

**CORETRONIC CORPORATION AND SUBSIDIARIES**

**CONSOLIDATED FINANCIAL STATEMENTS**

**WITH**

**REPORT OF INDEPENDENT ACCOUNTANTS**

**FOR THE SIX MONTHS ENDED**

**JUNE 30, 2024 AND 2023**

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English Translation of a Report Originally Issued in Chinese

**Review Report of Independent Accountants**

To Coretronic Corporation

**Introduction**

We have reviewed the accompanying consolidated balance sheets of Coretronic Corporation (the “Company”) and its subsidiaries as of June 30, 2024 and 2023, the related consolidated statements of comprehensive income for the three months and six months ended June 30, 2024 and 2023, changes in equity and cash flows for the six months ended June 30, 2024 and 2023, and notes to the consolidated financial statements, including the summary of significant accounting policies (together “the consolidated financial statements”). Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting” as endorsed and became effective by Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on these consolidated financial statements based on our reviews.

**Scope of Review**

Except as explained in the following paragraph, we conducted our reviews in accordance with Standard on Review Engagements 2410, “Review of Financial Information Performed by the Independent Auditor of the Entity” of the Republic of China. A review of consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with auditing standards generally accepted in the Republic of China and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

**Basis for Qualified Conclusion**

As explained in Note 4(3), the financial statements of certain insignificant subsidiaries were not reviewed by independent accountants. Those statements reflect total assets of NT\$39,947,166 thousand and NT\$28,429,275 thousand, representing 71.28% and 55.33% of the consolidated total assets, and total liabilities of NT\$9,860,493 thousand and NT\$6,165,790 thousand, representing 33.13% and 22.86% of the consolidated total liabilities as of June 30, 2024 and 2023, respectively; and total comprehensive income (loss) of NT\$245,143 thousand and NT\$(121,500) thousand, NT\$692,486 thousand and NT\$(88,623) thousand, representing 31.89%, (183.69)%, 38.28% and (9.18)% of the consolidated total comprehensive income (loss) for the three months and six months ended June 30, 2024 and 2023, respectively. As explained in Note 6(8), the financial statements of certain associates and joint ventures accounted for using the equity method were not reviewed by independent accountants. Those associates and joint ventures under the equity method amounted to NT\$35,130 thousand and NT\$46,369 thousand as of June 30, 2024 and 2023, respectively. The related shares of loss from the associates and joint ventures under the equity method amounted to NT\$2,995 thousand, NT\$645 thousand, NT\$5,862 thousand and NT\$3,753 thousand for the three months and six months ended June 30, 2024 and 2023, respectively. The information related to above subsidiaries, associates and joint ventures accounted for using the equity method disclosed in Note 13 was also not reviewed by independent accountants.

## **Qualified Conclusion**

Based on our reviews, except for the effect of such adjustments, if any, as might have been determined to be necessary had the financial statements of certain insignificant subsidiaries, associates and joint ventures accounted for using the equity method and the information been reviewed by independent accountants described in the preceding paragraph, 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 the Company and its subsidiaries as of June 30, 2024 and 2023, and their consolidated financial performance for the three months and six months ended June 30, 2024 and 2023, and 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 became effective by Financial Supervisory Commission of the Republic of China.

Kuo, Shao-Pin

Huang, Ming-Ju

Ernst & Young, Taiwan

July 29, 2024

### Notice to Readers

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

Accordingly, the accompanying financial statements and report of independent accountants are not intended for use by those who are not informed about the Standards on Auditing of the Republic of China, and their applications in practice. As the financial statements are the responsibility of the management, Ernst & Young cannot accept any liability for the use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation.

English Translation of Consolidated Financial Statements Originally Issued in Chinese

CORETRONIC CORPORATION AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS

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

(Amounts in thousands of New Taiwan Dollars)

ASSETS	Note	June 30, 2024	%	December 31, 2023	%	June 30, 2023	%
<b>Current assets</b>							
Cash and cash equivalents	6(1)	\$ 15,833,747	28.25	\$ 16,555,958	29.77	\$ 13,271,612	25.83
Financial assets at fair value through profit or loss - current	6(2)	938,872	1.68	452,577	0.82	380,791	0.74
Financial assets at amortised cost - current	6(4)	2,536,428	4.53	1,258,522	2.26	1,510,069	2.94
Notes receivable, net	6(5), 6(20)	20,019	0.04	28,264	0.05	59,150	0.12
Trade receivables, net	6(6), 6(20)	8,848,923	15.79	9,885,356	17.78	9,428,379	18.35
Trade receivables - related parties, net	6(6), 6(20), 7	700	-	639	-	-	-
Other receivables	7,8	916,276	1.64	888,419	1.60	1,473,724	2.87
Current tax assets	4, 6(25)	49,554	0.09	39,742	0.07	46,007	0.09
Inventories, net	6(7)	6,833,427	12.19	8,588,936	15.45	8,136,584	15.84
Prepayments		1,052,204	1.88	921,490	1.66	771,713	1.50
Other current assets		161,932	0.28	146,781	0.27	205,827	0.40
Total current assets		37,192,082	66.37	38,766,684	69.73	35,283,856	68.68
<b>Non-current assets</b>							
Financial assets at fair value through other comprehensive income - noncurrent	6(3)	5,839,224	10.42	5,308,046	9.55	4,678,439	9.11
Investments accounted for using the equity method	6(8)	35,130	0.06	40,975	0.07	46,369	0.09
Property, plant and equipment, net	6(9), 8	9,655,557	17.23	8,431,972	15.16	7,955,612	15.48
Right-of-use assets	6(21)	2,199,818	3.93	1,804,091	3.24	2,030,720	3.95
Investment property, net	6(10), 8	131,483	0.23	136,161	0.24	140,196	0.27
Intangible assets	6(11)	304,757	0.54	310,952	0.56	335,611	0.65
Deferred tax assets	4, 6(25)	425,184	0.76	238,534	0.43	342,931	0.67
Net defined benefit assets - noncurrent, net	6(15)	49,576	0.09	55,891	0.10	38,736	0.08
Other noncurrent assets	8	207,820	0.37	510,598	0.92	526,123	1.02
Total non-current assets		18,848,549	33.63	16,837,220	30.27	16,094,737	31.32
<b>Total assets</b>		<u>\$ 56,040,631</u>	<u>100.00</u>	<u>\$ 55,603,904</u>	<u>100.00</u>	<u>\$ 51,378,593</u>	<u>100.00</u>

(continued)

English Translation of Consolidated Financial Statements Originally Issued in Chinese  
**CORETRONIC CORPORATION AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
As of June 30, 2024, December 31, 2023, and June 30, 2023  
(Amounts in thousands of New Taiwan Dollars)

LIABILITIES AND EQUITY	Note	June 30, 2024	%	December 31, 2023	%	June 30, 2023	%
<b>Current liabilities</b>							
Short-term borrowings	6(12)	\$ 13,497,682	24.09	\$ 13,512,487	24.30	\$ 7,187,219	13.99
Financial liabilities at fair value through profit or loss - current	6(13)	90,703	0.16	347,557	0.62	338,527	0.66
Contract liabilities - current	6(19)	828,229	1.48	776,210	1.40	681,105	1.32
Notes payable		1,654	-	352	-	161	-
Accounts payable		6,638,453	11.85	7,567,334	13.61	5,723,790	11.14
Accounts payable - related parties	7	25,915	0.05	34,476	0.06	60,575	0.12
Other payables	7	5,084,372	9.07	3,934,309	7.08	5,565,091	10.83
Current tax liabilities	4, 6(25)	679,977	1.21	691,243	1.24	804,458	1.57
Provisions - current	6(16)	505,032	0.90	522,524	0.94	585,739	1.14
Lease liabilities - current	6(21), 7	174,881	0.31	188,905	0.34	281,672	0.55
Other current liabilities		712,888	1.27	789,580	1.42	782,002	1.52
Current portion of long-term borrowings	6(14)	130,754	0.23	301,879	0.54	414,716	0.81
Total current liabilities		28,370,540	50.62	28,666,856	51.55	22,425,055	43.65
<b>Non-current liabilities</b>							
Long-term borrowings	6(14)	113,803	0.20	114,838	0.21	3,205,113	6.24
Deferred tax liabilities	4, 6(25)	199,839	0.36	46,387	0.08	65,154	0.13
Lease liabilities - noncurrent	6(21), 7	1,004,056	1.79	1,045,656	1.88	1,159,102	2.26
Net defined benefit liabilities - noncurrent	6(15)	40,757	0.07	50,273	0.09	93,875	0.18
Other noncurrent liabilities		30,835	0.06	32,491	0.06	22,343	0.04
Total non-current liabilities		1,389,290	2.48	1,289,645	2.32	4,545,587	8.85
Total liabilities		29,759,830	53.10	29,956,501	53.87	26,970,642	52.50
<b>Equity attributable to owners of the parent</b>							
Share capital							
Common stock	6(17)	3,909,811	6.98	3,909,811	7.03	3,909,811	7.61
Capital surplus	6(17)	2,237,042	3.99	2,507,703	4.51	2,498,926	4.86
Retained earnings	6(17)						
Legal reserve		4,512,231	8.05	4,364,561	7.85	4,364,561	8.49
Special reserve		1,188,383	2.12	1,322,902	2.38	1,411,129	2.75
Unappropriated retained earning		11,271,163	20.11	11,755,209	21.14	10,943,504	21.30
Total retained earnings		16,971,777	30.28	17,442,672	31.37	16,719,194	32.54
Other equity		1,198,386	2.14	(375,897)	(0.67)	(987,635)	(1.92)
Total equity attributable to owners of the parent		24,317,016	42.39	23,484,289	42.24	22,140,296	43.09
<b>Non-controlling interests</b>	6(17), 6(27)	1,963,785	3.51	2,163,114	3.89	2,267,655	4.41
Total equity		26,280,801	46.90	25,647,403	46.13	24,407,951	47.50
<b>Total liabilities and equity</b>		\$ 56,040,631	100.00	\$ 55,603,904	100.00	\$ 51,378,593	100.00

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

English Translation of Consolidated Financial Statements Originally Issued in Chinese  
CORETRONIC CORPORATION AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
For the three months and six months ended June 30, 2024 and 2023  
(Amounts in thousands of New Taiwan Dollars, except for earnings per share)

Description	Note	For three months ended June 30				For six months ended June 30			
		2024	%	2023	%	2024	%	2023	%
Net sales	6(19), 7	\$ 9,968,522	100.00	\$ 9,633,168	100.00	\$ 19,088,115	100.00	\$ 19,203,953	100.00
Operating costs	6(7), 6(11), 6(15), 6(21), 6(22), 7	8,181,198	82.07	7,618,308	79.08	15,694,512	82.22	15,586,312	81.16
Gross profit		1,787,324	17.93	2,014,860	20.92	3,393,603	17.78	3,617,641	18.84
Operating expenses	6(11), 6(15), 6(18), 6(20), 6(21), 6(22), 7								
Selling expenses		456,503	4.58	475,210	4.93	923,175	4.84	864,362	4.50
General and administrative expenses		520,453	5.22	586,875	6.09	1,036,833	5.43	1,084,345	5.65
Research and development expenses		768,879	7.71	754,106	7.83	1,417,758	7.43	1,417,366	7.38
Expected credit loss (reversal of expected credit loss)		1,332	0.02	4,937	0.05	4,061	0.02	(6,226)	(0.03)
Total operating expenses		1,747,167	17.53	1,821,128	18.90	3,381,827	17.72	3,359,847	17.50
Operating income		40,157	0.40	193,732	2.02	11,776	0.06	257,794	1.34
Non-operating income and expenses									
Interest income	6(23)	127,355	1.28	90,198	0.94	240,139	1.26	179,757	0.94
Other income	6(23)	156,482	1.57	184,629	1.92	259,707	1.36	340,037	1.77
Other gains and losses	6(23)	89,952	0.90	127,352	1.32	63,441	0.33	253,178	1.32
Finance costs	6(23), 7	(102,744)	(1.03)	(120,125)	(1.25)	(186,356)	(0.97)	(272,025)	(1.42)
Share of loss of associates and joint ventures accounted for using the equity method	6(8)	(2,995)	(0.03)	(645)	(0.01)	(5,862)	(0.03)	(3,753)	(0.02)
Total non-operating income and expenses		268,050	2.69	281,409	2.92	371,069	1.95	497,194	2.59
Income before income tax		308,207	3.09	475,141	4.94	382,845	2.01	754,988	3.93
Income tax expense	4, 6(25)	(63,641)	(0.64)	(109,526)	(1.14)	(152,557)	(0.80)	(196,026)	(1.02)
Net income		244,566	2.45	365,615	3.80	230,288	1.21	558,962	2.91
Other comprehensive income									
Items that will not be reclassified subsequently to profit or loss									
Unrealized gain from equity instrument investments measured at fair value	6(24)	278,544	2.79	128,385	1.33	526,936	2.76	782,719	4.08
Income tax related to items that will not be reclassified subsequently to profit or loss	6(24), 6(25)	(2,140)	(0.02)	1,168	0.01	(3,092)	(0.02)	892	-
Items that may be reclassified subsequently to profit or loss									
Exchange differences on translation of foreign operations	6(24)	247,676	2.49	(429,032)	(4.45)	1,054,797	5.53	(377,315)	(1.96)
Share of other comprehensive income of associates and joint ventures accounted for using the equity method	6(24)	4	-	8	-	17	-	5	-
Other comprehensive income (loss), net of tax		524,084	5.26	(299,471)	(3.11)	1,578,658	8.27	406,301	2.12
Total comprehensive income		\$ 768,650	7.71	\$ 66,144	0.69	\$ 1,808,946	9.48	\$ 965,263	5.03
Net income for the periods attributable to :									
Shareholders of the parent	6(26)	\$ 281,807		\$ 412,344		\$ 425,044		\$ 664,990	
Non-controlling interests	6(17), 6(27)	\$ (37,241)		\$ (46,729)		\$ (194,756)		\$ (106,028)	
Total comprehensive income (loss) for the periods attributable to :									
Shareholders of the parent		\$ 823,256		\$ 131,646		\$ 1,999,327		\$ 1,088,484	
Non-controlling interests		\$ (54,606)		\$ (65,502)		\$ (190,381)		\$ (123,221)	
Basic Earnings Per Share (in New Taiwan Dollars)	6(26)	\$ 0.72		\$ 1.05		\$ 1.09		\$ 1.70	
Diluted Earnings Per Share (in New Taiwan Dollars)	6(26)	\$ 0.72		\$ 1.05		\$ 1.08		\$ 1.69	

