. | None | " | 124 | - | 12.87% | - | |
| " | Common share | ATS Environment Ecological Green Energy Co., Ltd. | None | " | 311 | - | 13.51% | - | |
| " | Common share | Foresight Energy Technologies Co., Ltd. | None | " | 675 | 12,055 | 1.30% | 12,055 | |

| Companies held | Type of marketable securities | Name of marketable securities | Relations with securities practitioners | Recorded Account | End of period | | | | Remarks |
|---|-------------------------------|--|---|--|------------------------|-----------------|--------------------|------------|---------|
| | | | | | Number of shares/units | Carrying Amount | Shareholding Ratio | Fair Value | |
| Marketech International Corp. | Common share | Wings Global Technology Co., Ltd. | None | Financial Assets Measured at Fair Value through Profit or Loss - Current | 750 | 8,893 | 18.75% | 8,893 | |
| " | Common share | Kcashin Technology Co., Ltd. | None | " | 643 | 659 | 16.56% | 659 | |
| " | Common share | Sum Capital Healthcare Investment Corp. | Entities controlled by or under significant influence of key management personnel | " | 943 | 9,379 | 7.44% | 9,379 | |
| " | Common share | Forward Science Corp. | Entities controlled by or under significant influence of key management personnel | " | 2,650 | 56,127 | 8.41% | 56,127 | |
| " | Common share | Mycropore Co., Ltd. | None | " | 1,471 | 10,805 | 8.44% | 10,805 | |
| " | Common share | STEK Co., Ltd. | None | " | 802 | 23,203 | 6.07% | 23,203 | |
| " | Common share | Lucens Technology Inc. | Entities controlled by or under significant influence of key management personnel | " | 1,333 | 12,769 | 6.66% | 12,769 | |
| " | Common share | Everlasting Digital ESG Co., Ltd. | Entities controlled by or under significant influence of key management personnel | " | 100 | 413 | 5.88% | 413 | |
| " | Common share | Artfil, Inc. | None | " | - | 19,400 | 9.33% | 19,400 | |
| " | Common share | True-Win Technology Co., Ltd. | None | " | 1,217 | 59,540 | 2.27% | 59,540 | |
| " | Common share | Mega Union Technology Inc. | None | " | 660 | 131,576 | 1.07% | 131,576 | |
| " | Common share | Infinitesima Limited | None | " | 3,667 | 62,524 | 5.24% | 62,524 | |
| " | Common share | Brilliant Network & Automation Integrated System Co., Ltd. | None | " | 150 | 27,525 | 0.43% | 27,525 | |
| " | Common share | NanoSeeX Inc. | None | " | 30,000 | 49,955 | 18.11% | 49,955 | |
| " | Common share | Asia Hydrogen Energy Corp. | None | " | 375 | 15,000 | 2.56% | 15,000 | |
| Marketech International Corporation USA | Common share | Smartopia Capital LLC, Arizona | None | " | 750 | 32,775 | 0.91% | 32,775 | |
| Mic-Tech (Shanghai) Corp. | Common share | Kore Semiconductor Co.,Ltd. | None | " | 37,500 | 177,795 | 7.38% | 177,795 | |
| | | | | | | 1,619,282 | | 1,619,282 | |

| Companies held | Type of marketable securities | Name of marketable securities | Relations with securities practitioners | Recorded Account | End of period | | | | Remarks |
|---|-------------------------------|--|---|--|------------------------|-----------------|--------------------|------------|---------|
| | | | | | Number of shares/units | Carrying Amount | Shareholding Ratio | Fair Value | |
| Marketech International Corp. | Common share | Aerospace Industrial Development Corporation | None | Financial Assets Measured at Fair Value through Profit or Loss - Current | 51 | 2,719 | 0.01% | 2,719 | |
| " | Common share | Lasertec Corporation | None | " | 20 | 145,587 | 0.01% | 145,587 | |
| | | | | | | 148,306 | | 148,306 | |
| Marketech International Corp. | Convertible bond | Nitride Solutions Inc. | None | Financial Assets Measured at Fair Value through Profit or Loss - Current | - | - | -% | - | |
| " | Convertible bond | Hallys Corporation | None | " | - | - | -% | - | |
| " | Convertible bond | Halio, Inc.(原名Kinestral Technologies, Inc.) | None | " | - | - | -% | - | |
| | | | | | - | - | | - | |
| Marketech International Corp. | Convertible notes | Adant Technologies Inc. | None | Financial Assets Measured at Fair Value through Profit or Loss - Current | - | 4,450 | -% | 4,450 | |
| | | | | | | 4,450 | | 4,450 | |
| Ennoconn International Investment Co., Ltd. | Preference share | Funp Co.Ltd | None | Financial assets measured at fair value through other comprehensive income - Non-Current | 464 | 83,162 | 2.24% | 83,162 | |
| " | Preference share | Reed Semiconductor Corp. | None | " | 250 | 12,038 | 0.42% | 12,038 | |
| Goldtek Technology Co., Ltd. | Preference share | Ember Technologies, Inc. | None | " | 862 | 14,987 | 1.81% | 14,987 | |
| Hawkeye Tech Co., Ltd. | Preference share | Veea Inc | None | " | 1,049 | 62,308 | 1.16% | 62,308 | |
| | | | | | | 172,495 | | 172,495 | |
| Marketech International Corp. | Preference share | Adant Technologies Inc. | None | Financial Assets Measured at Fair Value through Profit or Loss - Current | 175 | 128 | -% | 128 | |
| " | Preference share | Halio, Inc. | None | " | 502 | - | -% | - | |
| " | Preference share | Biomedical Corporation | None | " | 156 | 10,099 | -% | 10,099 | |
| " | Preference share | Advanced Supply Chain & Logistics Management Ltd. | None | " | 1,200 | 12,000 | 16.67% | 12,000 | |
| | | | | | | 22,227 | | 22,227 | |
| Ennoconn International Investment Co., Ltd. | Private equity fund | Cathay Private Equity Smart Technology Limited Partnership | None | Financial Assets Measured at Fair Value through Profit or Loss - Current | - | 18,084 | -% | 18,084 | |
| Caswell Inc. | Private equity fund | Phi 2 Capital Limited Partnership | None | " | - | 58,062 | - | 58,062 | |

| Companies held | Type of marketable securities | Name of marketable securities | Relations with securities practitioners | Recorded Account | End of period | | | | Remarks |
|---|-------------------------------|---|---|--|------------------------|-----------------|--------------------|------------|---------|
| | | | | | Number of shares/units | Carrying Amount | Shareholding Ratio | Fair Value | |
| Marketech International Corp. | Private equity fund | Phi 2 Capital Limited Partnership | None | Financial Assets Measured at Fair Value through Profit or Loss - Current | - | 29,032 | -% | 29,032 | |
| " | Private equity fund | Vertex Growth(SG) LP | None | " | - | 36,949 | -% | 36,949 | |
| " | Private equity fund | Vertex Growth II(SG) LP | None | " | - | 11,224 | -% | 11,224 | |
| Goldtek Technology Co., Ltd. | Private equity fund | Phi 2 Capital Limited Partnership | None | " | - | 286,547 | -% | 286,547 | |
| " | Private equity fund | Fuyu Private Equity Limited Partnership | None | " | - | 30,562 | -% | 30,562 | |
| | | | | | | 470,460 | | 470,460 | |
| Ennoconn (Foshan) Investment Holdings Co., Ltd. | Private equity fund | Guangdong Hongfu Xinghe Hongtu Venture Capital Fund Partnership Enterprise | None | Financial assets measured at fair value through other comprehensive income - Non-Current | - | 222,560 | 11.11% | 222,560 | |
| " | Private equity fund | Foshan City Zhaoke Innovative Intelligent Industry Investment Fund Partnership Enterprise | None | " | - | 285,352 | 18.57% | 285,352 | |
| | | | | | | 507,912 | | 507,912 | |

Note 1: None of the above securities were provided as collateral, pledged, or restricted in use based on agreements as of June, 2024

Note 2: Please refer to Table 8 and 9 for the relevant information of the investee subsidiaries.

Note 3: For those measured at fair value, the carrying amount is the book balance after fair value valuation adjustment and deduction of accumulated impairment; after deduction of accumulated impairment.

for those not measured at fair value, the carrying amount is the book balance of initial acquisition cost or post-sale cost

Note 4: Refers to holding of preferred shares.

ENNOCONN CORPORATION AND SUBSIDIARIES

**ACQUISITION OR SALE OF THE SAME SECURITY WITH THE ACCUMULATED COST REACHING NT\$300 MILLION OR 20% OF PAID-
IN CAPITAL OR MORE**

For the Six Month Ended June 30, 2024

Table 4

Unit: thousand shares / NT\$ thousand

| Company Purchased or Sold | Category or Name of marketable securities | Recorded Account | Counterparty | Relationship | Beginning of Period | | Purchased | | Sold | | | | End of Period (Note) | |
|------------------------------|---|---|--------------|--------------|---------------------|--------|---------------------|-----------|---------------------|-------|-----------|--------------------------|----------------------|-----------|
| | | | | | Number of Shares | Amount | Number of Shares | Amount | Number of Shares | Price | Book Cost | Disposal gain or loss | Number of Shares | Amount |
| Kontron Acquisition GmbH | KATEK SE | Investments Accounted for Using Equity Method | KATEK SE | Subsidiary | - | - | 14,446 | 4,438,692 | - | - | - | - | 14,446 | 4,438,692 |

Note: The Table is for investment-related transactions, which have all been fully eliminated when preparing the consolidated financial statements.

ENNOCONN CORPORATION AND SUBSIDIARIES
ACQUISITION OF PROPERTY REACHING NT\$300 MILLION OR 20% OF PAID-IN CAPITAL OR MORE

For the Six Month Ended June 30, 2024

Table 5 Unit: NT\$ thousand

| The Company who acquired real estate | Name of property | Actual transaction date | Transaction amount | Payment status | Counterparty | Relationship | Information on previous transfer of counterparty if it is a related party | | | | Reference used in setting the price | Purpose of acquisition and status of utilization | Other terms and conditions |
|--------------------------------------|--|-------------------------|--------------------|--|--------------------------------|--------------|---|------------------------------|------------------|--------|--|--|----------------------------|
| | | | | | | | Property owner | Relationship with the issuer | Date of transfer | Amount | | | |
| Marketch International Corp. | Construction in progress and equipment awaiting inspection | 2024/02/01 | \$ 599,008 | Billing based on prepayments and construction progress | Song Hui Construction Co.,Ltd. | - | - | - | - | - | To meet future operational development needs | To meet future operational development needs | None |

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 Six Month Ended June 30, 2024

| Company with purchases (sales) | Counterparty | Relationship | Transaction details | | | | Differences in transaction terms compared to third party transactions | | Notes/accounts receivable (payable) | | Remarks |
|--|---|--|---------------------|-------------|---------------------------------------|---|---|--------------------------|-------------------------------------|---|---------|
| | | | Purchases (sales) | Amount | Percentage of total purchases (sales) | Credit period | Unit price | Credit period | Balances | Percentage of total notes/accounts receivable (payable) | |
| American Industrial Systems Inc. | Ennoconn Corporation | Second-tier subsidiary to parent company | Purchases | 836,344 | 1.81% | Net 90 EOM | - | No significant deviation | (542,508) | (2.39)% | |
| Highaim Technology Inc. | ANDRIX INTERNATIONAL LIMITED | Second-tier subsidiary to second-tier subsidiary | Sales | (297,007) | (0.43)% | Net 150 EOM | - | No significant deviation | 2,152,599 | 10.14% | |
| HighAim Technology Inc. | ANDRIX INTERNATIONAL LIMITED | Second-tier subsidiary to second-tier subsidiary | Purchases | 299,123 | 0.65% | Net 150 EOM | - | No significant deviation | (304,462) | (1.34)% | |
| Ennoconn Corporation | Victor Plus Holdings Ltd. | Parent Company to second-tier subsidiary | Purchases | 700,509 | 1.52% | Net 60 EOM | - | No significant deviation | (60,198) | (0.27)% | |
| Marketech International Corp. | Altus Technology Inc. | Second-Tier Subsidiary to associates | Sales | (666,863) | (0.97)% | Payments are made in installments according to the contract | - | No significant deviation | - | -% | |
| Marketech International Corp. | Marketech International Corporation USA | Second-tier subsidiary to second-tier subsidiary | Sales | (118,572) | (0.17)% | Payments are made in installments according to the contract | - | No significant deviation | 44,226 | 0.21% | |
| Ezoom Information, Inc. | Marketech International Corp. | Second-tier subsidiary to second-tier subsidiary | Sales | (127,140) | (0.18)% | Payments are made in installments according to the contract | - | No significant deviation | 43,805 | 0.21% | |
| Goldtek Technology Co., Ltd. | Keenest Electronic Corp. | Second-tier subsidiary to second-tier subsidiary | Sales | (139,013) | (0.20)% | Net 45 | - | No significant deviation | 37,901 | 0.18% | |
| Techno Precision Co., Ltd. | Techno Precision (Shenzhen) Co., Ltd. | Second-tier subsidiary to second-tier subsidiary | Purchases | 230,184 | 0.50% | Net 60 EOM | - | No significant deviation | - | -% | |
| Caswell Inc. | CASO, inc. | Subsidiaries Company to second-tier subsidiary | Sales | (109,258) | (0.16)% | O/A 70 days | - | No significant deviation | 40,233 | 0.19% | |
| EnnoMech Precision Co., Ltd. | Victor Plus Holdings Ltd. | Second-tier subsidiary to second-tier subsidiary | Purchases | 746,039 | 1.62% | Net 60 EOM | - | No significant deviation | (213,284) | (0.94)% | |
| EnnoMech Precision Co., Ltd. | Kontron Europe GmbH | Second-tier subsidiary to second-tier subsidiary | Sales | (618,106) | (0.90)% | Net 120 EOM | - | No significant deviation | 64,202 | 0.30% | |
| Ennoconn (Suzhou) Technology Co., Ltd. | Victor Plus Holdings Ltd. | Second-tier subsidiary to second-tier subsidiary | Sales | (1,890,657) | (2.74)% | Net 30 EOM | - | No significant deviation | 482,851 | 2.27% | |
| Ennoconn (Suzhou) Technology Co., Ltd. | Kontron Asia Technology Inc. | Second-tier subsidiary to second-tier subsidiary | Purchases | 230,263 | 0.50% | Net 45 EOM | - | No significant deviation | (33,627) | (0.15)% | |