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

English Translation of Consolidated Financial Statements Originally Issued in Chinese

CORETRONIC CORPORATION AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

For the six months ended June 30, 2024 and 2023

(Amounts in thousands of New Taiwan Dollars)

Description	Equity attributable to owners of the parent								Non-controlling interests	Total equity
	Common stock	Capital surplus	Retained earnings			Other equity		Total		
			Legal reserve	Special reserve	Unappropriated retained earning	Exchange differences on translation of foreign operations	Unrealized gains or losses on financial assets at fair value through other comprehensive income (loss)			
Balance as of January 1, 2023	\$ 3,909,811	\$ 2,808,225	\$ 4,121,627	\$ 1,276,610	\$ 12,024,401	\$ (1,464,373)	\$ 53,244	\$ 22,729,545	\$ 2,350,939	\$ 25,080,484
Acquisition or disposal of the interest of subsidiaries	-	80,608	-	-	-	-	-	80,608	41,101	121,709
Changes in subsidiaries' ownership	-	1,074	-	-	-	-	-	1,074	4,984	6,058
Appropriation and distribution of 2022 earnings:										
Legal reserve	-	-	242,934	-	(242,934)	-	-	-	-	-
Cash dividends	-	-	-	-	(1,368,434)	-	-	(1,368,434)	-	(1,368,434)
Special reserve	-	-	-	134,519	(134,519)	-	-	-	-	-
Cash distributed from capital surplus	-	(390,981)	-	-	-	-	-	(390,981)	-	(390,981)
Net income (loss) for the six months ended June 30, 2023	-	-	-	-	664,990	-	-	664,990	(106,028)	558,962
Other comprehensive income (loss) for the six months ended June 30, 2023	-	-	-	-	-	(360,117)	783,611	423,494	(17,193)	406,301
Total comprehensive income (loss)	-	-	-	-	664,990	(360,117)	783,611	1,088,484	(123,221)	965,263
Decrease of non-controlling interests	-	-	-	-	-	-	-	-	(6,148)	(6,148)
Balance as of June 30, 2023	\$ 3,909,811	\$ 2,498,926	\$ 4,364,561	\$ 1,411,129	\$ 10,943,504	\$ (1,824,490)	\$ 836,855	\$ 22,140,296	\$ 2,267,655	\$ 24,407,951
Balance as of January 1, 2024	\$ 3,909,811	\$ 2,507,703	\$ 4,364,561	\$ 1,322,902	\$ 11,755,209	\$ (1,842,442)	\$ 1,466,545	\$ 23,484,289	\$ 2,163,114	\$ 25,647,403
Changes in subsidiaries' ownership	-	3,025	-	-	3,318	-	-	6,343	(7,489)	(1,146)
Appropriation and distribution of 2023 earnings:										
Legal reserve	-	-	147,670	-	(147,670)	-	-	-	-	-
Cash dividends	-	-	-	-	(899,257)	-	-	(899,257)	-	(899,257)
Reversal of special reserve	-	-	-	(134,519)	134,519	-	-	-	-	-
Cash distributed from capital surplus	-	(273,686)	-	-	-	-	-	(273,686)	-	(273,686)
Net income (loss) for the six months ended June 30, 2024	-	-	-	-	425,044	-	-	425,044	(194,756)	230,288
Other comprehensive income for the six months ended June 30, 2024	-	-	-	-	-	1,050,439	523,844	1,574,283	4,375	1,578,658
Total comprehensive income (loss)	-	-	-	-	425,044	1,050,439	523,844	1,999,327	(190,381)	1,808,946
Decrease of non-controlling interests	-	-	-	-	-	-	-	-	(1,459)	(1,459)
Balance as of June 30, 2024	\$ 3,909,811	\$ 2,237,042	\$ 4,512,231	\$ 1,188,383	\$ 11,271,163	\$ (792,003)	\$ 1,990,389	\$ 24,317,016	\$ 1,963,785	\$ 26,280,801

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

English Translation of Consolidated Financial Statements Originally Issued in Chinese

CORETRONIC CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

For the six months ended June 30, 2024 and 2023

(Amounts in thousands of New Taiwan Dollars)

Description	For the six months ended June 30		Description	For the six months ended June 30	
	2024	2023		2024	2023
Cash flows from operating activities :			Cash flows from investing activities :		
Net income before tax	\$ 382,845	\$ 754,988	(Increase) decrease in financial assets at amortized cost - current	(1,277,906)	3,212,876
Adjustments for:			Acquisition of property, plant and equipment	(1,667,846)	(540,711)
The profit or loss items which did not affect cash flows:			Proceeds from disposal of property, plant and equipment	66,965	58,026
Expected credit loss (reversal of expected credit loss)	4,061	(6,226)	Acquisition of intangible assets	(37,025)	(20,776)
Depreciation (including investment property and right-of-use assets)	627,338	722,235	Proceeds from disposal of intangible assets	-	2,765
Amortization (including other noncurrent assets)	54,163	45,118	Acquisition of land use rights	(122,644)	(162,804)
Finance costs	186,356	272,025	(Increase) decrease in other noncurrent assets	(4,571)	13,544
Interest income	(240,139)	(179,757)	Net cash (used in) provided by investing activities	(3,043,027)	2,562,920
Dividend income	(67,992)	(66,510)			
Transfer of property, plant and equipment to expenses	545	196	Cash flows from financing activities:		
Transfer of intangible assets to expenses	2,690	77	Decrease in short-term borrowings	(14,805)	(2,636,630)
Loss on disposal of property, plant and equipment	16,513	3,271	Decrease in long-term borrowings (including current portion of long-term borrowings)	(172,160)	(207,148)
Loss on disposal of intangible assets	-	99	Decrease in guarantee deposits	(1,866)	(1,192)
Loss on disposal of investments	3,452	-	Increase (decrease) in other noncurrent liabilities	210	53
Casualty loss	115,947	-	Cash payment for the principal portion of lease liabilities	(94,218)	(152,483)
Share-based payment expenses	(4,464)	6,140	Proceeds from disposal of subsidiaries' ownership (without a change of control)	-	123,591
Share of loss of associates and joint ventures accounted for using the equity method	5,862	3,753	Change in non-controlling interests	(1,459)	(6,148)
Net gain on financial assets and liabilities at fair value through profit or loss	(743,149)	(337,409)	Net cash used in financing activities	(284,298)	(2,879,957)
Changes in operating assets and liabilities:					
Notes receivable	8,245	(29,479)	Effect of exchange rate changes on cash and cash equivalents	934,054	(308,908)
Trade receivables	1,031,146	813,532			
Trade receivables - related parties	(61)	530	Net (decrease) increase in cash and cash equivalents	(722,211)	906,613
Other receivables	15,349	(206,115)	Cash and cash equivalents at the beginning of the period	16,555,958	12,364,999
Inventories	1,733,557	2,310,206	Cash and cash equivalents at the end of the period	\$ 15,833,747	\$ 13,271,612
Prepayments	(140,914)	15,665			
Other current assets	(15,151)	(10,519)			
Other operating assets	7,988	13,979			
Contract liabilities	49,088	152,462			
Notes payable	1,302	(720)			
Accounts payable	(928,881)	(1,560,358)			
Accounts payable - related parties	(8,561)	11,565			
Other payables	(205,041)	(727,029)			
Provisions - current	(17,492)	(65,366)			
Other current liabilities	(76,692)	(90,023)			
Net defined benefit assets/liabilities	(3,201)	18,333			
Cash provided by operating activities	1,794,709	1,864,663			
Dividend received	26,688	66,510			
Interest received	238,184	270,960			
Interest paid	(181,914)	(272,486)			
Income tax paid	(206,607)	(397,089)			
Net cash provided by operating activities	1,671,060	1,532,558			

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



**CORETRONIC CORPORATION AND SUBSIDIARIES**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**

For the six months ended June 30, 2024 and 2023

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

**1. HISTORY AND ORGANIZATION**

Coretronic Corporation (“CORE”) was incorporated at Hsinchu Science-based Industrial Park on June 30, 1992 and set up branch offices at Hsinchu Industrial Park and Tainan Science-based Industrial Park on October 17, 1997 and November 16, 2004, respectively. CORE mainly engages in the R&D, production, manufacturing and marketing of projectors, backlight, and FPD-related products. CORE’s ordinary shares were publicly listed on the Taipei Exchange on January 20, 1999.

**2. DATE AND PROCEDURES OF AUTHORIZATION OF FINANCIAL STATEMENTS FOR ISSUE**

The consolidated financial statements of CORE and its subsidiaries (“the Group”) were authorized for issue in accordance with the resolution of the Board of Directors’ meeting on July 29, 2024.

**3. NEWLY ISSUED OR REVISED STANDARDS AND INTERPRETATIONS**

- (1) Changes in accounting policies resulting from applying for the first time certain standards and amendments

The Group applied for the first time International Financial Reporting Standards, International Accounting Standards, and Interpretations issued, revised or amended, which are recognized by the Financial Supervisory Commission (“the FSC”) and become effective for annual periods beginning on or after January 1, 2024. The adoption of these new standards and amendments had no material impact on the Group.

- (2) Standards or interpretations issued, revised or amended, by International Accounting Standards Board (the “IASB”) which are endorsed by the FSC, and not yet adopted by the Group as at the end of the reporting period are listed below.

Standards or Interpretations Numbers	New, Revised or Amended Standards and Interpretations	Effective Dates
IAS 21	Amendments to Lack of Exchangeability	January 1, 2025

**Lack of Exchangeability – Amendments to IAS 21**

These amendments specify whether a currency is exchangeable into another currency and, when it is not, to determining the exchange rate to use and the disclosures to provide.

The abovementioned standards and interpretations issued by the IASB have been endorsed by the FSC, and become effective for annual periods beginning on or after January 1, 2025. The adoption of these new standards and amendments had no material impact on the Group.

CORETRONIC CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)  
(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

- (3) Standards or interpretations issued, revised or amended, by IASB which are not endorsed by the FSC, and not yet adopted by the Group as at the end of the reporting period are listed below.

Standards or Interpretations Numbers	New, Revised or Amended Standards and Interpretations	Effective Dates
IFRS 10 and IAS 28	Amendments to Consolidated Financial Statements and Investments in Associates and Joint Ventures	To be determined by the IASB
IFRS 17	Insurance Contracts	January 1, 2023
IFRS 18	Presentation and Disclosure in Financial Statements	January 1, 2027
IFRS 19	Disclosure Initiative – Subsidiaries without Public Accountability: Disclosures	January 1, 2027
IFRS 9 and IFRS 7 Amendment	Amendments to the Classification and Measurement of Financial Instruments	January 1, 2026
Volume 11	Annual Improvements to IFRS Accounting Standards	January 1, 2026

A. IFRS 10 “Consolidated Financial Statements” and IAS 28 “Investments in Associates and Joint Ventures” – Sale or Contribution of Assets between an Investor and its Associate or Joint Ventures

The amendments address the inconsistency between the requirements in IFRS 10 “Consolidated Financial Statements” and IAS 28 “Investments in Associates and Joint Ventures”, in dealing with the loss of control of a subsidiary that is contributed to an associate or a joint venture. IAS 28 restricts gains and losses arising from contributions of non-monetary assets to an associate or a joint venture to the extent of the interest attributable to the other equity holders in the associate or joint ventures. IFRS 10 requires full profit or loss recognition on the loss of control of the subsidiary. IAS 28 was amended so that the gain or loss resulting from the sale or contribution of assets that constitute a business as defined in IFRS 3 between an investor and its associate or joint venture is recognized in full.

IFRS 10 was also amended so that the gain or loss resulting from the sale or contribution of a subsidiary that does not constitute a business as defined in IFRS 3 between an investor and its associate or joint venture is recognized only to the extent of the unrelated investors’ interests in the associate or joint venture.

CORETRONIC CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)  
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**B. IFRS 17 “Insurance Contracts”**

IFRS 17 provides a comprehensive model for insurance contracts, covering all relevant accounting aspects (including recognition, measurement, presentation and disclosure requirements). The core of IFRS 17 is the General (building block) Model. Under this model, on initial recognition, an entity shall measure a group of insurance contracts at the total of the fulfillment cash flows and the contractual service margin. The carrying amount of a group of insurance contracts at the end of each reporting period shall be the sum of the liability for remaining coverage and the liability for incurred claims.

Other than the General Model, the standard also provides a specific adaptation for contracts with direct participation features (the Variable Fee Approach) and a simplified approach (Premium Allocation Approach) mainly for short-duration contracts.

IFRS 17 was issued in May 2017 and it was amended in 2020 and 2021. The amendments include deferral of the date of initial application of IFRS 17 by two years to annual beginning on or after January 1, 2023 (from the original effective date of January 1, 2021); providing additional transition reliefs; simplifying some requirements to reduce the costs of applying IFRS 17 and revising some requirements to make the results easier to explain. IFRS 17 replaces an interim Standard – IFRS 4 Insurance Contracts – from annual reporting periods beginning on or after January 1, 2023.

**C. IFRS 18 “Presentation and Disclosure in Financial Statements”**

IFRS 18 replaces IAS 1 Presentation of Financial Statements. The main changes are as below:

a. Improved comparability in the statement of profit or loss (income statement)

IFRS 18 requires entities to classify all income and expenses within their statement of profit or loss into one of five categories: operating, investing, financing, income taxes and discontinued operations. The first three categories are new, to improve the structure of the income statement, and requires all entities to provide new defined subtotals, including operating profit or loss. The improved structure and new subtotals will give investors a consistent starting point for analyzing entities’ performance and make it easier to compare entities.

b. Enhanced transparency of management-defined performance measures

IFRS 18 requires entities to disclose explanations of those entity-specific measures that are related to the income statement, referred to as management-defined performance measures.

CORETRONIC CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)  
(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

c. Useful grouping of information in the financial statements

IFRS 18 sets out enhanced guidance on how to organize information and whether to provide it in the primary financial statements or in the notes. The changes are expected to provide more detailed and useful information. IFRS 18 also requires entities to provide more transparency about operating expenses, helping investors to find and understand the information they need.

D. Disclosure Initiative – Subsidiaries without Public Accountability: Disclosures (IFRS 19)

This standard permits subsidiaries without public accountability to provide reduced disclosures when applying IFRS Accounting Standards in their financial statements. IFRS 19 is optional for subsidiaries that are eligible and sets out the disclosure requirements for subsidiaries that elect to apply it.

E. Amendments to the Classification and Measurement of Financial Instruments – Amendments to IFRS 9 and IFRS 7

The amendments include:

- a. Clarify that a financial liability is derecognised on the settlement date and describe the accounting treatment for settlement of financial liabilities using an electronic payment system before the settlement date.
- b. Clarify how to assess the contractual cash flow characteristics of financial assets that include environmental, social and governance (ESG)-linked features and other similar contingent features.
- c. Clarify the treatment of non-recourse assets and contractually linked instruments.
- d. Require additional disclosures in IFRS 7 for financial assets and liabilities with contractual terms that reference a contingent event (including those that are ESG-linked), and equity instruments classified at fair value through other comprehensive income.

F. Annual Improvements to IFRS Accounting Standards – Volume 11

a. Amendments to IFRS 1

The amendments mainly improve the consistency in wording between first-time adoption of IFRS and requirements for hedge accounting in IFRS 9.

b. Amendments to IFRS 7

The amendments update an obsolete cross-reference relating to gain or loss on derecognition.

CORETRONIC CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)  
(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

c. Amendments to Guidance on implementing IFRS 7

The amendments improve some of the wordings in the implementation guidance, including the introduction, disclosure of deferred difference between fair value and transaction price and credit risk disclosures.

d. Amendments to IFRS 9

The amendments add a cross-reference to resolve potential confusion for a lessee applying the derecognition requirements and clarify the term “transaction price”.

e. Amendments to IFRS 10

The amendments remove the inconsistency between paragraphs B73 and B74 of IFRS 10.

f. Amendments to IAS 7

The amendments remove a reference to “cost method” in paragraph 37 of IAS 7.

The abovementioned amendments are applicable for annual periods beginning on or after January 1, 2026

The abovementioned standards and interpretations issued by the IASB have not yet been endorsed by the FSC, and the local effective dates are to be determined by the FSC. As the Group is currently determining the potential impact of the standards and interpretations listed above, it is not practicable to estimate their impacts on the Group at this point in time.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(1) Statement of Compliance

The consolidated financial statements of the Group for the six months ended June 30, 2024 and 2023 have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers (“the Regulations”) and IAS 34 “Interim Financial Reporting” which is endorsed and become effective by the FSC.

(2) Basis of Preparation

The consolidated financial statements have been prepared on a historical cost basis, except for financial instruments that have been measured at fair value. The consolidated financial statements are expressed in thousands of New Taiwan Dollars (“NT\$”) unless otherwise stated.

(3) General Description of Reporting Entity

Principles of consolidation

## CORETRONIC CORPORATION AND SUBSIDIARIES

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

Control is achieved when CORE is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, CORE controls an investee if and only if CORE has:

- A. power over the investee (i.e., existing rights that give it the current ability to direct the relevant activities of the investee);
- B. exposure, or rights, to variable returns from its involvement with the investee; and
- C. the ability to use its power over the investee to affect its returns.

When CORE has less than a majority of the voting or similar rights of an investee, CORE considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- A. the contractual arrangement with the other vote holders of the investee;
- B. rights arising from other contractual arrangements;
- C. CORE's voting rights and potential voting rights.

CORE re-assesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control.

Subsidiaries are fully consolidated from the acquisition date, being the date on which CORE obtains control, and continue to be consolidated until the date that such control ceases. The financial statements of the subsidiaries are prepared for the same reporting period as the parent group, using uniform accounting policies. All intra-group balances, income and expenses, unrealized gains and losses and dividends resulting from intra-group transactions are eliminated in full.

A change in the ownership interest of a subsidiary, without a change of control, is accounted for as an equity transaction.

Total comprehensive income of the subsidiaries is attributed to the owners of the parent and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

If loses control of a subsidiary, it:

- A. derecognizes the assets (including goodwill) and liabilities of the subsidiary;
- B. derecognizes the carrying amount of any non-controlling interest;
- C. recognizes the fair value of the consideration received;
- D. recognizes the fair value of any investment retained;
- E. reclassifies the parent's share of components previously recognized in other comprehensive income to profit or loss, or transfer directly to retained earnings; and
- F. recognizes any resulting difference in profit or loss.

CORETRONIC CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)  
(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

The consolidated entities are as follows:

Entity name	Relationship	Business nature	Percentage of Ownership		
			June 30, 2024	December 31, 2023	June 30, 2023
Tecpoint Limited (“Tecpoint”) and its subsidiaries	Subsidiary	Tecpoint is a holding company and invests in Mainland China. Tecpoint’s joint ventures are the production, manufacturing, marketing and R&D of acrylic plate, light guide plate and backlight module. The joint ventures also provide the after-sales services.	100.00%	100.00%	100.00%
Visicorp Limited (“Visicorp”) and its subsidiaries	Subsidiary	Visicorp is a holding company and invests in Mainland China. Visicorp’s joint ventures are the R&D, production and marketing of backlight module and components. The joint ventures also provide after-sales services.	100.00%	100.00%	100.00%
Coretronic (BVI) Investment Corp. (“Coretronic BVI”) and its subsidiaries	Subsidiary	BVI is a holding company and invests in Mainland China. BVI’s joint ventures are the R&D, production, manufacturing and marketing of digital projector, LCD monitor and components. The joint ventures also provide after-sales services.	100.00%	100.00%	100.00%

CORETRONIC CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)  
(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

Entity name	Relationship	Business nature	Percentage of Ownership		
			June 30, 2024	December 31, 2023	June 30, 2023
Sinolink Global Limited (“Sinolink”) and its subsidiaries	Subsidiary	Sinolink is a holding company and invests in Mainland China. Sinolink’s joint ventures are the design, R&D, production and marketing of projectors. The joint ventures also provide the after-sales services for self-produced and non-self-produced products.	100.00%	100.00%	100.00%
Young Green Energy Co. (“YGE”) and its subsidiaries	Subsidiary	YGE is engaged in the production, wholesale and retail trade of electronic components, battery, computer and peripheral devices, and electronic material. YGE’s joint ventures are the R&D, production and marketing of transformers, inductors and power supply related products.	99.91%	99.91%	99.91%
Young Optics Inc. (“TYO”) and its subsidiaries	Subsidiary	TYO is engaged in the production, marketing and R&D of electronic components and optical engines and key components. TYO’s joint ventures are the R&D, the production and after-sales services of electronic components, optical modules and components.	32.63%	32.63%	32.63%



CORETRONIC CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)  
(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

Entity name	Relationship	Business nature	Percentage of Ownership		
			June 30, 2024	December 31, 2023	June 30, 2023
Young Lighting Limited (“YLL”) and its subsidiaries	Subsidiary	YLL is a holding company and invests in Europe. Coretronic Investment Limited’s subsidiaries are engaged in R&D, design, production and marketing of image processing products	100.00%	100.00%	100.00%
Dynamic Time Investments Limited	Subsidiary	Holding Company	100.00%	100.00%	100.00%
Chung Tsen Investment Corp. (“CGT”) and its subsidiaries	Subsidiary	CGT is an investment company for strategic purposes.	100.00%	100.00%	100.00%
Coretronic Intelligent Cloud Service Corporation (“CICS”) and its subsidiaries	Subsidiary	CICS is engaged in intelligent cloud, IT information, intelligent applications of new media and platform development. CICS’s joint ventures are contractor in intelligent building engineering and provide services to customers from various domains.	100.00%	100.00%	100.00%
Coretronic Venture Capital Co. (“CVC”)	Subsidiary	The investment activities of business expansion.	100.00%	100.00%	100.00%

CORETRONIC CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)  
(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

Entity name	Relationship	Business nature	Percentage of Ownership		
			June 30, 2024	December 31, 2023	June 30, 2023
uCare Medical Electronics Co., Ltd. ("UCM")	Subsidiary	UCM is engaged in R&D, design, production and marketing of intelligent exercise and medical care related software and hardware products.	60.69%	60.69%	60.69%
Champ Vision Display Inc. ("CVD")	Subsidiary	CVD is engaged in R&D, design, production and marketing of innovative intelligent display products and system integration solution.	79.36%	79.36%	79.36%
Calibre UK Ltd. ("CAL")	Subsidiary	CAL is engaged in R&D, design, production and marketing of image processing products.	100.00%	100.00%	100.00%
InnoSpectra Corporation ("ISC")	Subsidiary	ISC is engaged in R&D and marketing of near-infrared spectrum and corresponding solutions.	80.00%	80.00%	80.00%
Coretronic Intelligent Robotics Corporation ("CIRC") and its subsidiaries	Subsidiary	CIRC is engaged in R&D, production and marketing of unmanned aerial vehicle and intelligent robotics.	100.00%	100.00%	100.00%
Coretronic MEMS Corporation ("CMC")	Subsidiary	CMC is engaged in R&D, production and marketing of MEMS sensor, module and corresponding solutions.	100.00%	100.00%	100.00%