| Company with purchases (sales) | Counterparty | Relationship | Transaction details | | | | Differences in transaction terms compared to third party transactions | | Notes/accounts receivable (payable) | | Remarks |
|--|-------------------------------------|--|---------------------|---------|---------------------------------------|---------------|---|--------------------------|-------------------------------------|---|---------|
| | | | Purchases (sales) | Amount | Percentage of total purchases (sales) | Credit period | Unit price | Credit period | Balances | Percentage of total notes/accounts receivable (payable) | |
| Kontron Europe GmbH | Kontron America Inc. | Second-tier subsidiary to second-tier subsidiary | Sales | 431,995 | 0.63% | Net 30 EOM | - | No significant deviation | 369,575 | 1.74% | |
| Kontron Asia Inc. | Kontron Europe GmbH | Second-tier subsidiary to second-tier subsidiary | Sales | 303,232 | 0.44% | Net 30 EOM | - | No significant deviation | 173,456 | 0.82% | |
| Kontron Transportation France S.A.S. | Kontron Transportation GmbH | Second-tier subsidiary to second-tier subsidiary | Sales | 111,991 | 0.16% | Net 30 EOM | - | No significant deviation | 76,485 | 0.36% | |
| Kontron Austria GmbH | Kontron Europe GmbH | Second-tier subsidiary to second-tier subsidiary | Sales | 346,332 | 0.50% | Net 30 EOM | - | No significant deviation | 51,480 | 0.24% | |
| Kontron Canada Inc. | Kontron America Inc. | Second-tier subsidiary to second-tier subsidiary | Sales | 302,937 | 0.44% | Net 30 EOM | - | No significant deviation | 110,337 | 0.52% | |
| Kontron Asia Technology Inc. | Kontron Austria GmbH | Second-tier subsidiary to second-tier subsidiary | Sales | 140,549 | 0.20% | Net 30 EOM | - | No significant deviation | 10,886 | 0.05% | |
| Kontron Electronics Kft. | Kontron Electronics GmbH | Second-tier subsidiary to second-tier subsidiary | Sales | 116,071 | 0.17% | Net 30 EOM | - | No significant deviation | 16,830 | 0.08% | |
| Kontron Asia Technology Inc. | KATEK Group (KATEK Mauerstetten) | Second-tier subsidiary to second-tier subsidiary | Sales | 113,886 | 0.16% | Net 30 EOM | - | No significant deviation | 211,466 | 1.00% | |
| KATEK Group (KATEK Mauerstetten) | Kontron Europe GmbH | Second-tier subsidiary to second-tier subsidiary | Sales | 584,671 | 0.85% | Net 30 EOM | - | No significant deviation | 73,572 | 0.35% | |
| KATEK Group (KATEK Canada Inc) | Kontron America Inc. | Second-tier subsidiary to second-tier subsidiary | Sales | 129,348 | 0.19% | 月結30天 | - | No significant deviation | 156,229 | 0.74% | |
| Kontron Modular Computers S.A.S. | Kontron Europe GmbH | Second-tier subsidiary to second-tier subsidiary | Sales | 109,323 | 0.16% | Net 30 EOM | - | No significant deviation | 12,041 | 0.06% | |
| KATEK Group (KATEK Electronic Bulgaria EOOD) | KATEK Group (KATEK Memmingen GmbH) | Second-tier subsidiary to second-tier subsidiary | Sales | 210,366 | 0.30% | Net 30 EOM | - | No significant deviation | 76,116 | 0.36% | |
| KATEK Group (TeleAlarm S.A.) | KATEK Group (TeleAlarm Europe GmbH) | Second-tier subsidiary to second-tier subsidiary | Sales | 204,868 | 0.30% | Net 30 EOM | - | No significant deviation | 243,223 | 1.15% | |
| KATEK Group (KATEK Leipzig GmbH) | KATEK Group (TeleAlarm S.A.) | Second-tier subsidiary to second-tier subsidiary | Sales | 133,335 | 0.19% | Net 30 EOM | - | No significant deviation | 23,783 | 0.11% | |
| KATEK Group (KATEK Czech Republic s.r.o.) | KATEK Group (KATEK GmbH) | Second-tier subsidiary to second-tier subsidiary | Sales | 517,143 | 0.75% | Net 30 EOM | - | No significant deviation | 129,092 | 0.61% | |
| KATEK Group (KATEK Hungary Kft.) | KATEK Group (KATEK GmbH) | Second-tier subsidiary to second-tier subsidiary | Sales | 554,386 | 0.80% | Net 30 EOM | - | No significant deviation | 160,211 | 0.75% | |
| KATEK Group (KATEK Czech Republic s.r.o.) | KATEK Group (esystems MTG) | Second-tier subsidiary to second-tier subsidiary | Sales | 210,477 | 0.30% | Net 30 EOM | - | No significant deviation | 83,693 | 0.39% | |

Note 1: The above transactions related to consolidated entities have been eliminated when preparing the consolidated financial statements.

Note 2: Payments are made in installments according to the contract.

ENNOCONN CORPORATION AND SUBSIDIARIES
RECEIVABLES FROM RELATED PARTIES REACHING NT\$100 MILLION OR 20% OF PAID-IN CAPITAL OR MORE

June 30, 2024

Table 7

Unit: NT\$ thousand

| Company accounted for receivables | Name of counterparty | Relationship | Balance of accounts receivable from related parties | Turnover rate | Overdue receivables from related parties | | Amount subsequently recovered from receivables from related parties | Provision Allowance for Impairment Loss |
|--|--|--|---|---------------|--|--------------|---|---|
| | | | | | Amount | Action taken | | |
| Marketch International Corp. | Marketch International Corporation USA | Second-tier subsidiary to second-tier subsidiary | 1,957,366 | | - | - | - | - |
| MIC-Tech Ventures Asia Pacific Inc. | Mic-Tech Electronics Engineering Corp. | Second-tier subsidiary to second-tier subsidiary | 453,380 | | - | - | - | - |
| MIC-Tech Ventures Asia Pacific Inc. | Mic-Tech (Shanghai) Corp. | Second-tier subsidiary to second-tier subsidiary | 386,706 | | - | - | - | - |
| Ennoconn Corporation | American Industrial Systems Inc. | Parent Company to second-tier subsidiary | 542,508 | | - | - | - | - |
| Techno Precision Co., Ltd. | Techno Precision (Shenzhen) Co., Ltd. | Second-tier subsidiary to second-tier subsidiary | 206,023 | | - | - | - | - |
| T-Paragon MetaL (Shenzhen) Co., Ltd. | T-Paragon Die Casting Co., Ltd. | Second-tier subsidiary to second-tier subsidiary | 144,803 | | - | - | - | - |
| Victor Plus Holdings Ltd. | EnnoMech Precision Co., Ltd. | Second-tier subsidiary to second-tier subsidiary | 213,284 | | - | - | - | - |
| Victor Plus Holdings Ltd. | Ennoconn (Suzhou) Technology Co., Ltd. | Second-tier subsidiary to second-tier subsidiary | 146,487 | | - | - | - | - |
| Victor Plus Holdings Ltd. | Ennoconn Corporation | Second-tier subsidiary to parent company | 155,125 | | - | - | - | - |
| Highaim Technology Inc. | ANDRIX INTERNATIONAL LIMITED | Second-tier subsidiary to second-tier subsidiary | 2,152,599 | | - | - | - | - |
| Highaim Technology Inc. | Funology Investment Inc. | Second-tier subsidiary to second-tier subsidiary | 570,764 | | - | - | - | - |
| Ennoconn (Suzhou) Technology Co., Ltd. | Victor Plus Holdings Ltd. | Second-tier subsidiary to second-tier subsidiary | 482,851 | | - | - | - | - |
| Kontron Europe GmbH | Kontron America Inc. | Second-tier subsidiary to second-tier subsidiary | 369,575 | | - | - | - | - |
| Kontron AG | Kontron Services Romania S.R.L. (formerly: S&T Romania S.R.L.) | Second-tier subsidiary to second-tier subsidiary | 882,138 | | - | - | - | - |
| Kontron AG | Kontron Europe GmbH | Second-tier subsidiary to second-tier subsidiary | 2,144,113 | | - | - | - | - |
| Kontron AG | Kontron Austria GmbH | Second-tier subsidiary to second-tier subsidiary | 142,223 | | - | - | - | - |
| Kontron AG | Kontron Transportation GmbH | Second-tier subsidiary to second-tier subsidiary | 768,441 | | - | - | - | - |
| Kontron Europe GmbH | Kontron Electronics GmbH | Second-tier subsidiary to second-tier subsidiary | 627,642 | | - | - | - | - |

| Company accounted for receivables | Name of counterparty | Relationship | Balance of accounts receivable from related parties | Turnover rate | Overdue receivables from related parties | | Amount subsequently recovered from receivables from related parties | Provision Allowance for Impairment Loss |
|--|---|--|---|---------------|--|--------------|---|---|
| | | | | | Amount | Action taken | | |
| Kontron Transportation Deutschland GmbH | Kontron Transportation GmbH | Second-tier subsidiary to second-tier subsidiary | 394,957 | | - | - | - | - |
| Kontron d.o.o. (formerly: Iskratel d.o.o.) | JSC Iskra Technologies (formerly: AO IskraUralTel) | Second-tier subsidiary to second-tier subsidiary | 243,301 | | - | - | - | - |
| Kontron Europe GmbH | Kontron Asia Pacific Design Sdn. Bhd. | Second-tier subsidiary to second-tier subsidiary | 173,416 | | - | - | - | - |
| Kontron AG | Kontron Modular Computers S.A.S. | Second-tier subsidiary to second-tier subsidiary | 143,047 | | - | - | - | - |
| Kontron AG | Kontron Electronics GmbH | Second-tier subsidiary to second-tier subsidiary | 367,300 | | - | - | - | - |
| Kontron AG | Kontron Beteiligungs GmbH | Second-tier subsidiary to second-tier subsidiary | 5,844,102 | | - | - | - | - |
| Kontron Beteiligungs GmbH | Kontron Europe GmbH | Second-tier subsidiary to second-tier subsidiary | 815,685 | | - | - | - | - |
| Kontron Canada Inc. | Kontron America Inc. | Second-tier subsidiary to second-tier subsidiary | 110,337 | | - | - | - | - |
| Kontron Transportation GmbH | Kontron Transportation Espana, S.L.U. | Second-tier subsidiary to second-tier subsidiary | 371,933 | | - | - | - | - |
| Kontron AG | Kontron d.o.o. (formerly: Iskratel d.o.o.) | Second-tier subsidiary to second-tier subsidiary | 212,453 | | - | - | - | - |
| Kontron Transportation s.r.o. | Kontron Transportation GmbH | Second-tier subsidiary to second-tier subsidiary | 224,263 | | - | - | - | - |
| Kontron Transportation GmbH | Kontron Transportation Schweiz AG (former: Comlab AG) | Second-tier subsidiary to second-tier subsidiary | 541,937 | | - | - | - | - |
| Kontron Transportation UK Ltd. | Kontron Transportation GmbH | Second-tier subsidiary to second-tier subsidiary | 527,604 | | - | - | - | - |
| Kontron AG | Kontron Electronics AG | Second-tier subsidiary to second-tier subsidiary | 106,914 | | - | - | - | - |
| Kontron AG | Bsquare Corporation | Second-tier subsidiary to second-tier subsidiary | 277,801 | | - | - | - | - |
| Kontron Asia Technology Inc. | KATEK Group (KATEK Mauerstetten) | Second-tier subsidiary to second-tier subsidiary | 211,466 | | - | - | - | - |
| Kontron AG | KATEK Group (KATEK SE) | Second-tier subsidiary to second-tier subsidiary | 3,036,765 | | - | - | - | - |
| Kontron d.o.o. (formerly: Iskratel d.o.o.) | IskraCom | Second-tier subsidiary to second-tier subsidiary | 135,689 | | - | - | - | - |
| Kontron AG | KATEK Group (KATEK Memmingen GmbH) | Second-tier subsidiary to second-tier subsidiary | 173,665 | | - | - | - | - |

| Company accounted for receivables | Name of counterparty | Relationship | Balance of accounts receivable from related parties | Turnover rate | Overdue receivables from related parties | | Amount subsequently recovered from receivables from related parties | Provision Allowance for Impairment Loss |
|-------------------------------------|--|--|---|---------------|--|--------------|---|---|
| | | | | | Amount | Action taken | | |
| Kontron Europe GmbH | KATEK Group (KATEK Mauerstetten) | Second-tier subsidiary to second-tier subsidiary | 236,260 | | - | - | - | - |
| KATEK Group (KATEK Canada Inc.) | Kontron America Inc. | Second-tier subsidiary to second-tier subsidiary | 156,229 | | - | - | - | - |
| Kontron Asia Technology Inc. | Kontron Europe GmbH | Second-tier subsidiary to second-tier subsidiary | 173,456 | | - | - | - | - |
| Kontron AG | JSC Iskra Technologies (formerly: AO IskraUralTel) | Second-tier subsidiary to second-tier subsidiary | 111,169 | | - | - | - | - |
| KATEK Group (KATEK SE) | KATEK Group (KATEK Memmingen GmbH) | Second-tier subsidiary to second-tier subsidiary | 116,439 | | - | - | - | - |
| KATEK Group (KATEK SE) | KATEK Group (beflex electronic GmbH) | Second-tier subsidiary to second-tier subsidiary | 133,690 | | - | - | - | - |
| KATEK Group (KATEK SE) | KATEK Group (KATEK Leipzig GmbH) | Second-tier subsidiary to second-tier subsidiary | 659,491 | | - | - | - | - |
| KATEK Group (KATEK SE) | KATEK Group (KATEK GmbH) | Second-tier subsidiary to second-tier subsidiary | 565,534 | | - | - | - | - |
| KATEK Group (KATEK SE) | KATEK Group (KATEK Mauerstetten GmbH) | Second-tier subsidiary to second-tier subsidiary | 236,750 | | - | - | - | - |
| KATEK Group (KATEK SE) | KATEK Group (esystems MTG) | Second-tier subsidiary to second-tier subsidiary | 600,036 | | - | - | - | - |
| KATEK Group (KATEK SE) | KATEK Group (KATEK Canada Inc) | Second-tier subsidiary to second-tier subsidiary | 132,841 | | - | - | - | - |
| KATEK Group (TeleAlarm Europe GmbH) | KATEK Group (TeleAlarm S.A.) | Second-tier subsidiary to second-tier subsidiary | 243,223 | | - | - | - | - |
| KATEK Group (KATEK Leipzig GmbH) | KATEK Group (KATEK Düsseldorf GmbH) | Second-tier subsidiary to second-tier subsidiary | 319,420 | | - | - | - | - |
| KATEK Group (KATEK GmbH) | KATEK Group (KATEK Czech Republic s.r.o.) | Second-tier subsidiary to second-tier subsidiary | 708,787 | | - | - | - | - |
| KATEK Group (KATEK GmbH) | KATEK Group (KATEK Hungary Kft.) | Second-tier subsidiary to second-tier subsidiary | 363,572 | | - | - | - | - |

Note 1: The above transactions related to consolidated entities have been eliminated when preparing the consolidated financial statements.

Note 2: Not applicable as they are other receivables arising from loans to related parties.

ENNOCONN CORPORATION AND SUBSIDIARIES
SIGNIFICANT INTERCOMPANY TRANSACTIONS THAT HAVE BEEN ELIMINATED

For the Six Month Ended June 30, 2024

| No. (Note 1) | Name of counterparty | Counterparty | Relationship with the counterparty (Note 2) | Transaction details | | | |
|--------------|------------------------------|--|--|---------------------------------------|-----------|--|---|
| | | | | Account | Amount | Transaction terms | Percentage of consolidated total operating revenue or total assets (Note 3) |
| 0 | Ennoconn Corporation | Victor Plus Holdings Ltd. | Parent Company to second-tier subsidiary | Cost of Goods Purchased | 700,509 | Common Transaction Terms | 1.01% |
| 0 | Ennoconn Corporation | Victor Plus Holdings Ltd. | Parent Company to second-tier subsidiary | Accounts payable - related parties | 60,198 | Common Transaction Terms | 0.04% |
| 0 | Ennoconn Corporation | Victor Plus Holdings Ltd. | Parent Company to second-tier subsidiary | Accrued Expenses - Related Parties | 93,052 | Common Transaction Terms | 0.06% |
| 0 | Ennoconn Corporation | American Industrial Systems Inc. | Parent Company to second-tier subsidiary | Sales revenue | 836,344 | Common Transaction Terms | 0.57% |
| 0 | Ennoconn Corporation | American Industrial Systems Inc. | Parent Company to second-tier subsidiary | Accounts Receivable – Related Parties | 542,508 | Common Transaction Terms | 0.37% |
| 0 | Ennoconn Corporation | Ennoconn Hungary Kft. | Parent Company to second-tier subsidiary | Sales revenue | 97,809 | Common Transaction Terms | 0.07% |
| 0 | Ennoconn Corporation | Ennoconn Hungary Kft. | Parent Company to second-tier subsidiary | Accounts Receivable – Related Parties | 35,702 | Common Transaction Terms | 0.02% |
| 0 | Ennoconn Corporation | HighAim Technology INC. | Parent Company to second-tier subsidiary | Cost of Goods Purchased | 46,908 | Common Transaction Terms | 0.07% |
| 0 | Ennoconn Corporation | HighAim Technology INC. | Parent Company to second-tier subsidiary | Accounts payable - related parties | 22,609 | Common Transaction Terms | 0.02% |
| 1 | Marketch International Corp. | Mic-Tech Electronics Engineering Corp. | Second-tier subsidiary to second-tier subsidiary | Non-Operating Revenue | 18,717 | Depending on the transaction contract | 0.03% |
| 1 | Marketch International Corp. | Mic-Tech Electronics Engineering Corp. | Second-tier subsidiary to second-tier subsidiary | Other Receivables | 9,116 | Depending on the contract or individual agreement terms, payment is typically received within 2-3 months after the transaction is confirmed. | 0.01% |
| 1 | Marketch International Corp. | Marketch Integrated Pte. Ltd. | Second-tier subsidiary to second-tier subsidiary | Accounts Receivable | 10,908 | Depending on the contract or individual agreement terms, payment is typically received within 2-3 months after the transaction is confirmed. | 0.01% |
| 1 | Marketch International Corp. | Marketch Integrated Pte. Ltd. | Second-tier subsidiary to second-tier subsidiary | Sales Contract Revenue | 16,663 | The transaction prices and payment terms for the sale of goods are not materially different from those with non-related parties | 0.02% |
| 1 | Marketch International Corp. | Ezoom Information, Inc. | Second-tier subsidiary to second-tier subsidiary | Prepayments to suppliers | 20,579 | Depending on the transaction contract | 0.01% |
| 1 | Marketch International Corp. | Marketch International Corporation USA | Second-tier subsidiary to second-tier subsidiary | Other Receivables | 1,957,366 | Depending on the contract or individual agreement terms, payment is typically received within 2-3 months after the transaction is confirmed. | 1.35% |
| 1 | Marketch International Corp. | Marketch International Corporation USA | Second-tier subsidiary to second-tier subsidiary | Accounts Receivable | 44,226 | Depending on the contract or individual agreement terms, payment is typically received within 2-3 months after the transaction is confirmed. | 0.03% |

| No. (Note 1) | Name of counterparty | Counterparty | Relationship with the counterparty (Note 2) | Transaction details | | | |
|--------------|-------------------------------|--|--|-------------------------------|---------|---|---|
| | | | | Account | Amount | Transaction terms | Percentage of consolidated total operating revenue or total assets (Note 3) |
| 1 | Marketch International Corp. | Marketch International Corporation USA | Second-tier subsidiary to second-tier subsidiary | Construction Contract Revenue | 115,528 | The Group handles engineering fees for related parties and non-related parties in accordance with general engineering contract or individual agreement terms. Additionally, the Group's payment terms for related parties are not significantly different from those for general customers, depending on the engineering contract or individual agreement, which is typically 2 to 3 months after project acceptance. | 0.17% |
| 1 | Marketch International Corp. | Marketch International Corporation USA | Second-tier subsidiary to second-tier subsidiary | Non-Operating Revenue | 39,321 | Depending on the transaction contract | 0.06% |
| 1 | Marketch International Corp. | Marketch Netherlands B.V. | Second-tier subsidiary to second-tier subsidiary | Prepayments to suppliers | 8,508 | Depending on the transaction contract | 0.01% |
| 1 | Marketch International Corp. | Spiro Technology Systems Inc. | Second-tier subsidiary to second-tier subsidiary | Prepayments to suppliers | 21,320 | Depending on the transaction contract | 0.01% |
| 2 | Ezoom Information, Inc. | Marketch International Corp. | Second-tier subsidiary to second-tier subsidiary | Accounts Receivable | 27,677 | Depending on the contract or individual agreement terms, payment is typically received within 2-3 months after the transaction is confirmed. | 0.02% |
| 2 | Ezoom Information, Inc. | Marketch International Corp. | Second-tier subsidiary to second-tier subsidiary | Notes Receivable | 16,128 | Depending on the contract or individual agreement terms, payment is typically received within 2-3 months after the transaction is confirmed. | 0.01% |
| 2 | Ezoom Information, Inc. | Marketch International Corp. | Second-tier subsidiary to second-tier subsidiary | Service Contract Revenue | 28,121 | Service and sales refers to agreed profits from sales between related parties. | 0.04% |
| 2 | Ezoom Information, Inc. | Marketch International Corp. | Second-tier subsidiary to second-tier subsidiary | Construction Contract Revenue | 99,019 | The Group handles engineering fees for related parties and non-related parties in accordance with general engineering contract or individual agreement terms. Additionally, the Group's payment terms for related parties are not significantly different from those for general customers, depending on the engineering contract or individual agreement, which is typically 2 to 3 months after project acceptance. | 0.14% |
| 3 | ADAT Technology Co., Ltd. | Marketch International Corp. | Second-tier subsidiary to second-tier subsidiary | Service Contract Revenue | 8,833 | Service and sales refers to agreed profits from sales between related parties. | 0.01% |
| 4 | MIC-Tech Global Corp. | Marketch International Corp. | Second-tier subsidiary to second-tier subsidiary | Sales Contract Revenue | 82,100 | The transaction prices and payment terms for the sale of goods are not materially different from those with non-related parties | 0.12% |
| 4 | MIC-Tech Global Corp. | Marketch International Corp. | Second-tier subsidiary to second-tier subsidiary | Accounts Receivable | 9,813 | Depending on the contract or individual agreement terms, payment is typically received within 2-3 months after the transaction is confirmed. | 0.01% |
| 5 | Spiro Technology Systems Inc. | Marketch International Corp. | Second-tier subsidiary to second-tier subsidiary | Sales Contract Revenue | 24,823 | The transaction prices and payment terms for the sale of goods are not materially different from those with non-related parties | 0.04% |

| No. (Note 1) | Name of counterparty | Counterparty | Relationship with the counterparty (Note 2) | Transaction details | | | |
|--------------|---|---|--|-------------------------------|---------|---|---|
| | | | | Account | Amount | Transaction terms | Percentage of consolidated total operating revenue or total assets (Note 3) |
| 5 | Spiro Technology Systems Inc. | Marketch International Corp. | Second-tier subsidiary to second-tier subsidiary | Accounts Receivable | 10,761 | Depending on the contract or individual agreement terms, payment is typically received within 2-3 months after the transaction is confirmed. | 0.01% |
| 6 | Marketch Netherlands B.V. | Marketch International Corp. | Second-tier subsidiary to second-tier subsidiary | Sales Contract Revenue | 8,532 | The transaction prices and payment terms for the sale of goods are not materially different from those with non-related parties | 0.01% |
| 7 | Vertex Corporation | Marketch International Corp. | Second-tier subsidiary to second-tier subsidiary | Construction Contract Revenue | 9,747 | The Group handles engineering fees for related parties and non-related parties in accordance with general engineering contract or individual agreement terms. Additionally, the Group's payment terms for related parties are not significantly different from those for general customers, depending on the engineering contract or individual agreement, which is typically 2 to 3 months after project acceptance. | 0.01% |
| 8 | Mic-Tech Electronics Engineering Corp. | Shanghai Maohua Electronics Engineering Co., Ltd. | Second-tier subsidiary to second-tier subsidiary | Other Receivables | 26,669 | Depending on the contract or individual agreement terms, payment is typically received within 2-3 months after the transaction is confirmed. | 0.02% |
| 9 | Shanghai Maohua Electronics Engineering Co., Ltd. | Mic-Tech Electronics Engineering Corp. | Second-tier subsidiary to second-tier subsidiary | Accounts Receivable | 28,030 | Depending on the contract or individual agreement terms, payment is typically received within 2-3 months after the transaction is confirmed. | 0.02% |
| 9 | Shanghai Maohua Electronics Engineering Co., Ltd. | Mic-Tech Electronics Engineering Corp. | Second-tier subsidiary to second-tier subsidiary | Construction Contract Revenue | 54,965 | The Group handles engineering fees for related parties and non-related parties in accordance with general engineering contract or individual agreement terms. Additionally, the Group's payment terms for related parties are not significantly different from those for general customers, depending on the engineering contract or individual agreement, which is typically 2 to 3 months after project acceptance. | 0.08% |
| 10 | Mic-Tech (Wuxi) Co., Ltd. | MIC Industrial Viet Nam Co., Ltd. | Second-tier subsidiary to second-tier subsidiary | Sales Contract Revenue | 16,505 | The transaction prices and payment terms for the sale of goods are not materially different from those with non-related parties | 0.02% |
| 10 | Mic-Tech (Wuxi) Co., Ltd. | MIC Industrial Viet Nam Co., Ltd. | Second-tier subsidiary to second-tier subsidiary | Accounts Receivable | 11,746 | Depending on the contract or individual agreement terms, payment is typically received within 2-3 months after the transaction is confirmed. | 0.01% |
| 11 | MIC-Tech Ventures Asia Pacific Inc. | Mic-Tech Electronics Engineering Corp. | Second-tier subsidiary to second-tier subsidiary | Other Receivables | 453,380 | Depending on the contract or individual agreement terms, payment is typically received within 2-3 months after the transaction is confirmed. | 0.31% |
| 11 | MIC-Tech Ventures Asia Pacific Inc. | Mic-Tech (Shanghai) Corp. | Second-tier subsidiary to second-tier subsidiary | Other Receivables | 386,706 | Depending on the contract or individual agreement terms, payment is typically received within 2-3 months after the transaction is confirmed. | 0.27% |
| 12 | Caswell Inc. | CASO, inc. | Subsidiaries Company to second-tier subsidiary | Sales revenue | 109,258 | In accordance with general conditions | 0.08% |
| 12 | Caswell Inc. | CASO, inc. | Subsidiaries Company to second-tier subsidiary | Accounts Receivable | 40,233 | In accordance with general conditions | 0.03% |
| 12 | Caswell Inc. | Caswell Americas Inc. | Subsidiaries Company to second-tier subsidiary | Sales revenue | 35,164 | In accordance with general conditions | 0.02% |
| 12 | Caswell Inc. | Caswell Americas Inc. | Subsidiaries Company to second-tier subsidiary | Accounts Receivable | 22,934 | In accordance with general conditions | 0.02% |