CORETRONIC CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)  
(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

Entity name	Relationship	Business nature	Percentage of Ownership		
			June 30, 2024	December 31, 2023	June 30, 2023
Coretronic Reality Inc. (“CRI”)	Subsidiary	CRI is engaged in R&D, and marketing of AR (Augmented reality) and MR (Mixed reality) wearable display solutions.	100.00%	100.00%	100.00%
Coretronic Vietnam Co., Ltd.	Subsidiary	Research and development, manufacturing and sales of optical components such as backlight module, LCD module, LCD TV and panel display.	100.00%	100.00%	100.00%
Coretronic Intelligent Logistics Solutions Corporation (“CILS”)	Subsidiary	System integration and application service solutions for intelligent logistics and smart manufacturing.	100.00%	100.00%	100.00%
Coretronic Investment Limited and its subsidiaries	Subsidiary	Coretronic Investment Limited is a holding company and invests in Europe. Coretronic Investment Limited’s subsidiaries are engaged in R&D, design, production and marketing of image processing products.	100.00%	100.00%	100.00%
Coretronic Intelligent Cloud Service Corporation (JP)	Subsidiary	Engaged in intelligent cloud, IT information, intelligent applications of new media and platform development related business of new media.	100.00%	-	-

CORETRONIC CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)  
(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

1. Refer to Note 13 for intercompany transactions between consolidated entities. Subsidiaries are fully consolidated in accordance with the Regulations.
2. The significant changes of consolidated entities are described as follows:
  - A. On December 1, 2023, Young Lighting Limited (“YLL”) converted its existing other receivables from Coretronic Investment Limited to investment in Coretronic Investment Limited. After this transaction, 158,808 ordinary shares were issued to YLL, and YLL acquired 61.36% ownership of Coretronic Investment Limited; while CORE’s ownership in Coretronic Investment Limited decreased to 38.64% with 100,000 ordinary shares. Total investment in Coretronic Investment Limited was EUR 100 thousand and US\$ 46,776 thousand, with 258,808 ordinary shares in total. The percentage of ownership in Coretronic Investment Limited, directly and indirectly controlled by CORE, remained 100%.
  - B. In consideration of group operation strategy, in December 2023, Guangzhou Nano Display Co., Ltd. and YLG Optotech (Guangzhou) Limited were absorbed by Coretronic (Guangzhou) Co., LTD. In March 2024, the related deregistration of Guangzhou Nano Display Co., Ltd. and YLG Optotech (Guangzhou) Limited was approved by the government authorities.
  - C. In consideration of group operation strategy, CIRC acquired 100% ownership of CILS by means of shares exchange with the Company on January 1, 2024.
  - D. In February 2024, the Company made an investment to establish a 100% held subsidiary Coretronic Intelligent Cloud Service Corporation (JP) in Japan, in an amount of JPY150,000,000. Coretronic Intelligent Cloud Service Corporation (JP) has been fully consolidated since the investment date.
  - E. In consideration of group operation strategy, Coretronic Display (Suzhou) was absorbed by Coretronic Optics (Suzhou) from June 2024. This absorption has not yet been approved by authorities.

The financial statements of certain consolidated subsidiaries listed above had not been reviewed by independent accountants. For those unreviewed subsidiaries as of June 30, 2024 and 2023, total assets were NT\$39,947,166 thousand and NT\$28,429,275 thousand, respectively; total liabilities were NT\$9,860,493 thousand and NT\$6,165,790 thousand, respectively; the related total comprehensive income (loss) was NT\$245,143 thousand and NT\$(121,500) thousand for the three months ended June 30, 2024 and 2023, respectively; the related total comprehensive income (loss) was NT\$692,486 thousand and NT\$(88,623) thousand for the six months ended June 30, 2024 and 2023, respectively.

CORETRONIC CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)  
(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

(4) Apart from the accounting policies which are described below, the same accounting policies of consolidation have been applied in the Group's consolidated financial statements as those applied in the Group's consolidated financial statements for the year ended December 31, 2023. For the summary of significant accounting policies, please refer to the Group's consolidated financial statements for the year ended December 31, 2023.

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

B. Interim period income tax expense is accrued using the tax rate that would be applicable to expected total annual earnings, that is, the estimated average annual effective income tax rate applied to the pre-tax income of the interim period. The average annual effective income tax rate is estimated by current income tax expenses only. Deferred income tax is recognized and measured according to IAS 12 "Income Tax" and follows the same accounting policies of the Group's annual consolidated financial statements. When income tax rate changes occur in interim period, the effect on deferred income tax is recognized in profit or loss, other comprehensive income or equity at once.

5. SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND ASSUMPTIONS

Apart from what described below, the same significant accounting judgments, estimates and assumptions have been followed in the preparation of CORE's consolidated financial statements for the year ended December 31, 2023. Please refer to the consolidated financial statements for the year ended December 31, 2023 for the summary of significant accounting judgments, estimates and assumptions.

Significant Accrual for Casualty Loss

On March 25, 2024, subsidiary TYO's Xin'an plant rented by Wistron Corporation had a fire accident. According to the lease contract, the lessee, Wistron Corporation, has to restore the plant to the original condition. With a fire damage assessment on building, equipment and inventory, TYO made accrual for casualty loss to the extent of damage level at the lower of carrying amounts or replacement costs. Since the damage assessment includes scene examination, equipment detection, and suppliers' quotations for replacement or maintenance and so on, the uncertainty is higher at this point in time, leading to the final loss amount that may have material differences from the accrual. Please refer to Note 6(7), 6(9), 6(24) and 10 for more details on the fire damage.

CORETRONIC CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)  
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6. CONTENTS OF SIGNIFICANT ACCOUNTS

(1) Cash and Cash Equivalents

	June 30, 2024	December 31, 2023	June 30, 2023
Cash on hand, savings and checking accounts	\$2,701,962	\$4,707,516	\$6,025,068
Time deposits	13,027,785	11,848,442	7,246,544
Cash equivalents - repurchase agreements	104,000	-	-
Total	<u>\$15,833,747</u>	<u>\$16,555,958</u>	<u>\$13,271,612</u>

(2) Financial Assets at Fair Value through Profit or Loss

	June 30, 2024	December 31, 2023	June 30, 2023
Financial assets mandatorily measured at fair value through profit or loss:			
Derivatives not designated as hedging instruments			
Forward foreign exchange	\$938,872	\$452,577	\$380,791
Current	\$938,872	\$452,577	\$380,791
Noncurrent	-	-	-
Total	<u>\$938,872</u>	<u>\$452,577</u>	<u>\$380,791</u>

Financial assets at fair value through profit and loss were not pledged. Please refer to Note 12 for more details.

(3) Financial Assets at Fair Value through Other Comprehensive Income

	June 30, 2024	December 31, 2023	June 30, 2023
Equity instrument investments measured at fair value through other comprehensive income			
Unlisted companies stocks	\$5,839,224	\$5,308,046	\$4,678,439
Current	\$-	\$-	\$-
Noncurrent	5,839,224	5,308,046	4,678,439
Total	<u>\$5,839,224</u>	<u>\$5,308,046</u>	<u>\$4,678,439</u>

CORETRONIC CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)  
(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

Financial assets at fair value through other comprehensive income were not pledged.

(4) Financial assets measured at amortized cost

	June 30, 2024	December 31, 2023	June 30, 2023
Time deposits (with original maturities of more than six months)	\$2,536,428	\$1,258,522	\$1,510,069
Current	\$2,536,428	\$1,258,522	\$1,510,069
Noncurrent	-	-	-
Total	\$2,536,428	\$1,258,522	\$1,510,069

The Group classified certain financial assets as financial assets measured at amortized cost. Please refer to Note 12 for more details on credit risk.

(5) Notes Receivable

	June 30, 2024	December 31, 2023	June 30, 2023
Notes receivable - arose from operating activities	\$20,019	\$28,264	\$59,150

Notes receivables were not pledged.

The Group adopted IFRS 9 for impairment assessment. Please refer to Note 6(20) for more details on accumulated impairment and refer to Note 12 for more details on credit risk disclosure.

(6) Trade Receivables and Trade Receivables - Related Parties

	June 30, 2024	December 31, 2023	June 30, 2023
Trade receivables	\$8,900,941	\$9,932,276	\$9,464,622
Less: allowance for doubtful accounts	(52,018)	(46,920)	(36,243)
Subtotal	8,848,923	9,885,356	9,428,379
Trade receivables from related parties	700	639	-
Total	\$8,849,623	\$9,885,995	\$9,428,379

Trade receivables were not pledged.

# CORETRONIC CORPORATION AND SUBSIDIARIES

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

Trade receivables are generally on 30 to 150 day terms. The total carrying amounts as of June 30, 2024, December 31, 2023, and June 30, 2023 were NT\$8,901,641 thousand, NT\$9,932,915 thousand and NT\$9,464,622 thousand, respectively. Please refer to Note 6(20) for more details on impairment of trade receivables. Please refer to Note 12 for more details on credit risk management.

The Group entered into factoring contracts without recourse with domestic banks. The bank pays the Group 100% of the accounts receivable factored as consideration. According to the arrangement, if the client of the trade receivables factored delays the payment, the Group shall pay interests to the bank. Upon assignment of the factoring to the bank, the bank undertakes the associated credit risk. However, the Group still issues a promissory note to the bank. If the trade receivables cannot be collected as a result of trade disputes due to factors attributable to the Group, the Group should pay the promissory note in compensation for banks. As of June 30, 2024 and December 31, 2023, June 30, 2023, factored trade receivables of NT\$2,972,108 thousand, NT\$1,535,107 thousand and NT\$483,486 thousand were derecognized, and annual interest rates for advances from the bank were 1.69%-1.75%, 1.60%-1.64% and 5.05% respectively. The credit lines of factoring contracts provided by banks were US\$110,000 thousand as of June 30, 2024, December 31, 2023 and June 30, 2023, respectively.

As of June 30, 2024, December 31, 2023, and June 30, 2023, trade receivables classified as financial assets measured at fair value through profit or loss due to regular factoring without recourse were NT\$2,583,269 thousand, NT\$4,331,883 thousand and NT\$3,007,244 thousand, respectively.

### (7) Inventories

	June 30, 2024	December 31, 2023	June 30, 2023
Raw materials and supplies	\$4,469,406	\$6,567,592	\$5,737,073
Work in process	268,211	142,436	389,472
Finished goods	2,095,810	1,878,908	2,010,039
Total	<u>\$6,833,427</u>	<u>\$8,588,936</u>	<u>\$8,136,584</u>

Note: Please refer to Notes 6(23)C and 10 for more details on subsidiary TYO's fire damage.

The cost of inventories recognized in expenses amounted to NT\$8,181,198 thousand and NT\$7,618,308 thousand for the three months ended June 30, 2024 and 2023, including the write-down of inventories and obsolescence loss of NT\$28,190 thousand and NT\$59,192 thousand, respectively.



CORETRONIC CORPORATION AND SUBSIDIARIES  
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The cost of inventories recognized in expenses amounted to NT\$15,694,512 thousand and NT\$15,586,312 thousand for the six months ended June 30, 2024 and 2023, including the write-down of inventories and obsolescence loss of NT\$54,686 thousand and NT\$174,211 thousand, respectively.

The allowance of inventories write-down amounted to NT\$557,526 thousand, NT\$561,216 thousand and NT\$645,403 thousand as of June 30, 2024, December 31, 2023, and June 30, 2023, respectively.

No inventories were pledged.

(8) Investments Accounted for Using the Equity Method

Details of investments accounted for using the equity method are as follows:

Investees	June 30, 2024	
	Carrying amount	Percentage of ownership (%)
Investments in associates:		
Eterge Opto-Electronics Co., LTD (“EOE”)	<u>\$35,130</u>	18.50%
Investees	December 31, 2023	
	Carrying amount	Percentage of ownership (%)
Investments in associates:		
Eterge Opto-Electronics Co., LTD (“EOE”)	<u>\$40,975</u>	18.50%
Investees	June 30, 2023	
	Carrying amount	Percentage of ownership (%)
Investments in associates:		
Eterge Opto-Electronics Co., LTD (“EOE”)	<u>\$46,369</u>	18.50%

The investment in EOE is not individually significant to the Group. The Group recognized share of loss of associates and joint ventures accounted for using the equity method in the amount of NT\$2,995 thousand and NT\$645 thousand for the three months ended of June 30, 2024 and 2023, and share of loss of associates and joint ventures accounted for using the equity method in the amount of NT\$5,862 thousand and NT\$3,753 thousand for the six months ended of June 30, 2024 and 2023, respectively. The above investments accounted for using the equity method was unreviewed by independent accountants.