| No. (Note 1) | Name of counterparty | Counterparty | Relationship with the counterparty (Note 2) | Transaction details | | | |
|--------------|---------------------------------------|---|--|------------------------------------|---------|--------------------------|---|
| | | | | Account | Amount | Transaction terms | Percentage of consolidated total operating revenue or total assets (Note 3) |
| 13 | Goldtek Technology Co., Ltd. | Goldtek Technology (Shenzhen) Co., Ltd. | Second-tier subsidiary to second-tier subsidiary | Accounts Receivable | 71,835 | Common Transaction Terms | 0.05% |
| 13 | Goldtek Technology Co., Ltd. | Goldtek Technology (Shenzhen) Co., Ltd. | Second-tier subsidiary to second-tier subsidiary | Purchases | 65,260 | Common Transaction Terms | 0.04% |
| 13 | Goldtek Technology Co., Ltd. | Keenest Electronic Corp. | Second-tier subsidiary to second-tier subsidiary | Accounts Receivable | 37,901 | Common Transaction Terms | 0.03% |
| 13 | Goldtek Technology Co., Ltd. | Keenest Electronic Corp. | Second-tier subsidiary to second-tier subsidiary | Sales revenue | 139,013 | Common Transaction Terms | 0.20% |
| 14 | Techno Precision Co., Ltd. | Techno Precision (Shenzhen) Co., Ltd. | Second-tier subsidiary to second-tier subsidiary | Accounts Receivable | 206,023 | Common Transaction Terms | 0.14% |
| 14 | Techno Precision Co., Ltd. | Techno Precision (Shenzhen) Co., Ltd. | Second-tier subsidiary to second-tier subsidiary | Sales revenue | 45,858 | Common Transaction Terms | 0.07% |
| 15 | Techno Precision (Shenzhen) Co., Ltd. | Techno Precision Co., Ltd. | Second-tier subsidiary to second-tier subsidiary | Sales revenue | 230,184 | Common Transaction Terms | 0.33% |
| 15 | T-Paragon Metal (Shenzhen) Co., Ltd. | T-Paragon Die Casting Co., Ltd. | Second-tier subsidiary to second-tier subsidiary | Accounts Receivable | 144,803 | Common Transaction Terms | 0.10% |
| 16 | HighAim Technology Inc. | ANDRIX INTERNATIONAL LIMITED | Second-tier subsidiary to second-tier subsidiary | Accounts payable - related parties | 304,462 | Common Transaction Terms | 0.21% |
| 16 | HighAim Technology Inc. | ANDRIX INTERNATIONAL LIMITED | Second-tier subsidiary to second-tier subsidiary | Cost of Goods Purchased | 299,123 | Common Transaction Terms | 0.43% |
| 16 | HighAim Technology Inc. | Funology Investment Inc. | Second-tier subsidiary to second-tier subsidiary | Accounts payable - related parties | 81,183 | Common Transaction Terms | 0.06% |
| 16 | HighAim Technology Inc. | Funology Investment Inc. | Second-tier subsidiary to second-tier subsidiary | Cost of Goods Purchased | 79,807 | Common Transaction Terms | 0.12% |

| No. (Note 1) | Name of counterparty | Counterparty | Relationship with the counterparty (Note 2) | Transaction details | | | |
|--------------|---|--|--|---------------------------------------|-----------|--------------------------|---|
| | | | | Account | Amount | Transaction terms | Percentage of consolidated total operating revenue or total assets (Note 3) |
| 17 | Highaim Technology Inc. | ANDRIX INTERNATIONAL LIMITED | Second-tier subsidiary to second-tier subsidiary | Accounts Receivable – Related Parties | 2,152,599 | Common Transaction Terms | 1.48% |
| 17 | Highaim Technology Inc. | ANDRIX INTERNATIONAL LIMITED | Second-tier subsidiary to second-tier subsidiary | Sales revenue | 297,007 | Common Transaction Terms | 0.43% |
| 17 | Highaim Technology Inc. | Funology Investment Inc. | Second-tier subsidiary to second-tier subsidiary | Accounts Receivable – Related Parties | 570,764 | Common Transaction Terms | 0.39% |
| 17 | Highaim Technology Inc. | Funology Investment Inc. | Second-tier subsidiary to second-tier subsidiary | Sales revenue | 78,752 | Common Transaction Terms | 0.11% |
| 18 | Victor Plus Holdings Ltd. | Ennoconn (Suzhou) Technology Co., Ltd. | Second-tier subsidiary to second-tier subsidiary | Cost of Goods Purchased | 1,890,657 | Common Transaction Terms | 2.74% |
| 18 | Victor Plus Holdings Ltd. | Ennoconn (Suzhou) Technology Co., Ltd. | Second-tier subsidiary to second-tier subsidiary | Accounts payable - related parties | 482,851 | Common Transaction Terms | 0.33% |
| 18 | Victor Plus Holdings Ltd. | EnnoMech Precision Co., Ltd. | Second-tier subsidiary to second-tier subsidiary | Sales revenue | 755,275 | Common Transaction Terms | 1.09% |
| 18 | Victor Plus Holdings Ltd. | EnnoMech Precision Co., Ltd. | Second-tier subsidiary to second-tier subsidiary | Accounts Receivable – Related Parties | 213,284 | Common Transaction Terms | 0.15% |
| 19 | Ennoconn International Investment Co., Ltd. | Thecus Technology Corp. | Subsidiaries Company to second-tier subsidiary | Other receivables – related parties | 75,050 | Common Transaction Terms | 0.05% |
| 20 | Ennoconn (Suzhou) Technology Co., Ltd. | Ennoconn Corporation | Second-tier subsidiary to parent company | Cost of Goods Sold | 33,006 | Common Transaction Terms | 0.05% |
| 20 | Ennoconn (Suzhou) Technology Co., Ltd. | Ennoconn Corporation | Second-tier subsidiary to parent company | Accounts payable - related parties | 26,440 | Common Transaction Terms | 0.02% |
| 20 | Ennoconn (Suzhou) Technology Co., Ltd. | HighAim Technology INC. | Second-tier subsidiary to second-tier subsidiary | Cost of Goods Purchased | 61,451 | Common Transaction Terms | 0.09% |
| 20 | Ennoconn (Suzhou) Technology Co., Ltd. | HighAim Technology INC. | Second-tier subsidiary to second-tier subsidiary | Accounts payable - related parties | 24,646 | Common Transaction Terms | 0.02% |
| 20 | Ennoconn (Suzhou) Technology Co., Ltd. | Kontron Asia Technology Inc. | Second-tier subsidiary to second-tier subsidiary | Accounts payable - related parties | 33,627 | Common Transaction Terms | 0.02% |
| 20 | Ennoconn (Suzhou) Technology Co., Ltd. | Kontron Asia Technology Inc. | Second-tier subsidiary to second-tier subsidiary | Cost of Goods Purchased | 230,263 | Common Transaction Terms | 0.33% |
| 20 | Ennoconn (Suzhou) Technology Co., Ltd. | Highaim Technology Inc. | Second-tier subsidiary to second-tier subsidiary | Cost of Goods Purchased | 42,407 | Common Transaction Terms | 0.06% |
| 20 | Ennoconn (Suzhou) Technology Co., Ltd. | Highaim Technology Inc. | Second-tier subsidiary to second-tier subsidiary | Accounts payable - related parties | 20,645 | Common Transaction Terms | 0.01% |
| 21 | Kontron AG | Kontron Services Romania S.R.L. (formerly: S&T Romania S.R.L.) | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 882,138 | Common Transaction Terms | 0.61% |
| 21 | Kontron AG | Kontron Europe GmbH | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 2,144,113 | Common Transaction Terms | 1.47% |

| No. (Note 1) | Name of counterparty | Counterparty | Relationship with the counterparty (Note 2) | Transaction details | | | |
|--------------|--|--|--|-------------------------------------|-----------|--------------------------|---|
| | | | | Account | Amount | Transaction terms | Percentage of consolidated total operating revenue or total assets (Note 3) |
| 21 | Kontron AG | Kontron Austria GmbH | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 142,223 | Common Transaction Terms | 0.10% |
| 21 | Kontron AG | Kontron Transportation GmbH | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 768,441 | Common Transaction Terms | 0.53% |
| 21 | Kontron AG | Kontron Modular Computers S.A.S. | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 143,047 | Common Transaction Terms | 0.10% |
| 21 | Kontron AG | Kontron Electronics GmbH | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 367,300 | Common Transaction Terms | 0.25% |
| 21 | Kontron AG | Kontron Beteiligungs GmbH | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 5,844,102 | Common Transaction Terms | 4.02% |
| 21 | Kontron AG | Kontron d.o.o. (formerly: Iskratel d.o.o.) | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 212,453 | Common Transaction Terms | 0.15% |
| 21 | Kontron AG | Kontron Electronics AG | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 106,914 | Common Transaction Terms | 0.07% |
| 21 | Kontron AG | Bsquare Corporation | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 277,801 | Common Transaction Terms | 0.19% |
| 21 | Kontron AG | KATEK Group (KATEK SE) | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 3,036,765 | Common Transaction Terms | 2.09% |
| 21 | Kontron AG | KATEK Group (KATEK Memmingen GmbH) | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 173,665 | Common Transaction Terms | 0.12% |
| 21 | Kontron AG | JSC Iskra Technologies (formerly: AO IskraUralTel) | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 111,169 | Common Transaction Terms | 0.08% |
| 22 | Kontron Asia Technology Inc. | Kontron Europe GmbH | Second-tier subsidiary to second-tier subsidiary | Sales revenue | 303,232 | Common Transaction Terms | 0.44% |
| 22 | Kontron Asia Technology Inc. | Kontron Austria GmbH | Second-tier subsidiary to second-tier subsidiary | Sales revenue | 140,549 | Common Transaction Terms | 0.20% |
| 22 | Kontron Asia Technology Inc. | KATEK Group (KATEK Mauerstetten) | Second-tier subsidiary to second-tier subsidiary | Sales revenue | 113,886 | Common Transaction Terms | 0.16% |
| 22 | Kontron Asia Technology Inc. | KATEK Group (KATEK Mauerstetten) | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 211,466 | Common Transaction Terms | 0.15% |
| 22 | Kontron Asia Technology Inc. | Kontron Europe GmbH | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 173,456 | Common Transaction Terms | 0.12% |
| 23 | Kontron Austria GmbH | Kontron Europe GmbH | Second-tier subsidiary to second-tier subsidiary | Sales revenue | 346,332 | Common Transaction Terms | 0.50% |
| 24 | Kontron Beteiligungs GmbH | Kontron Europe GmbH | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 815,685 | Common Transaction Terms | 0.56% |
| 25 | Kontron Canada Inc. | Kontron America Inc. | Second-tier subsidiary to second-tier subsidiary | Sales revenue | 302,937 | Common Transaction Terms | 0.44% |
| 25 | Kontron Canada Inc. | Kontron America Inc. | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 110,337 | Common Transaction Terms | 0.08% |
| 26 | Kontron d.o.o. (formerly: Iskratel d.o.o.) | JSC Iskra Technologies (formerly: AO IskraUralTel) | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 243,301 | Common Transaction Terms | 0.17% |
| 26 | Kontron d.o.o. (formerly: Iskratel d.o.o.) | IskraCom | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 135,689 | Common Transaction Terms | 0.09% |
| 27 | Kontron Electronics Kft. | Kontron Electronics GmbH | Second-tier subsidiary to second-tier subsidiary | Sales revenue | 116,071 | Common Transaction Terms | 0.17% |
| 28 | Kontron Europe GmbH | EnmoMech Precision Co., Ltd. | Second-tier subsidiary to second-tier subsidiary | Accounts payable - related parties | 411,234 | Common Transaction Terms | 0.28% |
| 28 | Kontron Europe GmbH | Kontron America Inc. | Second-tier subsidiary to second-tier subsidiary | Sales revenue | 431,995 | Common Transaction Terms | 0.63% |

| No. (Note 1) | Name of counterparty | Counterparty | Relationship with the counterparty (Note 2) | Transaction details | | | |
|--------------|--|---|--|-------------------------------------|---------|--------------------------|---|
| | | | | Account | Amount | Transaction terms | Percentage of consolidated total operating revenue or total assets (Note 3) |
| 28 | Kontron Europe GmbH | EnnoMech Precision Co., Ltd. | Second-tier subsidiary to second-tier subsidiary | Cost of Goods Purchased | 630,912 | Common Transaction Terms | 0.91% |
| 28 | Kontron Europe GmbH | Kontron America Inc. | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 369,575 | Common Transaction Terms | 0.25% |
| 28 | Kontron Europe GmbH | Kontron Electronics GmbH | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 627,642 | Common Transaction Terms | 0.43% |
| 28 | Kontron Europe GmbH | Kontron Asia Pacific Design Sdn. Bhd. | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 173,416 | Common Transaction Terms | 0.12% |
| 28 | Kontron Europe GmbH | KATEK Group (KATEK Mauerstetten) | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 236,260 | Common Transaction Terms | 0.16% |
| 29 | Kontron Modular Computers S.A.S. | Kontron Europe GmbH | Second-tier subsidiary to second-tier subsidiary | Sales revenue | 109,323 | Common Transaction Terms | 0.16% |
| 30 | Kontron Transportation Deutschland GmbH | Kontron Transportation GmbH | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 394,957 | Common Transaction Terms | 0.27% |
| 31 | Kontron Transportation France S.A.S. | Kontron Transportation GmbH | Second-tier subsidiary to second-tier subsidiary | Sales revenue | 111,991 | Common Transaction Terms | 0.16% |
| 31 | Kontron Transportation France S.A.S. | Kontron Transportation GmbH | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 101,689 | Common Transaction Terms | 0.07% |
| 32 | Kontron Transportation GmbH | Kontron Transportation UK Ltd. | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 118,428 | Common Transaction Terms | 0.08% |
| 32 | Kontron Transportation GmbH | Kontron Transportation s.r.o. | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 109,341 | Common Transaction Terms | 0.08% |
| 32 | Kontron Transportation GmbH | Kontron Transportation Espana, S.L.U. | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 371,933 | Common Transaction Terms | 0.26% |
| 32 | Kontron Transportation GmbH | Kontron Transportation Schweiz AG (former: Comlab AG) | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 541,937 | Common Transaction Terms | 0.37% |
| 33 | Kontron Transportation s.r.o. | Kontron Transportation GmbH | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 224,263 | Common Transaction Terms | 0.15% |
| 34 | Kontron Transportation UK Ltd. | Kontron Transportation GmbH | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 527,604 | Common Transaction Terms | 0.36% |
| 35 | KATEK Group (Katek Canada Inc) | Kontron America Inc. | Second-tier subsidiary to second-tier subsidiary | Sales revenue | 129,348 | Common Transaction Terms | 0.19% |
| 35 | KATEK Group (Katek Canada Inc) | Kontron America Inc. | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 156,229 | Common Transaction Terms | 0.11% |
| 36 | KATEK Group (KATEK Czech Republic s.r.o.) | KATEK Group (KATEK GmbH) | Second-tier subsidiary to second-tier subsidiary | Sales revenue | 517,143 | Common Transaction Terms | 0.75% |
| 36 | KATEK Group (KATEK Czech Republic s.r.o.) | KATEK Group (esystems MTG) | Second-tier subsidiary to second-tier subsidiary | Sales revenue | 210,477 | Common Transaction Terms | 0.30% |
| 37 | KATEK Group (Katek Electronic Bulgaria EOOD) | KATEK Group (KATEK Memmingen GmbH) | Second-tier subsidiary to second-tier subsidiary | Sales revenue | 210,366 | Common Transaction Terms | 0.30% |
| 38 | KATEK Group (KATEK GmbH) | KATEK Group (KATEK Czech Republic s.r.o.) | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 708,787 | Common Transaction Terms | 0.49% |