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The abovementioned associate had no contingent liabilities or capital commitments as of June 30, 2024, December 31, 2023 and June 30, 2023, respectively. No investments accounted for using the equity method held by the Group were pledged to others.

**(9) Property, Plant and Equipment**

Property, plant and equipment for own-use:

	Land	Buildings	Machinery and equipment	Office fixtures	Transportation equipment	Leasehold improvement	Other equipment	Construction in progress and equipment awaiting inspection	Total
<b>Cost:</b>									
As of January 1, 2024	\$152,422	\$8,764,703	\$4,602,475	\$432,971	\$36,869	\$473,570	\$1,432,033	\$1,396,571	\$17,291,614
Additions	-	220,610	13,574	8,975	399	6,704	30,864	1,515,217	1,796,343
Disposals	-	(35,154)	(311,472)	(8,081)	(9,091)	(620)	(10,670)	-	(375,088)
Transfers	-	1,307,882	20,360	10,545	3,192	-	33,734	(1,379,164)	(3,451)
Exchange differences	(114)	128,810	93,443	8,441	580	12,868	30,570	20,602	295,200
As of June 30, 2024	<u>\$152,308</u>	<u>\$10,386,851</u>	<u>\$4,418,380</u>	<u>\$452,851</u>	<u>\$31,949</u>	<u>\$492,522</u>	<u>\$1,516,531</u>	<u>\$1,553,226</u>	<u>\$19,004,618</u>
As of January 1, 2023	\$25,620	\$8,587,666	\$5,431,443	\$466,951	\$48,518	\$691,855	\$1,532,621	\$688,798	\$17,473,472
Additions	126,914	163,791	119,111	6,965	884	5,939	35,774	83,354	542,732
Disposals	-	(15,818)	(498,291)	(23,951)	(3,433)	(51,856)	(81,283)	-	(674,632)
Transfers	-	47,953	(63,710)	(891)	-	3,546	11,688	(142,302)	(143,716)
Exchange differences	(128)	(92,054)	(59,216)	(4,406)	(551)	(1,496)	(19,620)	5,004	(172,467)
As of June 30, 2023	<u>\$152,406</u>	<u>\$8,691,538</u>	<u>\$4,929,337</u>	<u>\$444,668</u>	<u>\$45,418</u>	<u>\$647,988</u>	<u>\$1,479,180</u>	<u>\$634,854</u>	<u>\$17,025,389</u>
<b>Depreciation and Impairment:</b>									
As of January 1, 2024	\$-	\$4,303,799	\$2,778,705	\$340,542	\$27,348	\$356,443	\$1,052,805	\$-	\$8,859,642
Depreciation	-	205,077	206,507	21,306	1,644	23,718	60,195	-	518,447
Disposals	-	(31,989)	(235,696)	(8,016)	(5,734)	(620)	(9,555)	-	(291,610)
Transfers	-	-	(2,230)	(247)	-	-	(98)	-	(2,575)
Fire damage (Note)	-	21,464	47,847	37	-	-	19,495	-	88,843
Exchange differences	-	80,574	53,452	6,974	534	10,235	24,545	-	176,314
As of June 30, 2024	<u>\$-</u>	<u>\$4,578,925</u>	<u>\$2,848,585</u>	<u>\$360,596</u>	<u>\$23,792</u>	<u>\$389,776</u>	<u>\$1,147,387</u>	<u>\$-</u>	<u>\$9,349,061</u>
As of January 1, 2023	\$-	\$3,937,742	\$3,408,354	\$341,435	\$36,114	\$532,927	\$1,124,428	\$19	\$9,381,019
Depreciation	-	211,027	234,171	23,886	1,697	26,221	62,628	-	559,630
Disposals	-	(15,698)	(448,377)	(19,841)	(3,410)	(49,513)	(76,496)	-	(613,335)
Transfers	-	-	(135,316)	(1,797)	-	(2,344)	(12,860)	(19)	(152,336)
Exchange differences	-	(51,892)	(32,367)	(3,527)	(563)	(2,587)	(14,265)	-	(105,201)
As of June 30, 2023	<u>\$-</u>	<u>\$4,081,179</u>	<u>\$3,026,465</u>	<u>\$340,156</u>	<u>\$33,838</u>	<u>\$504,704</u>	<u>\$1,083,435</u>	<u>\$-</u>	<u>\$9,069,777</u>
<b>Net carrying amounts as of:</b>									
June 30, 2024	<u>\$152,308</u>	<u>\$5,807,925</u>	<u>\$1,569,795</u>	<u>\$92,255</u>	<u>\$8,157</u>	<u>\$102,746</u>	<u>\$369,145</u>	<u>\$1,553,226</u>	<u>\$9,655,557</u>
December 31, 2023	<u>\$152,422</u>	<u>\$4,460,904</u>	<u>\$1,823,770</u>	<u>\$92,429</u>	<u>\$9,521</u>	<u>\$117,127</u>	<u>\$379,228</u>	<u>\$1,396,571</u>	<u>\$8,431,972</u>
June 30, 2023	<u>\$152,406</u>	<u>\$4,610,359</u>	<u>\$1,902,872</u>	<u>\$104,512</u>	<u>\$11,580</u>	<u>\$143,284</u>	<u>\$395,745</u>	<u>\$634,854</u>	<u>\$7,955,612</u>

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Note: Please refer to Notes 6(23)C and 10 for more details on subsidiary TYO's fire damage.

Please refer to Note 8 for more details on property, plant and equipment under pledge.

(10) Investment Property

Investment property held by the group is for own-use. The Group signed the commercial property lease contracts with periods of 3 years, including clauses to enable upward revision of the rental charge on an annual basis according to prevailing market conditions.

	<u>Buildings</u>
Cost:	
As of January 1, 2024	\$244,538
Additions from acquisitions	-
As of June 30, 2024	<u>\$244,538</u>
As of January 1, 2023	\$244,538
Additions from acquisitions	-
As of June 30, 2023	<u>\$244,538</u>
Depreciation and Impairment:	
As of January 1, 2024	\$108,377
Depreciation	4,678
As of June 30, 2024	<u>\$113,055</u>
As of January 1, 2023	\$100,307
Depreciation	4,035
As of June 30, 2023	<u>\$104,342</u>
Net carry amount as of:	
June 30, 2024	<u>\$131,483</u>
December 31, 2023	<u>\$136,161</u>
June 30, 2023	<u>\$140,196</u>

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	Three months ended		Six months ended	
	June 30		June 30	
	2024	2023	2024	2023
Rental income from investment property	\$9,232	\$3,195	\$18,464	\$6,391
Less: Direct operating expenses from investment property generating rental income	(2,625)	(2,017)	(4,678)	(4,035)
Total	<u>\$6,607</u>	<u>\$1,178</u>	<u>\$13,786</u>	<u>\$2,356</u>

Information about the investment property that was pledged to others as collaterals is provided in Note 8.

Investment properties held by the Group are not measured at fair value but for which the fair value is disclosed. The fair value measurements of the investment properties are categorized with Level 3. The fair value has been determined based on valuations performed by an independent appraiser. The valuation method used is discount cash-flow analysis method, and the inputs used are discount rates and growth rates:

	June 30, 2024	December 31, 2023	June 30, 2023
Fair value of the investment property	<u>\$304,500</u>	<u>\$304,500</u>	<u>\$288,200</u>
Discount rates	<u>4.595%</u>	<u>4.595%</u>	<u>4.345%</u>
Growth rates	<u>0.4%</u>	<u>0.4%</u>	<u>0.4%</u>

(11) Intangible Assets

	Patents	Software	IPs	Goodwill	Other	Total
Cost:						
As of January 1, 2024	\$242,745	\$264,670	\$94,942	\$5,940	\$64,268	\$672,565
Additions	5,850	29,926	-	-	1,249	37,025
Disposals	(407)	(16,505)	-	-	-	(16,912)
Transfer	-	22,193	-	-	(13,680)	8,513
Exchange differences	(22)	523	-	-	1,905	2,406
As of June 30, 2024	<u>\$248,166</u>	<u>\$300,807</u>	<u>\$94,942</u>	<u>\$5,940</u>	<u>\$53,742</u>	<u>\$703,597</u>
As of January 1, 2023	\$242,775	\$280,361	\$94,942	\$5,940	\$46,707	\$670,725
Additions	-	14,703	-	-	6,073	20,776
Disposals	-	(24,845)	-	-	(32,349)	(57,194)
Transfer	-	(83)	-	-	-	(83)
Exchange differences	(34)	906	-	-	1,290	2,162
As of June 30, 2023	<u>\$242,741</u>	<u>\$271,042</u>	<u>\$94,942</u>	<u>\$5,940</u>	<u>\$21,721</u>	<u>\$636,386</u>

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	Patents	Software	IPs	Goodwill	Other	Total
Amortization and Impairment:						
As of January 1, 2024	\$72,110	\$162,244	\$77,066	\$5,940	\$44,253	\$361,613
Amortization	14,086	29,997	2,079	-	5,777	51,939
Disposals	(407)	(16,505)	-	-	-	(16,912)
Transfer	-	922	-	-	-	922
Exchange differences	(22)	290	-	-	1,010	1,278
As of June 30, 2024	<u>\$85,767</u>	<u>\$176,948</u>	<u>\$79,145</u>	<u>\$5,940</u>	<u>\$51,040</u>	<u>\$398,840</u>
As of January 1, 2023	\$48,963	\$157,649	\$71,343	\$5,940	\$28,321	\$312,216
Amortization	10,642	21,855	3,643	-	7,820	43,960
Disposals	-	(24,845)	-	-	(32,349)	(57,194)
Exchange differences	(29)	591	-	-	1,231	1,793
As of June 30, 2023	<u>\$59,576</u>	<u>\$155,250</u>	<u>\$74,986</u>	<u>\$5,940</u>	<u>\$5,023</u>	<u>\$300,775</u>
Net carrying amount as of:						
June 30, 2024	<u>\$162,399</u>	<u>\$123,859</u>	<u>\$15,797</u>	<u>\$-</u>	<u>\$2,702</u>	<u>\$304,757</u>
December 31, 2023	<u>\$170,635</u>	<u>\$102,426</u>	<u>\$17,876</u>	<u>\$-</u>	<u>\$20,015</u>	<u>\$310,952</u>
June 30, 2023	<u>\$183,165</u>	<u>\$115,792</u>	<u>\$19,956</u>	<u>\$-</u>	<u>\$16,698</u>	<u>\$335,611</u>

Amortization expense of intangible assets:

	Three months ended June 30		Six months ended June 30	
	2024	2023	2024	2023
Operating costs	\$2,715	\$3,737	\$5,443	\$9,244
Selling expenses	2,323	2,373	4,647	4,732
General and administrative expenses	12,808	4,244	17,019	8,668
Research and development expenses	13,054	11,652	24,830	21,316
Total	<u>\$30,900</u>	<u>\$22,006</u>	<u>\$51,939</u>	<u>\$43,960</u>

(12) Short-Term Borrowings

	June 30, 2024	December 31, 2023	June 30, 2023
Unsecured bank loans	<u>\$13,497,682</u>	<u>\$13,512,487</u>	<u>\$7,187,219</u>
Interest rates (%)	<u>1.68%~6.04%</u>	<u>1.60%~2.55%</u>	<u>1.49%~5.50%</u>

The Group's unused short-term lines of credits amounted to NT\$36,327,295 thousand, NT\$34,125,026 thousand, and NT\$41,055,084 thousand as of June 30, 2024, December 31, 2023 and June 30, 2023, respectively. Please refer to Note 8 for time deposits guaranteed for the lines of credit of certain short-term borrowings.