| No. (Note 1) | Name of counterparty | Counterparty | Relationship with the counterparty (Note 2) | Transaction details | | | |
|--------------|-------------------------------------|---------------------------------------|--|-------------------------------------|---------|--------------------------|---|
| | | | | Account | Amount | Transaction terms | Percentage of consolidated total operating revenue or total assets (Note 3) |
| 38 | KATEK Group (KATEK GmbH) | KATEK Group (KATEK Hungary Kft.) | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 363,572 | Common Transaction Terms | 0.25% |
| 39 | KATEK Group (KATEK Hungary Kft.) | KATEK Group (KATEK GmbH) | Second-tier subsidiary to second-tier subsidiary | Sales revenue | 554,386 | Common Transaction Terms | 0.80% |
| 40 | KATEK Group (KATEK Leipzig GmbH) | KATEK Group (TeleAlarm S.A.) | Second-tier subsidiary to second-tier subsidiary | Sales revenue | 133,335 | Common Transaction Terms | 0.19% |
| 40 | KATEK Group (KATEK Leipzig GmbH) | KATEK Group (KATEK Düsseldorf GmbH) | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 319,420 | Common Transaction Terms | 0.22% |
| 41 | KATEK Group (KATEK Mauerstetten) | Kontron Europe GmbH | Second-tier subsidiary to second-tier subsidiary | Sales revenue | 584,671 | Common Transaction Terms | 0.85% |
| 42 | KATEK Group (KATEK SE) | KATEK Group (KATEK Memmingen GmbH) | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 116,439 | Common Transaction Terms | 0.08% |
| 42 | KATEK Group (KATEK SE) | KATEK Group (beflex electronic GmbH) | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 133,690 | Common Transaction Terms | 0.09% |
| 42 | KATEK Group (KATEK SE) | KATEK Group (KATEK Leipzig GmbH) | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 659,491 | Common Transaction Terms | 0.45% |
| 42 | KATEK Group (KATEK SE) | KATEK Group (KATEK GmbH) | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 565,534 | Common Transaction Terms | 0.39% |
| 42 | KATEK Group (KATEK SE) | KATEK Group (KATEK Mauerstetten GmbH) | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 236,750 | Common Transaction Terms | 0.16% |
| 42 | KATEK Group (KATEK SE) | KATEK Group (esystems MTG) | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 600,036 | Common Transaction Terms | 0.41% |
| 42 | KATEK Group (KATEK SE) | KATEK Group (Katek Canada Inc) | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 132,841 | Common Transaction Terms | 0.09% |
| 43 | KATEK Group (TeleAlarm Europe GmbH) | KATEK Group (TeleAlarm S.A.) | Second-tier subsidiary to second-tier subsidiary | Other receivables – related parties | 243,223 | Common Transaction Terms | 0.17% |
| 44 | KATEK Group (TeleAlarm S.A.) | KATEK Group (TeleAlarm Europe GmbH) | Second-tier subsidiary to second-tier subsidiary | Sales revenue | 204,868 | Common Transaction Terms | 0.30% |

Note 1: Business transactions between the parent company and its subsidiaries should be noted separately in the number column. The numbering method is as follows:

The parent company fills 0

Subsidiaries are numbered sequentially starting from Arabic numeral 1 according to the company.

Note 2: The calculation of the ratio of transaction amount to consolidated total revenue or total assets: calculated by dividing the cumulative amount during the period by the consolidated total revenue.

If it is an asset or liability item, the ratio is calculated by dividing the ending balance by the consolidated total assets. If it is a profit or loss item, the ratio is

Note 3: Important transactions in this table refer to those that reach 01% of the consolidated total revenue or total assets.

ENNOCONN CORPORATION AND SUBSIDIARIES
RE-INVESTMENT INFORMATION (EXCLUDING INVESTEEES IN MAINLAND CHINA):

June 30, 2024

| Name of Investor | Name of Investee | Location | Main business activities | Original investment amount | | Amount held at the end of the period | | | Highest shareholding ratio during the period | Net income (loss) of the investee company for the period | Investment income (loss) recognized for the period | Remarks |
|--|---|----------------|--|----------------------------|--------------------------|--------------------------------------|-----------|-----------------|--|--|--|---------|
| | | | | End of the current period | End of the previous year | Number of Shares | Ratio (%) | Carrying Amount | | | | |
| Ennoconn Corporation | Innovative Systems Integration Limited | Hong Kong | Professional investment | 1,952,933 | 1,952,933 | 518,216,530 | 100.00% | 2,173,416 | 518,216,530 | 45,919 | 45,919 | |
| Ennoconn Corporation | Ennoconn International Investment Co., Ltd. | Taiwan | Professional investment | 8,010,000 | 8,010,000 | 820,635,000 | 100.00% | 10,549,818 | 820,635,000 | 415,998 | 415,998 | |
| 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 | 27.27% | 1,116,974 | 20,000,000 | 161,468 | 34,533 | |
| Ennoconn Corporation | Ennoconn Investment Holdings Co., Ltd. | Samoa | Professional investment | 9,588,707 | 9,588,707 | 309,510,000 | 100.00% | 14,026,839 | 309,510,000 | 388,325 | 388,325 | |
| Ennoconn Corporation | AIS Cayman Technology | Cayman Islands | Professional investment | 230,586 | 230,586 | 4,028,217 | 37.64% | 588,184 | 4,028,217 | 127,748 | 48,084 | |
| 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 | - | - | - | 0.00% | - | 3,500,000 | - | - | |
| Innovative Systems Integration Limited | Victor Plus Holdings Ltd. | Seychelles | Import and export trading | - | - | 500,000 | 100.00% | 50 | 500,000 | (3,661) | (3,661) | |
| Ennoconn Investment Holdings Co., Ltd. | AIS Cayman Technology Group | Cayman Islands | Professional investment | 309,362 | 309,362 | 6,672,469 | 62.36% | 1,019,108 | 6,672,469 | 128,020 | 79,834 | |
| Ennoconn Investment Holdings Co., Ltd. | Kontron AG | Austria | Information system software and hardware integration service | 5,760,574 | 5,760,574 | 16,835,008 | 27.27% | 9,625,554 | 16,835,008 | 1,308,893 | 319,566 | |
| Ennoconn Investment Holdings Co., Ltd. | Ennoconn Hungary KFT | Hungary | Manufacturing and Marketing of Industrial Computers | 2,596,000 | 2,596,000 | - | 100.00% | 2,765,269 | - | 57,089 | 57,089 | |
| AIS Cayman Technology Group | American Industrial Systems Inc. | USA | Human-machine interface, industry 0, and other related products | 48,675 | 48,675 | 1,500,000 | 100.00% | 635,101 | 1,500,000 | 64,510 | 64,510 | |
| AIS Cayman Technology Group | Vecow Co., Ltd. | Taiwan | Communication machinery and equipment, electronic equipment, and electronic devices | 52,914 | 52,914 | 5,000,000 | 100.00% | 699,894 | 5,000,000 | 64,272 | 64,272 | |

| Name of Investor | Name of Investee | Location | Main business activities | Original investment amount | | Amount held at the end of the period | | | Highest shareholding ratio during the period | Net income (loss) of the investee company for the period | Investment income (loss) recognized for the period | Remarks |
|---|--|----------------|--|----------------------------|--------------------------|--------------------------------------|-----------|-----------------|--|--|--|---------|
| | | | | End of the current period | End of the previous year | Number of Shares | Ratio (%) | Carrying Amount | | | | |
| Vecow Co., Ltd. | Vecow Japan | Japan | Communication machinery and equipment, electronic equipment, and electronic devices | 2,120 | - | 10,000 | 100.00% | 2,120 | 10,000 | - | - | |
| 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% | 952,227 | 17,022,831 | 44,451 | 25,223 | |
| Ennoconn International Investment Co., Ltd. | EnnoMech Precision (Cayman) Co., Ltd. | Cayman Islands | Professional investment | 448,861 | 448,861 | 13,800,000 | 100.00% | 799,839 | 13,800,000 | 39,509 | 39,509 | |
| Ennoconn International Investment Co., Ltd. | Ennowyse Corporation | Taiwan | Research, design and sales of mobile payment, electronic signature, and information security products | 95,029 | 95,029 | 10,400,000 | 100.00% | (63,510) | 10,400,000 | (6,843) | (7,448) | |
| 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% | (37,311) | 10,200,000 | (22,448) | (13,959) | |
| Ennoconn International Investment Co., Ltd. | Dexatek Technology Ltd. | Taiwan | Multimedia product R&D and design and manufacturing business | 236,862 | 236,862 | 12,600,000 | 56.00% | 368,106 | 12,600,000 | 76,451 | 39,212 | |
| Ennoconn International Investment Co., Ltd. | Marketch International Corp. | Taiwan | Planning integration services for hightech industrial plants and process systems. | 4,924,648 | 4,924,648 | 83,468,613 | 41.50% | 6,732,258 | 83,468,613 | 858,283 | 348,703 | |
| 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% | 106,832 | 9,100,000 | 1,302 | 911 | |
| Ennoconn International Investment Co., Ltd. | Renown Information Technology Corp. | Taiwan | Electronic components, computer and peripheral equipment manufacturing, electronic material wholesale, and information software services | 29,345 | 29,345 | 2,960,000 | 36.95% | 21,479 | 2,960,000 | (1,631) | (603) | |
| Ennoconn International Investment Co., Ltd. | EnnoRise Corporation | Taiwan | Other power generation, transmission and distribution machinery manufacturing | 60,000 | 60,000 | 6,000,000 | 60.00% | 43,341 | 6,000,000 | (18,742) | (11,245) | |
| Ennoconn International Investment Co., Ltd. | Ennoconn Vietnam Company Limited | Vietnam | General Trade Company | 2,495 | - | - | 100.00% | 1,569 | - | (821) | (821) | |
| Ennoconn International Investment Co., Ltd. | Ennoconn Solutions Singapore Pte. Ltd. | Singapore | IoT and Cloud-Based Artificial Intelligence | - | - | 10,000 | 100.00% | - | 10,000 | - | - | |
| 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 | 4.43% | 150,410 | 3,250,000 | 161,468 | 5,610 | |
| Ennoconn International Investment Co., Ltd. | Kontron AG | Austria | Information system software and hardware integration service | 263,363 | 263,363 | 750,000 | 1.21% | 498,973 | 750,000 | 1,308,893 | 14,254 | |
| 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% | - | 1,066,667 | (5,282) | (1,385) | |

| Name of Investor | Name of Investee | Location | Main business activities | Original investment amount | | Amount held at the end of the period | | | Highest shareholding ratio during the period | Net income (loss) of the investee company for the period | Investment income (loss) recognized for the period | Remarks |
|---|--|-----------|---|----------------------------|--------------------------|--------------------------------------|-----------|-----------------|--|--|--|---------|
| | | | | End of the current period | End of the previous year | Number of Shares | Ratio (%) | Carrying Amount | | | | |
| Ennoconn International Investment Co., Ltd. | ARBOR Technology Corporation | Taiwan | Development, assembly, integration, processing, and manufacturing of industrial computer control board interface cards | 296,000 | 296,000 | 16,000,000 | 16.72% | 335,028 | 16,000,000 | 56,852 | 9,513 | |
| Ennoconn International Investment Co., Ltd. | Ennowell Co., Ltd. | Taiwan | Intelligent building system integration, energy management services, cloud services | 9,000 | 9,000 | 900,000 | 30.00% | 24,405 | 900,000 | (7,631) | (2,289) | |
| EnnoMech Precision (Cayman) Co., Ltd. | HighAim Technology Inc. | Samoa | Professional investment | 351,863 | 351,863 | 3,382,618 | 67.65% | 468,239 | 3,382,618 | 40,129 | 27,147 | |
| EnnoMech Precision (Cayman) Co., Ltd. | EnnoMech Precision Co., Ltd. | Taiwan | Electronic components, computer and peripheral equipment manufacturing, electronic material wholesale, and information software | 12,855 | 12,855 | 1,000,000 | 100.00% | 92,327 | 1,000,000 | 7,850 | 7,850 | |
| Caswell Inc. | CASO, Inc. | Japan | Import and sales of network equipment and computer peripheral products. | 27,062 | 27,062 | 1,881 | 99.00% | 122,119 | 1,881 | 12,915 | 12,785 | |
| Caswell Inc. | Caswell International Investment Co., Ltd. | Samoa | Overseas Investment | 101,135 | 101,135 | 3,205,760 | 100.00% | 153,830 | 3,205,760 | (18,063) | (18,063) | |
| Caswell Inc. | Caswell Americas, Inc. | USA | Sales of Netcom Products | 92,460 | 92,460 | 3,000,000 | 100.00% | 76,180 | 3,000,000 | (3,522) | (3,522) | |
| Caswell Inc. | Hawkeye Tech Co., Ltd. | Taiwan | Wholesale of computers and peripheral equipment | 602,041 | 602,041 | 9,096,667 | 60.64% | 497,722 | 9,096,667 | 14,527 | 7,077 | |
| Caswell Inc. | APLIGO GmbH | Germany | Hub and SI Service | 60,275 | 60,275 | 24,000 | 66.67% | 37,212 | 24,000 | (10,170) | (6,905) | |
| Goldtek Technology Co., Ltd. | Keenest Electronic Corp. | Samoa | Professional investment | 778,800 | 778,800 | 24,000,000 | 100.00% | 156,869 | 24,000,000 | (42,022) | (42,022) | |
| Keenest Electronic Corp. | Techno Precision Co., Ltd. | Hong Kong | Metal Stamping and Casting Industry | 331,393 | 331,393 | 7,500,000 | 40.30% | 190,091 | 7,500,000 | 9,001 | 3,527 | |
| Techno Precision Co., Ltd. | T-Paragon Die Casting Co., Ltd. | Hong Kong | Finance/Logistics | 31,152 | 31,152 | 7,500,000 | 50.00% | 138,303 | 7,500,000 | 34,610 | 17,305 | |
| T-Paragon Die Casting Co., Ltd. | T-pARagon Industrial (Thailand) Co., Limited | Thailand | Metal Stamping and Casting Industry | 195,961 | 195,961 | 221,000,000 | 100.00% | 282,637 | 221,000,000 | 17,752 | 17,752 | |
| Goldtek Technology Co., Ltd. | Nationgate Integration (M) Sdn. | Malaysia | Electronic Manufacturing Services | 4,072 | 4,072 | 600,000 | 60.00% | 4,256 | 600,000 | 16 | 9 | |
| Goldtek Technology Co., Ltd. | Ennovision Inc. | Taiwan | Security surveillance video monitoring | 90,000 | - | 6,000,000 | 60.00% | 81,426 | 6,000,000 | (14,291) | (8,574) | |

| Name of Investor | Name of Investee | Location | Main business activities | Original investment amount | | Amount held at the end of the period | | | Highest shareholding ratio during the period | Net income (loss) of the investee company for the period | Investment income (loss) recognized for the period | Remarks |
|-------------------------------|--|------------------------|---|----------------------------|--------------------------|--------------------------------------|-----------|-----------------|--|--|--|---------|
| | | | | End of the current period | End of the previous year | Number of Shares | Ratio (%) | Carrying Amount | | | | |
| Ennowyse Corporation | HCT capital Management Consulting Co., Ltd. | Taiwan | General investment and investment consultancy | 400 | 400 | 40,000 | 40.00% | 62 | 40,000 | (132) | (53) | |
| HighAim Technology Inc. | Funology Investment INC. | Samoa | Cloud mechanical components | 32 | 32 | 1,000 | 100.00% | 19,208 | 1,000 | 1,345 | 1,345 | |
| HighAim Technology Inc. | Andrix International Limited | Angola | Cloud mechanical components | 29 | 29 | 900 | 100.00% | 28,858 | 900 | 2,670 | 2,670 | |
| Marketech International Corp. | Marketech Integrated Pte. Ltd. | Singapore | Semiconductor Industry Automation Supply | 331,733 | 331,733 | 14,636,958 | 100.00% | 57,546 | 14,636,958 | 1,758 | 1,758 | |
| Marketech International Corp. | Market Go Profits Ltd. | British Virgin Islands | Investment Holding and Reinvestment | 1,299,429 | 1,299,429 | 40,119,104 | 100.00% | 2,908,329 | 40,119,104 | 304,078 | 304,078 | |
| Marketech International Corp. | MIC-Tech Global Corp. | South Korea | General International Trade Industry | 19,147 | 19,147 | 131,560 | 100.00% | 22,975 | 131,560 | 4,294 | 4,294 | |
| Marketech International Corp. | Headquarter International Ltd. | British Virgin Islands | Investment Holding and Reinvestment | 42,475 | 42,475 | 1,289,367 | 100.00% | 39,297 | 1,289,367 | 661 | 661 | |
| Marketech International Corp. | Tiger United Finance Ltd. | British Virgin Islands | Investment Holding and Reinvestment | 46,475 | 46,475 | 1,410,367 | 100.00% | 37,210 | 1,410,367 | 764 | 764 | |
| Marketech International Corp. | Marketech Engineering Pte. Ltd. | Singapore | Contracting of Engineering Services | 31,162 | 29,545 | 1,270,133 | 100.00% | 3,192 | 1,270,133 | (1,167) | (1,167) | |
| Marketech International Corp. | Marketech Integrated Manufacturing Company Limited | Myanmar | Services of Automatic Production, Machinery and Components | 478,985 | 478,985 | 1,535,600 | 100.00% | 109,789 | 1,535,600 | (4,431) | (4,431) | |
| Marketech International Corp. | MIC-Tech Viet Nam Co., Ltd. | Vietnam | Trading, Installation, and Maintenance Business of various Factory Machinery Equipment and Peripheral Consumables | 271,476 | 271,476 | - | 100.00% | 225,219 | - | 5,499 | 5,499 | |
| Marketech International Corp. | Marketech Co., Ltd. | Vietnam | Professional contracting and related maintenance services for engineering; purchase, sale and maintenance of machine tools; purchase and sale of cosmetics and daily necessities; production, development and implementation of software and programming services; installation services for industrial machinery and equipment | 88,234 | 72,596 | - | 100.00% | 9,602 | - | (4,166) | (4,166) | |

| Name of Investor | Name of Investee | Location | Main business activities | Original investment amount | | Amount held at the end of the period | | | Highest shareholding ratio during the period | Net income (loss) of the investee company for the period | Investment income (loss) recognized for the period | Remarks |
|-------------------------------|---|-------------|--|----------------------------|--------------------------|--------------------------------------|-----------|-----------------|--|--|--|---------|
| | | | | End of the current period | End of the previous year | Number of Shares | Ratio (%) | Carrying Amount | | | | |
| Marketech International Corp. | Ezoom Information, Inc. | Taiwan | Development, sale, consultancy and other services related to information system software and hardware applications; sale of medical equipment | 280,737 | 280,737 | 11,100,000 | 100.00% | 17,363 | 11,100,000 | (3,364) | (3,364) | |
| Marketech International Corp. | Marketech International Sdn.Bhd. | Malaysia | Professional contracting and related maintenance services for engineering; sales of medical equipment | 111,317 | 108,162 | 16,871,250 | 100.00% | 19,931 | 16,871,250 | (14,552) | (14,552) | |
| Marketech International Corp. | Marketech International Corporation USA | USA | Professional Contracting for Projects and Related Maintenance Services | 556,886 | 556,886 | 18,450,000 | 100.00% | 12,641 | 18,450,000 | (810,874) | (810,874) | |
| Marketech International Corp. | Spiro Technology Systems Inc. | USA | General International Trade Industry | 54,074 | 54,074 | 1,000,000 | 100.00% | 88,943 | 1,000,000 | 271 | 271 | |
| Marketech International Corp. | ADAT Technology Co., Ltd. | Taiwan | R&D , Application and Service of Information Software | 97,951 | 84,119 | 5,467,022 | 25.38% | 20,791 | 5,467,022 | (22,820) | (5,801) | |
| Marketech International Corp. | PT Marketech International Indonesia | Indonesia | Trading of Machinery Equipments and Spare Parts | 38,042 | 38,042 | 1,199,000 | 99.92% | 36,354 | 1,199,000 | 1,892 | 1,892 | |
| Marketech International Corp. | Marketech Netherlands B.V. | Netherlands | Services for Machinery, Equipment, and Components | 54,085 | 40,510 | 1,200,000 | 100.00% | 6,120 | 1,200,000 | (4,880) | (4,880) | |
| Marketech International Corp. | Glory Technology Service Inc. | Taiwan | Trading and installation services for computer and communication equipment | 42,714 | 42,714 | 6,208,320 | 29.24% | 69,639 | 6,208,320 | 3,763 | 1,100 | |
| Marketech International Corp. | Mic Techno Co., Ltd. | Taiwan | Engaged in the sale of panel equipment and materials | 2,000 | 2,000 | 200,000 | 20.00% | 1,812 | 200,000 | 15 | 3 | |
| Marketech International Corp. | Taiwan Radisen HealthCare Co., Ltd. | Taiwan | Smart Medical Consulting Services and Investment | 500 | 500 | 50,000 | 100.00% | 315 | 50,000 | (19) | (19) | |
| Marketech International Corp. | Vertex Corporation | Taiwan | Purchase and sale of 5G wireless communication private network equipment (micro base stations and core networks) and IoT intelligent control gateways; operation and maintenance of DMP cloud object management platform and provision of software management platform, vertical IT and CT communication system integration services | 50,000 | 50,000 | 5,000,000 | 61.35% | 18,271 | 5,000,000 | (8,032) | (4,928) | |

| Name of Investor | Name of Investee | Location | Main business activities | Original investment amount | | Amount held at the end of the period | | | Highest shareholding ratio during the period | Net income (loss) of the investee company for the period | Investment income (loss) recognized for the period | Remarks |
|-------------------------------------|--|----------------|--|----------------------------|--------------------------|--------------------------------------|-----------|-----------------|--|--|--|---------|
| | | | | End of the current period | End of the previous year | Number of Shares | Ratio (%) | Carrying Amount | | | | |
| Marketech International Corp. | Bolite Co.,Ltd. | Taiwan | R&D, manufacturing and sales of precision laser-related modules and equipment, and provision of laser application solutions | 27,200 | 27,200 | 2,240,000 | 37.33% | 41,058 | 2,240,000 | (5,890) | (2,199) | |
| Marketech International Corp. | MIC Healthcare Korea Co., Ltd. | South Korea | R&D, sales and professional technical services of medical devices and components; general international trade and import/export business | 60,487 | 41,536 | 5,200,000 | 100.00% | 13,092 | 5,200,000 | (10,371) | (10,371) | |
| Marketech International Corp. | Marketech International Corp. Japan | Japan | International Trade, Professional Contracting for Projects and Related Maintenance Services | 65,254 | 65,254 | 30,000 | 100.00% | 47,343 | 30,000 | (4,091) | (4,091) | |
| Marketech International Corp. | Advanced Technology Matrix United | USA | Warehouse logistics services; sales agency business for semiconductor equipment, parts, consumables, and semiconductor materials. | 60,960 | 60,960 | 2,000,000 | 68.97% | 64,827 | 2,000,000 | (2) | (1) | |
| Marketech International Corp. | Radisen Co., Ltd.(Common share) | South Korea | AI medical solutions and remote radiology medical platform | 12,454 | 12,454 | 87,803 | 18.49% | (1,014) | 87,803 | (49,994) | (9,245) | |
| Marketech International Corp. | Radisen Co., Ltd. (Preferred share) | South Korea | AI medical solutions and remote radiology medical platform | 73,208 | 73,208 | 188,961 | 44.85% | 87,252 | 188,961 | (49,994) | - | |
| Marketech International Corp. | Marketech International Corporation Germany GmbH | Germany | Equipment and component sales business; technical service business, etc. | 16,934 | 6,617 | 200,000 | 100.00% | 13,428 | 200,000 | (2,731) | (2,731) | |
| Marketech International Corp. | MIC Industrial Viet Nam Co., Ltd. | Vietnam | Assembly and Testing of Refrigeration Equipment on an OEM Basis. | 39,567 | 39,567 | - | 100.00% | 33,355 | - | (5,204) | (5,204) | |
| Marketech International Corp. | Marketop Smart Solutions Co., Ltd. | Taiwan | Sales and services of Smart medical components; general international trade and import/export business | 30,600 | - | 3,060,000 | 51.00% | 29,992 | 3,060,000 | (1,192) | (608) | |
| Marketech International Corp. | Wonder Energy Co., Ltd. | Taiwan | Energy storage site construction and management | 58,000 | - | 5,800,000 | 37.35% | 56,187 | 5,800,000 | (4,794) | (1,812) | |
| Market Go Profits Ltd. | MIC-Tech Ventures Asia Pacific Inc. | Cayman Islands | Investment Holding and Reinvestment | 1,293,932 | 1,293,932 | 40,016,604 | 100.00% | 2,907,111 | 40,016,604 | 304,141 | - | |
| Marketech Engineering Pte. Ltd. | Marketech Integrated Construction Co., Ltd. | Myanmar | Contracting of Engineering Services | 27,083 | 27,083 | 88,500 | 98.33% | 1,202 | 88,500 | (1,117) | - | |
| MIC-Tech Ventures Asia Pacific Inc. | Rusky H.K. Limited | Hong Kong | Investment Holding and Reinvestment | 34,551 | 34,551 | 833,000 | 100.00% | 12,439 | 833,000 | 2,758 | - | |

| Name of Investor | Name of Investee | Location | Main business activities | Original investment amount | | Amount held at the end of the period | | | Highest shareholding ratio during the period | Net income (loss) of the investee company for the period | Investment income (loss) recognized for the period | Remarks |
|--|---|-------------------|---|----------------------------|--------------------------|--------------------------------------|-----------|-----------------|--|--|--|---------|
| | | | | End of the current period | End of the previous year | Number of Shares | Ratio (%) | Carrying Amount | | | | |
| MIC-Tech Ventures Asia Pacific Inc. | Mict International Limited | Hong Kong | Investment Holding and Reinvestment | 132,282 | 132,282 | 5,400,000 | 60.00% | 25,982 | 5,400,000 | (3,010) | - | |
| MIC-Tech Ventures Asia Pacific Inc. | Leader Fortune Enterprise Co., Ltd. | Samoa | Investment Holding and Reinvestment | 8,990 | 8,990 | 303,000 | 31.43% | (1,502) | 303,000 | 11,395 | - | |
| MIC-Tech Ventures Asia Pacific Inc. | Fortune Blessing Co., Limited | Hong Kong | Investment Holding and Reinvestment | 45,985 | 45,985 | 500,000 | 27.78% | 6,662 | 500,000 | (625) | - | |
| Russky H.K. Limited | PT Marketech International Indonesia | Indonesia | Trading of Machinery Equipments and Spare Parts | 32 | 32 | 1,000 | 0.08% | 32 | 1,000 | 1,892 | - | |
| Ennoconn (Suzhou) Technology Co., Ltd. | Ennoconn Malaysia SDN. BHD. | Malaysia | Sales of industrial control equipment | 974 | - | 1 | 100.00% | 974 | 1 | (5) | (5) | |
| Kontron AG, Austria (purchased from Kontron AG, Austria) | Kontron Bulgaria EOOD (formerly: S&T Bulgaria) | Sofia, BG | Industrial | 137,105 | 137,105 | 13,126 | 100.00% | 215,383 | 13,126 | 34,993 | 34,993 | |
| | Kontron Services Romania S.R.L. (formerly: S&T Romania S.R.L., Romania) | Bucharest, RO | OT Services | 266,587 | 112,013 | 5,617 | 71.00% | (37,917) | 5,617 | (198,336) | (140,640) | |
| Kontron AG, Austria | Kontron Hungary Kft. (formerly: S&T Consulting Hungary Kft., Hungary) | Budapest, HU | OT Services | 602,103 | 602,103 | 100,000 | 100.00% | 215,266 | 100,000 | 24,326 | 24,326 | |
| Kontron S&T AG, Germany | Kontron Asia Inc., Taiwan | Taipei, TW | Sales channel and support | 97,087 | 97,087 | 13,000 | 100.00% | 255,750 | 13,000 | 26,155 | 26,155 | |
| Kontron AG, Austria | CBCX Technologies GmbH (formerly: computer betting company gmbh, Austria) | Linz, AT | Software | 1,311,092 | 1,311,092 | 36,336 | 100.00% | 412,981 | 36,336 | 27,792 | 27,792 | |
| computer betting company gmbh, Austria | Kontron Services Romania S.R.L. (formerly: S&T Romania S.R.L., Romania) | Bucharest, RO | OT Services | 117,303 | 58,652 | 2,304 | 29.00% | (15,555) | 5,460 | (198,336) | (57,696) | |
| Kontron Europe GmbH, Germany | Kontron Austria GmbH, Austria | Engerwitzdorf, AT | Industrial | 2,451 | 2,451 | 3,634 | 10.00% | 84,470 | 3,634 | 11,339 | 1,134 | |
| Kontron Austria GmbH, Austria | Kontron Electronics AG, Switzerland | Rotkreuz, CH | Software | - | - | 1,000 | 100.00% | (155,919) | 1,000 | (30,151) | (30,151) | |
| Kontron AG, Austria | Kontron Austria GmbH, Austria | Engerwitzdorf, AT | Industrial | 654,102 | 654,102 | 32,702 | 90.00% | 760,230 | 32,702 | 11,339 | 10,206 | |