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(13) Financial liabilities at fair value through profit or loss

	June 30, 2024	December 31, 2023	June 30, 2023
Financial liabilities mandatorily measured at fair value through profit or loss:			
Forward exchange contracts	\$90,703	\$347,557	\$338,527
Current	\$90,703	\$347,557	\$338,527
Non-current	-	-	-
Total	\$90,703	\$347,557	\$338,527

(14) Long-Term Borrowings

Details of long-term borrowings are as follows:

Lenders	June 30, 2024	Interest Rate (%)	Maturity date and terms of repayment
Secured long-term borrowings from First bank	\$128,963	1.98%	Principle is repaid in 8 quarterly payments from February 19, 2023.
Secured long-term borrowings from Hua Nan Commercial bank	112,900	1.96%	Principle is repaid in 14 quarterly payments from August 10, 2025.
Long-term borrowings from Sumitomo Mitsui Bank	2,694	1.60%	Government subsidizes interest for the first three years. Principle is repaid in 54 monthly payments from July 20, 2021.
Less: Current portion	(130,754)		
Total	\$113,803		

Lenders	December 31, 2023	Interest Rate (%)	Maturity date and terms of repayment
Secured long-term borrowings from First bank	\$299,950	1.85%	Principle is repaid in 8 quarterly payments from February 19, 2023.

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Lenders	December 31, 2023	Interest Rate (%)	Maturity date and terms of repayment
Secured long-term borrowings from Hua Nan Commercial bank	112,900	1.84%	Principle is repaid in 14 quarterly payments from August 10, 2025.
Long-term borrowings from Sumitomo Mitsui Bank	3,867	1.60%	Government subsidizes interest for the first three years. Principle is repaid in 54 monthly payments from July 20, 2021.
Less: Current portion	(301,879)		
Total	<u>\$114,838</u>		

Lenders	June 30, 2023	Interest Rate (%)	Maturity date and terms of repayment
Secured long-term borrowings from First bank	\$449,925	1.85%	Principle is repaid in 8 quarterly payments from February 19, 2023.
Secured long-term borrowings from Hua Nan Commercial bank	51,429	1.80%	Principle is repaid in 14 quarterly payments from July 25, 2021.
Secured long-term borrowings from Hua Nan Commercial bank	107,143	1.78%	Principle is repaid in 14 quarterly payments from July 25, 2021.
Secured long-term borrowings from Hua Nan Commercial bank	10,714	1.80%	Principle is repaid in 14 quarterly payments from July 25, 2021.
Long-term borrowings from Sumitomo Mitsui Bank	4,781	1.60%	Government subsidizes the interests for the first three years. Principle is repaid in 54 monthly payments from July 20, 2021.
Syndicated loan of 9 Banks - unsecured bank loans	3,000,000	1.98%	Revolving credit. Renewable every month. Credit has not been fully utilized.
Less: Arrangement Fee	(4,163)		
Current portion	(414,716)		
Total	<u>\$3,205,113</u>		

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The Group's unused long-term lines of credits amounted to NT\$7,074,200 thousand, NT\$7,474,200 thousand and NT\$4,430,714 thousand as of June 30, 2024, December 31, 2023 and June 30, 2023, respectively. Please refer to Note 8 for property, plant, and equipment and investment properties pledged as collateral for long-term loans.

(15) Post-Employment Benefits

Defined contribution plan

Pension expenses under the defined contribution plan for the three months ended June 30, 2024 and 2023 were NT\$83,680 thousand and NT\$91,469 thousand, respectively.

Pension expenses under the defined contribution plan for the six months ended June 30, 2024 and 2023 were NT\$167,438 thousand and NT\$183,407 thousand, respectively.

Defined benefits plan

Pension expenses under the defined benefits plan for the three months ended June 30, 2024 and 2023 were NT\$5 thousand and NT\$143 thousand, respectively.

Pension expenses under the defined benefits plan for the six months ended June 30, 2024 and 2023 were NT\$9 thousand and NT\$286 thousand, respectively.

(16) Provisions

	<u>Warranties</u>
As of January 1, 2024	\$522,524
Arising during the period	188,947
Utilized during the period	(215,864)
Exchange differences	9,425
As of June 30, 2024	<u>\$505,032</u>
Current	\$505,032
Non-current	-
As of June 30, 2024	<u>\$505,032</u>
As of January 1, 2023	\$651,105
Arising during the period	143,390
Utilized during the period	(204,943)
Exchange differences	(3,813)
As of June 30, 2023	<u>\$585,739</u>
Current	\$585,739
Non-current	-
As of June 30, 2023	<u>\$585,739</u>



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Warranties

A provision is recognized for expected warranty claims on products sold, based on past experience, management's judgement and other known factors.

(17)Equities

A. Common stock

CORE's authorized capital was NT\$10,000,000 thousand as of June 30, 2024, December 31, 2023, and June 30, 2023, respectively (including NT\$700,000 thousand reserved for exercise of share warrants, preferred shares with warrants and corporate bonds with warrants), each at a par value of NT\$10, divided into 1,000,000 thousand shares. CORE's issued capital was NT\$3,909,811 thousand, each at a par value of NT\$10, divided into 390,981 thousand shares, as of June 30, 2024, December 31, 2023 and June 30, 2023. Each share has one voting right and a right to receive dividends.

B. Capital surplus

	June 30, 2024	December 31, 2023	June 30, 2023
Additional paid-in capital	\$983,513	\$1,257,199	\$1,257,199
The differences between the fair value of the consideration paid or received from acquiring or disposing subsidiaries and the carrying amounts of the subsidiaries	1,173,750	1,173,750	1,173,915
Changes in ownership interests in subsidiaries	77,929	74,904	65,962
Changes from investments in associates and joint ventures accounted for using the equity method	1,850	1,850	1,850
Total	<u>\$2,237,042</u>	<u>\$2,507,703</u>	<u>\$2,498,926</u>

According to the Company Act, the capital reserve shall not be used except for covering losses of the company. When a company incurs no loss, it may distribute the capital reserves related to the income derived from the issuance of new shares at a premium or income from endowments received by the Company. The distribution could be made in cash to its shareholders in proportion to the number of shares being held by each of them.

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C. Retained earnings and dividend policies:

According to the Articles of Incorporation, current year's earnings shall be distributed in the following order:

- (a) Payment of all taxes and dues;
- (b) Offset accumulated losses in previous years, if any;
- (c) Legal reserve, which is 10% of leftover profits. However, this restriction does not apply in the event that the amount of the accumulated legal reserve equals or exceeds CORE's total capital stock;
- (d) Allocation or reverse of special reserve as required by law or government authorities;
- (e) The remaining net profits and the retained earnings from previous years will be allocated as shareholders' dividend. The Board of Directors will prepare a distribution proposal and submit the same to the shareholders' meeting for review and approval by a resolution.

CORE authorizes the distributable dividends and bonuses in whole or in part may be paid in cash after a resolution has been adopted by a majority vote at a meeting of the board of directors attended by two-thirds of the total number of directors, and in addition thereto a report of such distribution shall be submitted to the shareholders' meeting. CORE authorizes the distributable legal reserve and capital reserve in whole or in part may be paid in cash after a resolution has been adopted by a majority vote at a meeting of the board of directors attended by two-thirds of the total number of directors; and in addition thereto a report of such distribution shall be submitted to the shareholders' meeting.

According to the Company Act and CORE's Article of Incorporation, the policy of the dividend distribution should reflect factors such as the capital and financial structures, operating, earnings, the industrial features and cycles etc. The dividend could be paid in the form of shares or cash. In the consideration of the factors such as financial, sales and operating conditions, if the distribution of cash dividends is determined, the cash dividends should account for at least 10% of the total distribution based on the CORE's Article of Incorporation. If CORE incurs no earnings or considers the factors such as financial conditions, sales and operations, the dividend could be paid by whole or partial legal reserve in accordance with the Company Act and CORE's Article of Incorporation.

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According to Company Act, CORE needs to set aside amount to legal reserve unless where such legal reserve amounts to the total authorized capital. The legal reserve can be used to offset the deficit of CORE. If CORE incurs no loss, it may distribute the portion of legal serve which exceeds 25% of the paid-in capital by issuing new shares or by cash in proportion to the number of shares being held by each of the shareholders.

Following the adoption of TIFRS, the FSC issued Order No. Financial-Supervisory-Securities-Corporate-1010012865 on April 6, 2012, which sets out the following provisions for compliance:

Once upon a public company's first-time adoption of the TIFRS, for any unrealized revaluation gains and cumulative translation adjustments (gains) recorded to shareholders' equity that the company elects to transfer to retained earnings by application of the exemption under IFRS 1, CORE shall set aside an equal amount of special reserve. Following a company's adoption of the TIFRS for the preparation of its financial reports, when distributing distributable earnings, it shall set aside to special reserve, from the profit/loss of the current period and the undistributed earnings from the previous period, an amount equal to other net deductions from shareholders' equity for the current fiscal year, provided that if the company has already set aside special reserve according to the requirements in the preceding point, it shall set aside supplemental special reserve based on the difference between the amount already set aside and other net deductions from shareholders' equity. For any subsequent reversal of other net deductions from shareholders' equity, the amount reversed may be distributed.

The special reserve of the first adoption of the TIFRS as of Jun 30, 2024, December 31, 2023 and June 30, 2023 amounted to NT\$1,188,383 thousand, NT\$1,188,383 thousand and NT\$1,276,610 thousand, respectively.

Details of the 2023 and 2022 earnings distribution and dividends per share are as follows:

	Appropriation of earnings		Dividends per share (NT\$)	
	2023	2022	2023	2022
Legal reserve	\$147,670	\$242,934		
Special reserve	(134,519)	134,519		
Common stock - cash				
dividend	899,257	1,368,434	\$2.3	\$3.5

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Based on the authorization from the Articles of Incorporation as mentioned above, the distributions of cash dividends were resolved by the Board of Director's meetings on March 18, 2024 and March 13, 2023, respectively. Other earning distributions have been resolved by the shareholders' meetings on June 14, 2024 and June 14, 2023, respectively.

In addition, the Board of Directors in the meetings on March 18, 2024 and March 13, 2023, respectively, also resolved to distribute the paid-in capital in excess of par-common stock by cash in the amount of NT\$273,686 thousand (NT\$0.7 per share) and NT\$390,981 thousand (NT\$1 per share).

Please refer to Note 6(22) for further details on employees' compensation.

D. Non-controlling interests:

	Six months ended June 30	
	2024	2023
Beginning balance	\$2,163,114	\$2,350,939
Loss attributable to non-controlling interests	(194,756)	(106,028)
Other comprehensive income (loss) attributable to non-controlling interests, net of tax:		
Exchange differences on translation of foreign operations	4,375	(17,193)
Cash dividends	(1,459)	(6,148)
Acquisition or disposal of the interest of subsidiaries	-	41,101
Changes in subsidiaries' ownership	(3,025)	(1,156)
Share-based payment plans	(4,464)	6,140
Ending balance	\$1,963,785	\$2,267,655

(18) Share-based payment plans

Certain employees of the Group are entitled to share-based payments as part of their remuneration. Services are provided by the employees in return for the equity instruments granted. These plans are accounted for as equity-settled share-based payment transactions.

Share-based payment plans of subsidiaries

On April 28, 2022, Board of Directors of Optoma Holding Limited resolved to issue 4,624,008 common shares for the exercise of employee stock options and restricted stocks plan for employees of Optoma Holding Limited and its subsidiaries.

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Each unit of employee stock options is eligible to subscribe for one common share of Optoma Holding Limited. New shares will be issued when employees exercise such options. Holders may exercise the stock options for a certain period of time and proportion two years after the employee stock options are granted. The total outstanding granted stock options were 2,344,450 units as of June 30, 2024. The fair value of options granted was EUR 1,008 thousand, and the grant date was April 28, 2022.

The fair value of each new common share granted for the restricted stocks plan is EUR2.02 with exercise price of EUR1.99. As of June 30, 2024, total granted and outstanding restricted stocks were 1,070,808 shares with the fair value of EUR 32 thousand. The restricted stocks plan for employee allows the new shares released in proportion according to the vesting condition. The issued but unvested employee restricted shares are still entitled to dividend distribution. If employees resign during the vesting period, the Optoma Holding Limited will redeem unvested shares with the consideration of the original issuing price, and employees need not to pay back dividends obtained.

The compensation cost was recognized under the fair value method and the Black-Scholes Option Pricing model to estimate the fair value of options granted. Assumptions used in calculating the fair value are disclosed as follows:

	Share-based payment plan of subsidiaries
Expected dividend yield (%)	0.00%
Expected volatility (%)	35.1%
Risk free interest rate (%)	2.96%
Expected life (Years)	2 years

The expected life of the share options is based on historical data and current expectations and is not necessarily indicative of exercise patterns that may occur. The expected volatility reflects the assumption that the historical volatility over a period similar to the life of the options is indicative of future trends, which may also not necessarily be the actual outcome.

Share-based compensation expenses recognized for the three months ended June 30, 2024 and 2023 were NT\$(7,034) thousand and NT\$3,167 thousand, respectively. Share-based compensation expenses recognized for the six months ended June 30, 2024 and 2023 were NT\$(4,464) thousand and NT\$6,140 thousand, respectively.

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(19) Sales

	Three months ended June 30		Six months ended June 30	
	2024	2023	2024	2023
Contract revenue from customers				
Sale of goods	\$9,266,331	\$9,109,368	\$17,785,355	\$18,162,883
Revenue arising from rendering of services	588,013	410,903	1,054,430	807,187
Other operating revenues	114,178	112,897	248,330	233,883
Total	<u>\$9,968,522</u>	<u>\$9,633,168</u>	<u>\$19,088,115</u>	<u>\$19,203,953</u>

Analysis of contracts revenue from customers during the periods is as follows:

A. Revenue of Segments

For the three months ended June 30, 2024

	Energy – saving products segment	Image products and brand segment	Optical component segment	Other segment	Elimination	Total
Sale of goods	\$4,414,512	\$3,773,241	\$614,589	\$618,613	\$(154,624)	\$9,266,331
Revenue arising from rendering of services	10,778	18,970	22,987	619,525	(84,247)	\$588,013
Other operating revenues	40,844	28,522	-	44,812	-	\$114,178
Total	<u>\$4,466,134</u>	<u>\$3,820,733</u>	<u>\$637,576</u>	<u>\$1,282,950</u>	<u>\$(238,871)</u>	<u>\$9,968,522</u>
The timing of revenue recognition:						
At a point in time	\$4,466,134	\$3,820,733	\$615,083	\$1,282,950	\$(238,871)	\$9,946,029
Over time	-	-	22,493	-	-	22,493
Total	<u>\$4,466,134</u>	<u>\$3,820,733</u>	<u>\$637,576</u>	<u>\$1,282,950</u>	<u>\$(238,871)</u>	<u>\$9,968,522</u>

For the three months ended June 30, 2023

	Energy – saving products segment	Image products and brand segment	Optical component segment	Other segment	Elimination	Total
Sale of goods	\$3,980,939	\$4,074,772	\$792,586	\$559,229	\$(298,158)	\$9,109,368
Revenue arising from rendering of services	67,258	30,434	24,554	377,710	(89,053)	\$410,903
Other operating revenues	81,428	8,003	-	24,036	(570)	\$112,897
Total	<u>\$4,129,625</u>	<u>\$4,113,209</u>	<u>\$817,140</u>	<u>\$960,975</u>	<u>\$(387,781)</u>	<u>\$9,633,168</u>
The timing of revenue recognition:						
At a point in time	\$4,129,625	\$4,113,209	\$798,314	\$960,975	\$(387,781)	\$9,614,342
Over time	-	-	18,826	-	-	18,826
Total	<u>\$4,129,625</u>	<u>\$4,113,209</u>	<u>\$817,140</u>	<u>\$960,975</u>	<u>\$(387,781)</u>	<u>\$9,633,168</u>

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For the six months ended June 30, 2024

	Energy – saving products segment	Image products and brand segment	Optical component segment	Other segment	Elimination	Total
Sale of goods	\$8,491,129	\$7,422,925	\$1,149,350	\$1,034,948	\$(312,997)	\$17,785,355
Revenue arising from rendering of services	23,991	39,072	48,356	1,111,334	(168,323)	1,054,430
Other operating revenues	84,808	66,083	-	97,439	-	248,330
<b>Total</b>	<b>\$8,599,928</b>	<b>\$7,528,080</b>	<b>\$1,197,706</b>	<b>\$2,243,721</b>	<b>\$(481,320)</b>	<b>\$19,088,115</b>
The timing of revenue recognition:						
At a point in time	\$8,599,928	\$7,528,080	\$1,150,203	\$2,243,721	\$(481,320)	\$19,040,612
Over time	-	-	47,503	-	-	47,503
<b>Total</b>	<b>\$8,599,928</b>	<b>\$7,528,080</b>	<b>\$1,197,706</b>	<b>\$2,243,721</b>	<b>\$(481,320)</b>	<b>\$19,088,115</b>

For the six months ended June 30, 2023

	Energy – saving products segment	Image products and brand segment	Optical component segment	Other segment	Elimination	Total
Sale of goods	\$8,026,248	\$8,095,822	\$1,485,702	\$1,113,617	\$(558,506)	\$18,162,883
Revenue arising from rendering of services	150,584	49,334	61,031	715,306	(169,068)	807,187
Other operating revenues	115,331	62,124	-	58,723	(2,295)	233,883
<b>Total</b>	<b>\$8,292,163</b>	<b>\$8,207,280</b>	<b>\$1,546,733</b>	<b>\$1,887,646</b>	<b>\$(729,869)</b>	<b>\$19,203,953</b>
The timing of revenue recognition:						
At a point in time	\$8,292,163	\$8,207,280	\$1,520,103	\$1,887,646	\$(729,869)	\$19,177,323
Over time	-	-	26,630	-	-	26,630
<b>Total</b>	<b>\$8,292,163</b>	<b>\$8,207,280</b>	<b>\$1,546,733</b>	<b>\$1,887,646</b>	<b>\$(729,869)</b>	<b>\$19,203,953</b>

**B.Contract balance**

**Contract liabilities – current**

	June 30, 2024	December 31, 2023	June 30, 2023	January 1 2023
Sale of goods	\$421,542	\$404,307	\$286,266	\$276,621
Revenue arising from rendering of services	3,058	2,502	24,427	7,451
Other operating revenues	403,629	369,401	370,412	245,174
<b>Total</b>	<b>\$828,229</b>	<b>\$776,210</b>	<b>\$681,105</b>	<b>\$529,246</b>

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The contract liabilities balances resulted from the difference between the satisfaction of the performance obligation and the customers' payment. For the six months ended June 30, 2024 and 2023, the Group recognized NT\$340,948 thousand and NT\$211,377 thousand, respectively, in revenues from the contract liabilities balance at the beginning of the period as performance obligations were satisfied.

C. Transaction price allocated to unsatisfied performance obligations

As of June 30, 2024 and 2023, there is no need to provide relevant information of the unsatisfied performance obligations as the contracts with customers about the sales of goods are all satisfied within one year.

D. Cost of assets from acquisition or performance of customer contracts.

None.

(20) Expected credit loss

	Three months ended June 30		Six months ended June 30	
	2024	2023	2024	2023
Operating expenses – expected credit loss (gain)				
Trade receivables	\$1,332	\$4,937	\$4,061	\$(6,226)

The Group measures trade receivables (including notes receivable and trade receivables) at an amount equal to lifetime expected credit losses. The assessment of the Group's loss allowance as of June 30, 2024, December 31, 2023, and June 30, 2023, is as follows:

The Group considers the grouping of trade receivables by counterparties' credit rating, geographical region and insurance, to measure its loss allowance by using a provision matrix. Details are as below:

As of June 30, 2024

Group A

		Past due					
	Not past due	1 to 30 days	31 to 60 days	61 to 90 days	91 to 120 days	More than 121 days	Total
Gross carrying amount	\$730,032	\$127,701	\$38,616	\$2,852	\$2,856	\$27,308	\$929,365
Loss ratio	0%	0.2%	0.5%	3%	5%	10%	
Expected credit losses	-	(2,370)	(956)	(569)	(142)	(20,094)	(24,131)
Subtotal	\$730,032	\$125,331	\$37,660	\$2,283	\$2,714	\$7,214	\$905,234



**CORETRONIC CORPORATION AND SUBSIDIARIES**

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**Group B**

	Not past due	1 to 30 days	31 to 60 days	61 to 90 days	91 to 120 days	More than 121 days	Total
	Past due						
Gross carrying amount	\$7,779,366	\$162,003	\$6,061	\$21,340	\$3,199	\$20,326	\$7,992,295
Loss ratio	0%	0%	5%	30%	50%	100%	
Expected credit losses	-	(23)	(114)	(6,294)	(1,150)	(20,306)	(27,887)
Subtotal	\$7,779,366	\$161,980	\$5,947	\$15,046	\$2,049	\$20	\$7,964,408

As of December 31, 2023

**Group A**

	Not past due	1 to 30 days	31 to 60 days	61 to 90 days	91 to 120 days	More than 121 days	Total
	Past due						
Gross carrying amount	\$730,673	\$197,272	\$17,386	\$5,267	\$7,855	\$21,444	\$979,897
Loss ratio	0%	0.2%	0.5%	3%	5%	10%	
Expected credit losses	-	(1,000)	(1,587)	(485)	(785)	(18,923)	(22,780)
Subtotal	\$730,673	\$196,272	\$15,799	\$4,782	\$7,070	\$2,521	\$957,117

**Group B**

	Not past due	1 to 30 days	31 to 60 days	61 to 90 days	91 to 120 days	More than 121 days	Total
	Past due						
Gross carrying amount	\$8,765,132	\$173,820	\$13,508	\$4,653	\$3,275	\$20,894	\$8,981,282
Loss ratio	0%	0-2%	5%	30%	50%	100%	
Expected credit losses	-	(23)	(314)	(1,331)	(1,578)	(20,894)	(24,140)
Subtotal	\$8,765,132	\$173,797	\$13,194	\$3,322	\$1,697	\$-	\$8,957,142

As of June 30, 2023

**Group A**

	Not past due	1 to 30 days	31 to 60 days	61 to 90 days	91 to 120 days	More than 121 days	Total
	Past due						
Gross carrying amount	\$736,755	\$170,372	\$9,177	\$2,545	\$3,876	\$31,020	\$953,745
Loss ratio	0%	0.2%	0.5%	3%	5%	10%	
Expected credit losses	-	(1,108)	(755)	(76)	(2,326)	(13,579)	(17,844)
Subtotal	\$736,755	\$169,264	\$8,422	\$2,469	\$1,550	\$17,441	\$935,901

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Group B

		Past due					
	Not	1 to 30	31 to 60	61 to 90	91 to 120	More than	Total
	past due	days	days	days	days	121 days	
Gross carrying							
amount	\$8,387,937	\$147,704	\$14,561	\$2,887	\$-	\$16,938	\$8,570,027
Loss ratio	0%	0%	5%	30%	50%	100%	
Expected							
credit losses	-	(2)	(594)	(865)	-	(16,938)	(18,399)
Subtotal	\$8,387,937	\$147,702	\$13,967	\$2,022	\$-	\$-	\$8,551,628

The movement of provision for impairment of trade receivables during the period is as follows:

	Trade receivables
As of January 1, 2024	\$46,920
Addition for the current period	4,061
Write-offs	(188)
Exchange differences	1,225
As of June 30, 2024	\$52,018
As of January 1, 2023	\$42,363
Addition for the current period	10,871
Write-offs	(5,970)
Exchange differences	(344)
As of December 31, 2023	\$46,920
As of January 1, 2023	\$42,363
Reversal for the current period	(6,226)
Write-offs	(41)
Exchange differences	147
As of June 30, 2023	\$36,243

(21) Leases

A. Group as lessee

The Group leases various properties: land (including land use rights), buildings, machinery and equipment, and transportation equipment. These leases have terms between one and fifty-five years.

The effects that leases have on the financial position, financial performance and cash flows of the Group are as follows:

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(a) Amounts recognized in the balance sheet

i. Right-of-use asset

The carrying amount of right-of-use assets

	June 30, 2024	December 31, 2023	June 30, 2023
Land (including land use rights)	\$1,965,064	\$1,506,177	\$1,635,318
Buildings	210,437	272,066	365,667
Transportation equipment	22,292	23,177	26,115
Office fixtures	2,025	2,671	3,620
Total	<u>\$2,199,818</u>	<u>\$1,804,091</u>	<u>\$2,030,720</u>

During the six months ended June 30, 2024 and 2023, the additions to right-of-use assets of the Group amounted to NT\$531,980 thousand and NT\$82,470 thousand, respectively.

ii. Lease liability

	June 30, 2024	December 31, 2023	June 30, 2023
Current	\$174,881	\$188,905	\$281,672
Non-current	1,004,056	1,045,656	1,159,102
Total	<u>\$1,178,937</u>	<u>\$1,234,561</u>	<u>\$1,440,774</u>

Please refer to Note 6(23)D. for the interests on lease liability recognized during the three months and six months ended June 30, 2024 and 2023, and Note 12(5) for the maturity analysis for lease liabilities.