| Name of Investor | Name of Investee | Location | Main business activities | Original investment amount | | Amount held at the end of the period | | | Highest shareholding ratio during the period | Net income (loss) of the investee company for the period | Investment income (loss) recognized for the period | Remarks |
|-----------------------------------|---|---------------------|---------------------------|----------------------------|--------------------------|--------------------------------------|-----------|-----------------|--|--|--|---------|
| | | | | End of the current period | End of the previous year | Number of Shares | Ratio (%) | Carrying Amount | | | | |
| Kontron AG, Austria | Kontron Technologies GmbH (former S&T Technologies GmbH), Austria | Linz, AT | Software | 464,367 | 464,367 | 35,000 | 100.00% | 446,060 | 35,000 | 3,862 | 3,862 | |
| Kontron AG, Austria | S&T MEDTECH SRL (former GADA GROUP ROMANIA SRL), Romania | Bucharest, RO | Industrial | 405,234 | 405,234 | 105,000 | 100.00% | 314,933 | 105,000 | (8,968) | (8,968) | |
| Kontron Europe GmbH, Germany | Kontron electronics GmbH, Germany | Großbettingen, DE | Industrial | 668,567 | 668,567 | 102,150 | 100.00% | 676,500 | 102,150 | 14,030 | 14,030 | |
| Kontron electronics GmbH, Germany | Kontron Electronics Kft. | Kapoly, HU | Industrial | 5,033 | 5,033 | 3,000,000 | 100.00% | 112,498 | 3,000,000 | (932) | (932) | |
| Kontron Beteiligungs GmbH | Kontron Europe GmbH | Ismaning, DE | Industrial | 8,214,266 | 8,214,266 | 23,600,000 | 100.00% | 5,805,293 | 23,600,000 | 457,859 | 457,859 | |
| Kontron Europe GmbH, Germany | Kontron America Inc. | San Diego / USA | Sales channel and support | 1,576,322 | 1,576,322 | 2,036,040 | 100.00% | 1,070,004 | 2,036,040 | 135,950 | 135,950 | |
| Kontron Europe GmbH, Germany | Kontron Canada Inc. | Boisbriand / Canada | Sales channel and support | 1,683,951 | 1,683,951 | 50,000,200 | 100.00% | 1,017,194 | 50,000,200 | (19,565) | (19,565) | |
| Kontron Europe GmbH, Germany | Kontron Asia Pacific Design Sdn. Bhd. | Penang / Malaysia | Sales channel and support | 176,025 | 176,025 | 44,581,102 | 100.00% | (139,368) | 44,581,102 | (3,271) | (3,271) | |
| Kontron Europe GmbH, Germany | Kontron Technology Beijing Co. Ltd. | Beijing / China | Sales channel and support | 31,873 | 31,873 | 15,398,961 | 100.00% | 452,623 | 15,398,961 | 15,073 | 15,073 | |

| Name of Investor | Name of Investee | Location | Main business activities | Original investment amount | | Amount held at the end of the period | | | Highest shareholding ratio during the period | Net income (loss) of the investee company for the period | Investment income (loss) recognized for the period | Remarks |
|------------------------------|---|------------------|--------------------------|----------------------------|--------------------------|--------------------------------------|-----------|-----------------|--|--|--|---------|
| | | | | End of the current period | End of the previous year | Number of Shares | Ratio (%) | Carrying Amount | | | | |
| Kontron Europe GmbH, Germany | Kontron Modular Computers S.A.S. | Toulon / France | Aerospace | 179,044 | 179,044 | 344,503 | 100.00% | 249,695 | 344,503 | 38,942 | 38,942 | |
| Kontron Europe GmbH, Germany | Kontron UK Ltd. | Chichester / UK | Industrial | 59,412 | 59,412 | 172,550 | 100.00% | 166,309 | 172,550 | 3,424 | 3,424 | |
| Kontron AG, Austria | Kontron Transportation GmbH | Vienna, AT | Transport | 378,405 | 378,405 | 10,000,000 | 100.00% | 1,385,947 | 10,000,000 | 249,970 | 249,970 | |
| Kontron Transportation GmbH | Kapsch CarrierCom Sp. z o.o. | Warsaw, PL | Transport | 346 | 346 | 100,000 | 100.00% | (31,668) | 100,000 | 13,236 | 13,236 | |
| Kontron Transportation GmbH | Kontron Transportation Espana SL (former Kapsch CarrierCom Espana, S.L.U.) | Madrid, Spain | Transport | 17,008 | 17,008 | 250,000 | 100.00% | 1,840 | 250,000 | (3,161) | (3,161) | |
| Kontron Transportation GmbH | Kontron Transportation Portugal Unipessoal LDA (former Kapsch CarrierCom - Unipessoal LDA Co., Ltd) | Lisboa, Portugal | Transport | 27,942 | 27,942 | 5,000 | 100.00% | 42,695 | 5,000 | (2,922) | (2,922) | |
| Kontron Transportation GmbH | Kontron Transportation s.r.o. | Prague, CZ | Transport | 170,079 | 170,079 | 30,400,000 | 100.00% | 106,184 | 30,400,000 | 56,230 | 56,230 | |
| Kontron Transportation GmbH | Kontron Transportation Deutschland GmbH (former Kapsch CarrierCom Deutschland GmbH) | Neu-Isenburg, GE | Transport | 34,536 | 34,536 | 25,000 | 100.00% | 70,728 | 25,000 | 70,179 | 70,179 | |
| Kontron Transportation GmbH | Kontron Transportation France S.A.S | Paris, FR | Transport | 517,179 | 517,179 | 8,600,000 | 100.00% | 369,992 | 8,600,000 | 57,567 | 57,567 | |

| Name of Investor | Name of Investee | Location | Main business activities | Original investment amount | | Amount held at the end of the period | | | Highest shareholding ratio during the period | Net income (loss) of the investee company for the period | Investment income (loss) recognized for the period | Remarks |
|--|---|------------------|--------------------------|----------------------------|--------------------------|--------------------------------------|-----------|-----------------|--|--|--|---------|
| | | | | End of the current period | End of the previous year | Number of Shares | Ratio (%) | Carrying Amount | | | | |
| Kontron Transportation GmbH | Kontron Transportation UK Ltd. | Harrow, UK | Transport | 17,231 | 17,231 | 415,950 | 100.00% | 145,387 | 415,950 | 13,262 | 13,262 | |
| Kontron Transportation GmbH | Kontron Public Transportation (former: Kontron Transportation Belgium NV) | Diegem, BE | Transport | 454,085 | 454,085 | 11,318,887 | 99.00% | (31,451) | 11,318,887 | (18,504) | (18,319) | |
| Kontron AG, Austria | Kontron AIS GmbH | Dresden, Germany | Software | 561,438 | 561,438 | 51,000 | 100.00% | 560,985 | 51,000 | 23,387 | 23,387 | |
| Kontron AG, Austria | Kontron Beteteiligungs GmbH | Augsburg, DE | Industrial | 8,302,577 | 8,302,577 | 25,001 | 100.00% | 8,426,894 | 25,001 | (65,639) | (65,639) | |
| Kontron AG, Austria | Kontron d.o.o. (formerly: Iskratel d.o.o.) | Kranj, SI | Telecom | 2,431,278 | 2,431,278 | 109,275 | 100.00% | 1,917,308 | 109,275 | (18,340) | (18,340) | |
| Kontron d.o.o. (formerly: Iskratel d.o.o.) | ITS Softver d.o.o | Skopje, MK | Telecom | 13,769 | 13,769 | 309,000 | 100.00% | 19,539 | 309,000 | 1,365 | 1,365 | |
| Kontron d.o.o. (formerly: Iskratel d.o.o.) | IskraCom | Almaty, KZ | Telecom | - | - | 15,365,000 | 100.00% | 2,508 | 15,365,000 | (5,963) | (5,963) | |
| Kontron d.o.o. (formerly: Iskratel d.o.o.) | OOO Iskratel Tashkent | Tashkent, UZ | Telecom | 66 | 66 | 8,798,207 | 76.00% | 11,920 | 8,798,207 | (121) | (92) | |

| Name of Investor | Name of Investee | Location | Main business activities | Original investment amount | | Amount held at the end of the period | | | Highest shareholding ratio during the period | Net income (loss) of the investee company for the period | Investment income (loss) recognized for the period | Remarks |
|--|---|-------------------|---------------------------|----------------------------|--------------------------|--------------------------------------|-----------|-----------------|--|--|--|---------|
| | | | | End of the current period | End of the previous year | Number of Shares | Ratio (%) | Carrying Amount | | | | |
| Kontron d.o.o. (formerly: Iskratel d.o.o.) | JSC Iskra Technologies (formerly: AO IskraUralTel) | Yekaterinburg, RU | Telecom | 39,256 | 39,256 | 760,000 | 48.00% | 209,968 | 760,000 | 35,873 | 17,219 | |
| Kontron Transportation Espana SL | Kontron Public Transport Arce S.A.U. (formerly: Arce Mobility Solutions S.A.U.) | Bilbao, ES | Transport | 263,796 | 263,796 | 60,000 | 100.00% | 296,847 | 60,000 | 14,046 | 14,046 | |
| Kontron Transportation GmbH | Kontron Transportation Schweiz AG | Ittigen, CH | Transport | - | - | 12,000,000 | 100.00% | (57,853) | 12,000,000 | (16,167) | (16,167) | |
| Kontron Transportation Schweiz AG | Comlab Deutschland GmbH | Hilden, DE | Transport | 5,869 | 5,869 | 100,000 | 100.00% | (78,517) | 100,000 | 14,852 | 14,852 | |
| Kontron AG | Hartmann Electronic GmbH | Stuttgart, DE | Aerospace | 576,646 | 576,646 | 222,000 | 100.00% | 233,867 | 222,000 | 33,148 | 33,148 | |
| Kontron AG | W-IE-NE-R Power Electronics GmbH | Köln, DE | Aerospace | 75,538 | 75,538 | 51,129 | 100.00% | 157,285 | 51,129 | 10,877 | 10,877 | |
| Kontron America Inc. | Bsquare Corporation | Washington, US | Sales channel and support | 3 | 3 | 153,621,779 | 100.00% | (111,926) | 153,621,779 | (7,934) | (7,934) | |
| Bsquare Corporation | Bsquare EMEA Ltd. | Trowbridge, UK | Sales channel and support | 138,184 | 138,184 | 246,243 | 100.00% | 4,030 | 246,243 | (11,772) | (11,772) | |

| Name of Investor | Name of Investee | Location | Main business activities | Original investment amount | | Amount held at the end of the period | | | Highest shareholding ratio during the period | Net income (loss) of the investee company for the period | Investment income (loss) recognized for the period | Remarks |
|---------------------------|--------------------------------------|-----------------------|---------------------------|----------------------------|--------------------------|--------------------------------------|-----------|-----------------|--|--|--|---------|
| | | | | End of the current period | End of the previous year | Number of Shares | Ratio (%) | Carrying Amount | | | | |
| Kontron Beteiligungs GmbH | Kontron Acquisition GmbH | Munich, DE | Industrial | 3,124,768 | - | 25,000 | 100.00% | 5,221,859 | 25,000 | (20,976) | (20,976) | |
| Kontron Acquisition GmbH | KATEK SE | Munich, DE | Services | 4,470,893 | - | 14,445,687 | 87.36% | 3,784,235 | 14,445,687 | (141,555) | (123,153) | |
| KATEK SE | KATEK Vorrats-GmbH 1 | Munich, DE | Services | 434 | - | 25,000 | 100.00% | 431 | 25,000 | - | - | |
| KATEK SE | Nextek Inc. | Alabama, US | Aerospace | 334,352 | - | 2,712 | 100.00% | 692,760 | 2,712 | 43,940 | 43,940 | |
| KATEK SE | KATEK Mauerstetten GmbH | Mauerstetten, DE | Industrial | 587,275 | - | 40,000 | 100.00% | 293,524 | 40,000 | 57,193 | 57,193 | |
| KATEK SE | Beflex Electronic GmbH | Frickenhausen, DE | GreenTec | 584,378 | - | 25,000 | 100.00% | 172,912 | 25,000 | 2,272 | 2,272 | |
| Beflex Electronic GmbH | KATEK Malaysia SDN. BHD. | Kuala Lumpur, MY | ODM | - | - | 22 | 100.00% | 76 | 22 | - | - | |
| KATEK SE | KATEK electronics Malaysia SDN. BHD. | Kuala Lumpur, MY | Services | 18,397 | - | 549,649 | 100.00% | (76,453) | 549,649 | (16,136) | (16,136) | |
| KATEK SE | Telealarm Europe GmbH | Leipzig, DE | GreenTec | 203,331 | - | 25,000 | 100.00% | 83,354 | 25,000 | (66) | (66) | |
| Telealarm Europe GmbH | TeleAlarm SA | La Chaux-de-Fonds, CH | GreenTec | 27,502 | - | 277,829 | 100.00% | 227,894 | 277,829 | 48,766 | 48,766 | |
| KATEK SE | KATEK GmbH | Grassau, DE | ODM | 794,935 | - | 53,000 | 100.00% | 1,400,958 | 53,000 | (18,005) | (18,005) | |
| KATEK GmbH | Katek Hungary Kft. | Győr, HU | ODM | 166,608 | - | 1,506,000 | 100.00% | 261,503 | 1,506,000 | (203) | (203) | |
| KATEK GmbH | Katek Czech Republic s.r.o. | Horní, CZ | ODM | 25,191 | - | 1,339,919 | 100.00% | 234,685 | 1,339,919 | 30,267 | 30,267 | |
| KATEK SE | Katek Canada Inc. | Ontario, CA | Sales channel and support | 445,466 | - | 784,478 | 100.00% | 343,764 | 784,478 | (7,405) | (7,405) | |
| KATEK SE | KATEK Memmingen GmbH | Memmingen, DE | GreenTec | 520,650 | - | 4,167,000 | 100.00% | 835,655 | 4,167,000 | (94,668) | (94,668) | |

| Name of Investor | Name of Investee | Location | Main business activities | Original investment amount | | Amount held at the end of the period | | | Highest shareholding ratio during the period | Net income (loss) of the investee company for the period | Investment income (loss) recognized for the period | Remarks |
|----------------------|--------------------------------|----------------|---------------------------|----------------------------|--------------------------|--------------------------------------|-----------|-----------------|--|--|--|---------|
| | | | | End of the current period | End of the previous year | Number of Shares | Ratio (%) | Carrying Amount | | | | |
| KATEK SE | Katek Canada Inc. | Ontario, CA | Sales channel and support | 445,466 | - | 784,478 | 100.00% | 343,764 | 784,478 | (7,405) | (7,405) | |
| KATEK SE | KATEK Memmingen GmbH | Memmingen, DE | GreenTec | 520,650 | - | 4,167,000 | 100.00% | 835,655 | 4,167,000 | (94,668) | (94,668) | |
| Name of Investor | Name of Investee | Location | Main business activities | Original investment amount | | Amount held at the end of the period | | | Highest shareholding ratio during the period | Net income (loss) of the investee company for the period | Investment income (loss) recognized for the period | Remarks |
| | | | | End of the current period | End of the previous year | Number of Shares | Ratio (%) | Carrying Amount | | | | |
| Katek Memmingen GmbH | KATEK electronic Bulgaria EOOD | Saedinie, BG | GreenTec | 8,873 | - | 255,646 | 100.00% | 467,495 | 255,646 | (12,081) | (12,081) | |
| KATEK SE | eSystems MTG GmbH | Stuttgart, DE | GreenTec | 581,333 | - | 100,000 | 100.00% | 225,352 | 100,000 | 35,792 | 35,792 | |
| KATEK SE | Katek Leipzig GmbH | Leipzig, DE | GreenTec | 868 | - | 25,000 | 100.00% | 110,001 | 25,000 | 17,934 | 17,934 | |
| Katek Leipzig GmbH | KATEK LT UAB | Panevezys, LT | GreenTec | 6,942 | - | 80,000 | 100.00% | (2,236) | 80,000 | (2,844) | (2,844) | |
| Katek Leipzig GmbH | Katek Düsseldorf GmbH | Düsseldorf, DE | Industrial | 296,285 | - | 25,000 | 100.00% | 111,471 | 25,000 | 661 | 661 | |
| KATEK SE | KATEK Singapore | Singapore, SGP | Services | 2,853 | - | 50,614 | 100.00% | 14 | 50,614 | (2,934) | (2,934) | |

Note 1: Calculated based on the financial statements of the investee company for the same period audited by the CPA and the shareholding ratio of the investing company.

Note 2: The investment income (loss) recognized for the period includes the amortization of the difference between the investment cost and equity.

Note 3: Kontron AG, Austria originally held 100% direct ownership of Kontron S&T AG, Germany.

Due to an organizational restructuring, it now indirectly holds Kontron S&T AG, Germany through the establishment of Kontron Beteiligungs GmbH.

Note 4: The original investment amount in the information about the investee company is translated at the spot exchange rate at the end of the period of the Bank of Taiwan.

ENNOCONN CORPORATION AND SUBSIDIARIES
INFORMATION ON INVESTMENT IN MAINLAND CHINA

For the Six Month Ended June 30, 2024

Table 10

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

Unit: NT\$ thousand

| Name of investee company in Mainland China | Main business activities | Paid-in capital | Method of investment | The cumulative outward investment amount from Taiwan at the beginning of this period | Investment amount exported or recovered this period | | The cumulative outward investment amount from Taiwan at the ending of this period | Net income (loss) of investee company for the current period | Percentage of ownership directly or indirectly held by the Company | Highest shareholding or investment ratio during the period | Investment income (loss) recognized for the current period | Carrying amount of the investment at the end of the period | Investment income remitted back as of the end of the period |
|--|---|-----------------|----------------------|--|---|----------|---|--|--|--|--|--|---|
| | | | | | Remittance | Recovery | | | | | | | |
| Nanjing Asiatek Inc. | Engage in R&D, Sales of Software and Hardware Products, and provide Installation, Commissioning and Technical Consulting | 97,350 | (2) | 33,780 | - | - | 33,780 | (7,269) | 100.00% | 100.00% | (7,269) | 205,953 | - |
| Ennoconn (Foshan) Investment Holdings Co., Ltd. | Share capital and funds investment | 513,050 | (3) | 316,259 | - | - | 316,259 | (2,615) | 100.00% | 100.00% | (1,502) | 516,541 | - |
| Ennoconn (Suzhou) Technology Co., Ltd. | R&D, production, and sales of industrial computers | 1,963,225 | (2) | 973,500 | - | - | 973,500 | 58,554 | 100.00% | 100.00% | 58,554 | 1,752,954 | - |
| Ennoconn (Kunshan) Technology Co., Ltd. | Intelligent technology development and hardware sales | 17,069 | (3) | - | - | - | - | (4,450) | 70.00% | 70.00% | (3,115) | 11,382 | - |
| Ennoconn Investment Co., Ltd. | Investment and Financing services | 597,315 | (3) | 649,000 | - | - | 649,000 | 426 | 100.00% | 100.00% | (687) | 634,873 | - |
| Suzhou Huake Visual Technology Co., Ltd. | R&D and Consulting | 2,670 | (3) | - | - | - | - | - | 32.00% | 32.00% | - | - | - |
| Suzhou HuaShiDa Intelligent Technology Co., Ltd. | Manufacture of intelligence vehicle equipment | 3,245 | (2) | - | - | - | - | 20 | 100.00% | 100.00% | 20 | 3,173 | - |
| Beijing Caswell Ltd. | Production and Sales of Network Communication Products | 123,310 | (2) | 101,114 | - | - | 101,114 | (22,030) | 25.99% | 25.99% | (5,726) | 52,433 | - |
| Highaim Technology Inc. | Design, R&D, and Production of various Molds, Servers and Communication Rental, Sales and After-sales Service of Intelligent and Machinery Equipment and its Accessories. | 649,000 | (2) | 485,163 | - | - | 485,163 | 44,276 | 67.65% | 67.65% | 29,953 | 467,119 | - |
| Kunshan Liding Intelligent Equipment Co., Ltd. | Intelligent and Machinery Equipment and its Accessories. | 4,450 | (3) | - | - | - | - | 2,693 | 67.65% | 67.65% | 5,658 | 5,756 | - |
| Highaim Technology (Shenzhen) Inc. | Automation Jigs, Fixtures and Molds | - | (3) | - | - | - | - | - | 67.65% | 67.65% | - | - | - |
| Goldtek Technology (Shenzhen) Co., Ltd. | Research and development, wholesale, processing, and related supporting operations for electronic products, smart home security systems, and equipment. | 421,850 | (2) | 421,850 | - | - | 421,850 | (46,955) | 56.74% | 56.74% | (26,643) | (87,463) | - |
| Techno Precision (Shenzhen) Co., Ltd. | Stamping/Assembly | 95,565 | (2) | - | - | - | - | 12,953 | 22.87% | 22.87% | 2,962 | (28,843) | - |

| Name of investee company in Mainland China | Main business activities | Paid-in capital | Method of investment | The cumulative outward investment amount from Taiwan at the beginning of this period | Investment amount exported or recovered this period | | The cumulative outward investment amount from Taiwan at the ending of this period | Net income (loss) of investee company for the current period | Percentage of ownership directly or indirectly held by the Company | Highest shareholding or investment ratio during the period | Investment income (loss) recognized for the current period | Carrying amount of the investment at the end of the period | Investment income remitted back as of the end of the period |
|---|---|-----------------|----------------------|--|---|----------|---|--|--|--|--|--|---|
| | | | | | Remittance | Recovery | | | | | | | |
| T-Paragon Metal (Shenzhen) Co., Ltd. | Zinc/Aluminum Alloy Die Casting | 20,775 | (2) | - | - | - | - | (136) | 11.43% | 11.43% | (16) | 20,162 | - |
| Goldtek Technology (Shenzhen) Co., Ltd. | Sales of Electronic Products and Special Materials | 4,445 | (2) | - | - | - | - | (505) | 56.74% | 56.74% | (286) | 919 | - |
| Mic-Tech (Wuxi) Co., Ltd. | Production and Sales of Semiconductor Devices, Intelligent Warehousing Equipment, Lighting Fixtures, Masks and Labor Protection Products | 827,475 | (2) | 629,453 | - | - | 629,453 | (28,219) | 41.50% | 41.50% | (11,711) | 30,566 | - |
| Mic-Tech (Shanghai) Corp. | Sales, commission agency, import and export of semiconductor industry and other industries' equipment, consumables, chemicals, parts and components, and other related supporting businesses; equipment installation and maintenance services; bonded area trade agency and business consulting services. | 267,420 | (2) | 15,353 | - | - | 15,353 | 105,917 | 41.50% | 41.50% | 43,956 | 294,856 | 217,487 |
| Shanghai Maohua Electronics Engineering Co., Ltd. | Regeneration of exhaust drums, design, installation, commissioning and technical services for piping systems and related facilities used in the semiconductor manufacturing industry; equipment repair for semiconductor manufacturing industry. | 19,470 | (2) | 18,515 | - | - | 18,515 | 3,256 | 36.11% | 36.11% | 1,176 | 4,131 | - |
| Mic-Tech Electronics Engineering Corp. | Mechanical and Electrical Installation Construction, Professional Decorative Construction Contracting, Professional Intelligent Building Construction Contracting, Professional Electronic Construction Professional Contracting and related Technical Services and Technical Consulting. | 571,737 | (2) | 261,607 | - | - | 261,607 | 119,339 | 41.50% | 41.50% | 49,526 | 261,596 | 112,742 |
| Integrated Manufacturing & Services Co., Ltd. | Develop and Produce Special Equipment for Solar Cell Production, Manufacture Key Components of Large-screen Color Projection Displays, Manufacture new Electronic Components, and Provide Services such as Cleaning and Regeneration | 227,150 | (2) | 119,750 | - | - | 119,750 | (4,238) | 24.90% | 24.90% | (1,055) | - | - |
| Mic-Tech China Trading (Shanghai) Co., Ltd. | Wholesale, commission agency, import and export, installation, maintenance and other related supporting businesses of chemical products, semiconductor and solar equipment consumables, machinery equipment and accessories; bonded area trade agency and business consulting services | 48,675 | (2) | 46,058 | - | - | 46,058 | 97,749 | 41.50% | 41.50% | 40,566 | 141,149 | - |

| Name of investee company in Mainland China | Main business activities | Paid-in capital | Method of investment | The cumulative outward investment amount from Taiwan at the beginning of this period | Investment amount exported or recovered this period | | The cumulative outward investment amount from Taiwan at the ending of this period | Net income (loss) of investee company for the current period | Percentage of ownership directly or indirectly held by the Company | Highest shareholding or investment ratio during the period | Investment income (loss) recognized for the current period | Carrying amount of the investment at the end of the period | Investment income remitted back as of the end of the period |
|---|---|-----------------|----------------------|--|---|----------|---|--|--|--|--|--|---|
| | | | | | Remittance | Recovery | | | | | | | |
| Macrotec Technology (Shanghai) Co. Ltd. | Wholesale, commission agency, import and export, and related supporting businesses of electronic products, instruments and meters, metal products, and electromechanical equipment; international trade, entrepôt trade, bonded area enterprise trade, and intra-area trade agency. | 31,051 | (2) | 9,234 | - | - | 9,234 | 11,395 | 13.04% | 13.04% | 1,486 | (625) | - |
| Fortune International Corporation | Research and development, design, manufacturing, sales, installation, maintenance and technical services related to equipment and materials for semiconductors; supply chain and property management services; accommodation services for park management; venue rental, conference, exhibition, warehousing services | 58,410 | (2) | 15,353 | - | - | 15,353 | (625) | 11.53% | 11.53% | (72) | 2,753 | - |
| Comlab Beijing Radio Frequency Technology Co., Ltd. | Software and Solutions | 124,116 | (2) | - | - | - | - | (12,828) | 13.07% | 13.07% | (1,677) | 7,098 | - |

(2) Investment limit in mainland China:

| Company Name | Accumulated amount of remittance from Taiwan to Mainland China as of the end of the period | Approved investment amount by the Investment Commission of the Ministry of Economic Affairs | Ceiling on investments in Mainland China imposed by the Investment Commission of the Ministry of Economic Affairs |
|---|--|---|---|
| Ennoconn Corporation | 1,972,539 | 4,112,466 | 13,786,124 |
| Goldtek Technology Co., Ltd. | 754,533 | 754,533 | 981,207 |
| Caswell Inc. | 101,114 | 101,114 | 2,016,251 |
| Ennoconn International Investment Co., Ltd. | 351,863 | 469,936 | 6,329,891 |
| Marketch International Corp. | 1,271,716 | 1,990,321 | 6,620,629 |

Note 1: Investment methods are classified into the following three categories, just indicate the category:

- (1) Directly invest in a company in Mainland China.
- (2) Invest in Mainland China through a company in a third region (please specify the name of the company in the third region).
- (3) Others

Note 2: In the 'Investment income (loss) recognized for the current period' column:

- (1) It should be indicated if the investee is still in the incorporation stage and has not yet generated any profit or loss.
- (2) Indicate the basis for investment income (loss) recognition in , which should be one of the following three categories:
 - A. The financial statements that are audited and attested by an international accounting firm which has a cooperative relationship with an accounting firm in R.O.C.
 - B. The financial statements that are audited and attested by the parent company's CPA in Taiwan.
 - C. Others

Note 3: The exchange rate is based on the spot average exchange rate of the Bank of Taiwan on March 30, 2024

Note 4: They are non-material associates whose financial statements are unaudited, which does not result in material impact.