(b) Amounts recognized in the statement of profit or loss

Depreciation charge for right-of-use assets

	Three months ended June 30		Six months ended June 30	
	2024	2023	2024	2023
Land (including land use rights)	\$15,630	\$15,631	\$27,831	\$31,280
Buildings	33,550	56,924	67,347	116,363
Transportation equipment	4,238	4,982	8,511	10,104
Office fixtures	135	345	287	687
Other equipment	120	136	237	136
Total	<u>\$53,673</u>	<u>\$78,018</u>	<u>\$104,213</u>	<u>\$158,570</u>

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(c) Income and costs relating to leasing activities

	Three months ended June 30		Six months ended June 30	
	2024	2023	2024	2023
The expense relating to short-term leases	\$2,983	\$8,085	\$7,694	\$18,860
The expense relating to leases of low-value assets (excluding the expense relating to short-term leases of low-value assets)	1,655	2,563	3,723	5,421
Total	<u>\$4,638</u>	<u>\$10,648</u>	<u>\$11,417</u>	<u>\$24,281</u>

(d) Cash outflow relating to leasing activities

During the six months ended June 30, 2024 and 2023, the Group's total cash outflows for leases amounted to NT\$122,367 thousand and NT\$201,472 thousand, respectively.

(e) Other information relating to leasing activities

i. Variable lease payments

Some of the Group's building lease agreements contain variable payment terms that are linked to actual usage condition. The amount links to certain percentage of actual usage of underlying asset. The changes in variable lease payments are linked to actual usage and it is very common for entering contracts with variable lease payments in the industry of the Group. As such variable lease payments do not meet the definition of lease payments, and those payments are not included in the measurement of the assets and liabilities.

ii. Extension and termination options

Extension and termination options are included in a number of property and equipment leases across the Group's property rental agreements. In determining the lease term, the non-cancellable period for which the Group has the right to use an underlying asset, together with both periods covered by an option to extend the lease if the Group is reasonably certain to exercise that option and periods covered by an option to terminate the lease if the Group is reasonably certain not to exercise that option. These options are used to maximize operational flexibility in terms of managing contracts. The Group would reassess the lease term when significant issue or change occur.

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iii. Residual value guarantees

To optimize lease costs during the contract period, the Group doesn't provide residual value guarantees in relation to rental agreements, and therefore no residual value guarantees are recorded in lease liability.

B. Group as lessor

Please refer to Note 6(10) for details on the Group's owned investment properties and investment properties held by the Group as right-of-use assets. Leases of owned investment properties are classified as operating leases as they do not transfer substantially all the risks and rewards incidental to ownership of underlying assets.

No finance lease contracts were signed.

	Three months ended June 30		Six months ended June 30	
	2024	2023	2024	2023
Lease income for operating leases				
Income relating to fixed lease payments and variable lease payments that depend on an index or a rate	\$13,608	\$10,127	\$25,843	\$20,181

Please refer to Note 6(10) for relevant disclosure of investment properties for operating leases which is required by IFRS 16. For operating leases entered by the Group, the undiscounted lease payments to be received and a total of the amounts for the remaining periods are as follows:

	June 30, 2024	December 31, 2023	June 30, 2023
Not later than one year	\$45,992	\$45,474	\$20,097
Later than one year but not later than two years	45,655	44,293	778
Later than two years but not later than three years	22,204	43,917	778
Later than three years but not later than four years	492	492	492
Later than four years but not later than five years	246	492	492
Over five years	-	-	246
Total	\$114,589	\$134,668	\$22,883

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(22) Summary Statement of Employee Benefits, Depreciation and Amortization Expenses by Function

Function Items	Three months ended June 30					
	2024			2023		
	Operating Cost	Operating expenses	Total amount	Operating Cost	Operating expenses	Total amount
Employee benefits expense	\$593,428	\$1,181,167	\$1,774,595	\$764,487	\$1,240,110	\$2,004,597
Salaries	488,868	1,009,111	1,497,979	639,995	1,078,737	1,718,732
Labor and health insurance	33,157	82,235	115,392	35,888	75,980	111,868
Pension	33,732	49,953	83,685	41,507	50,105	91,612
Other employee benefits expense	37,671	39,868	77,539	47,097	35,288	82,385
Depreciation	237,278	58,884	296,162	253,462	100,943	354,405
Amortization	2,813	28,161	30,974	3,824	18,459	22,283

Function Items	Six months ended June 30					
	2024			2023		
	Operating Cost	Operating expenses	Total amount	Operating Cost	Operating expenses	Total amount
Employee benefits expense	\$1,153,767	\$2,285,397	\$3,439,164	\$1,489,283	\$2,349,617	\$3,838,900
Salaries	940,870	1,942,843	2,883,713	1,233,942	2,032,576	3,266,518
Labor and health insurance	67,092	168,322	235,414	75,308	162,993	238,301
Pension	67,052	100,395	167,447	84,273	99,420	183,693
Other employee benefits expense	78,753	73,837	152,590	95,760	54,628	150,388
Depreciation	470,320	141,955	612,275	509,994	197,277	707,271
Amortization	5,577	46,509	52,086	7,925	35,126	43,051

According to the Articles of Incorporation of the Company, 10% to 20% of profit of the current year is distributable as employees compensation. However, the Company's accumulated losses shall have been covered. CORE may, by a resolution adopted by a majority vote at a meeting of Board of Directors attended by two-thirds of the total number of directors, have the profit distributable as employees compensation in the form of shares or in cash; and thereto a report of such distribution is submitted to the shareholders' meeting. The Articles of Incorporation are to be amended in the shareholders' meeting. Information on the Board of Directors' resolution regarding the employees compensation and remuneration to directors and supervisors can be obtained from the "Market Observation Post System" on the website of the TWSE.

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CORE accrued employees compensation based on a specific rate of profit. The amount of employees compensation was NT\$42,083 thousand and NT\$57,847 thousand for the three months ended June 30, 2024 and 2023, respectively. The amount of employees compensation was NT\$57,933 thousand and NT\$100,467 thousand for the six months ended June 30, 2024 and 2023, respectively. If the Board of Directors resolved to distribute employees compensation in the form of stocks, the number of stocks distributed was calculated based on the closing price one day earlier than the date of resolution. If the estimated amounts differ from the actual distribution resolved by the Board of Directors, CORE will recognize the change as an adjustment in the profit or loss in the subsequent period.

A resolution was approved at a Board of Directors' meeting held on February 26, 2024 to distribute NT\$201,440 thousand in cash as employees compensation. There was no material difference between the resolution and the estimated amount for the year ended December 31, 2023.

There was no material difference between the estimated amount and the actual distribution of the employee bonuses for the year ended December 31, 2022.

(23) Non-Operating Income and Expenses

A. Interest income

	Three months ended June 30		Six months ended June 30	
	2024	2023	2024	2023
Financial assets measured at amortized cost	\$127,355	\$90,198	\$240,139	\$179,757

B. Other income

	Three months ended June 30		Six months ended June 30	
	2024	2023	2024	2023
Government grants income	\$14,881	\$102,794	\$35,342	\$149,891
Rental income	13,608	10,127	25,843	20,181
Dividend income	67,992	66,510	67,992	66,510
Other	60,001	5,198	130,530	103,455
Total	\$156,482	\$184,629	\$259,707	\$340,037

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C. Other gains and losses

	Three months ended June 30		Six months ended June 30	
	2024	2023	2024	2023
Gain on financial assets at fair value through profit or loss, net (Note a)	\$80,403	\$97,267	\$244,951	\$291,591
Gain on lease modification	1	1,748	3,349	6,001
Loss on disposal of property, plant and equipment	(3,054)	(7,325)	(16,513)	(3,271)
Foreign exchange gain (loss), net	7,577	63,558	(24,211)	(5,671)
Loss on disposal of investments	(3,452)	-	(3,452)	-
Reversal of casualty loss (Note b)	19,085	-	(115,947)	-
Other loss	(10,608)	(27,896)	(24,736)	(35,472)
Total	<u>\$89,952</u>	<u>\$127,352</u>	<u>\$63,441</u>	<u>\$253,178</u>

Note a: Balances were arising from financial assets mandatorily measured at fair value through profit or loss.

Note b: Due to the fire accident, subsidiary TYO recognized damage loss for inventories, property, plant and equipment. Please refer to Note 10 for more details.

D. Finance cost

	Three months ended June 30		Six months ended June 30	
	2024	2023	2024	2023
Interest on borrowings from bank	\$94,464	\$106,956	\$169,624	\$260,249
Interest on lease liabilities	8,280	11,729	16,732	24,708
Hedge ineffectiveness recognized in profit or loss	-	1,440	-	(12,932)
Total	<u>\$102,744</u>	<u>\$120,125</u>	<u>\$186,356</u>	<u>\$272,025</u>



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(24) Components of Other Comprehensive Income

For the three months ended June 30, 2024

	Arising during the period	Income tax income (expense)	Other comprehensive income, net of tax
Not to be reclassified to profit or loss:			
Unrealized gain (loss) from equity instrument investments measured at fair value through other comprehensive income	\$278,544	\$(2,140)	\$276,404
To be reclassified to profit or loss in subsequent periods:			
Exchange differences on translation of foreign operations	247,676	-	247,676
Share of the other comprehensive income of associates accounted for using the equity method	4	-	4
Total of other comprehensive income	<u>\$526,224</u>	<u>\$(2,140)</u>	<u>\$524,084</u>

For the three months ended June 30, 2023

	Arising during the period	Income tax income (expense)	Other comprehensive income, net of tax
Not to be reclassified to profit or loss:			
Unrealized gain from equity instrument investments measured at fair value through other comprehensive income	\$128,385	\$1,168	\$129,553
To be reclassified to profit or loss in subsequent periods:			
Exchange differences on translation of foreign operations	(429,032)	-	(429,032)
Share of the other comprehensive income of associates accounted for using the equity method	8	-	8
Total of other comprehensive income	<u>\$(300,639)</u>	<u>\$1,168</u>	<u>\$(299,471)</u>

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For the six months ended June 30, 2024

	Arising during the period	Income tax income (expense)	Other comprehensive income, net of tax
Not to be reclassified to profit or loss:			
Unrealized gain from equity instrument investments measured at fair value through other comprehensive income	\$526,936	\$(3,092)	\$523,844
To be reclassified to profit or loss in subsequent periods:			
Exchange differences on translation of foreign operations	1,054,797	-	1,054,797
Share of the other comprehensive income of associates accounted for using the equity method	17	-	17
Total of other comprehensive income	<u>\$1,581,750</u>	<u>\$(3,092)</u>	<u>\$1,578,658</u>

For the six months ended June 30, 2023

	Arising during the period	Income tax income (expense)	Other comprehensive income, net of tax
Not to be reclassified to profit or loss:			
Unrealized gain from equity instrument investments measured at fair value through other comprehensive income	\$782,719	\$892	\$783,611
To be reclassified to profit or loss in subsequent periods:			
Exchange differences on translation of foreign operations	(377,315)	-	(377,315)
Share of the other comprehensive income of associates accounted for using the equity method	5	-	5
Total of other comprehensive income	<u>\$405,409</u>	<u>\$892</u>	<u>\$406,301</u>

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(25) Income Tax

The major components of income tax expense (income) are as follows:

Income tax expense (income) recognized in profit or loss

	Three months ended June 30		Six months ended June 30	
	2024	2023	2024	2023
Current income tax expense (income):				
Current income tax expense	\$85,876	\$159,724	\$193,661	\$207,126
Adjustments in respect of current income tax of prior periods	(10,568)	(13,077)	(11,128)	(16,490)
Deferred tax expense (income):				
Deferred tax expense relating to origination and reversal of temporary differences	(43,408)	(4,282)	(74,249)	68,703
Deferred tax expense arising from write-down or reversal of write-down of deferred tax asset	31,741	(32,839)	44,273	(63,536)
Other	-	-	-	223
Total income tax expense	<u>\$63,641</u>	<u>\$109,526</u>	<u>\$152,557</u>	<u>\$196,026</u>

Income tax relating to components of other comprehensive income

	Three months ended June 30		Six months ended June 30	
	2024	2023	2024	2023
Deferred income tax income (expense):				
Unrealized gain (loss) from equity instruments investments measured at fair value through other comprehensive income	<u>\$(2,140)</u>	<u>\$1,168</u>	<u>\$(3,092)</u>	<u>\$892</u>

The risk exposure of Pillar Two income tax

Subsidiaries of CORE, Coretronic Vietnam Co., Ltd., Coretronic Investment Limited and its subsidiaries and Coretronic Intelligent Cloud Service Corporation (JP), are operating in jurisdictions where the Pillar Two legislation has been enacted or substantively enacted. The legislation will gradually come into effect or be implemented in the aforementioned jurisdictions beginning from 2024. Coretronic Vietnam Co., Ltd., Coretronic Intelligent Cloud Service Corporation (JP), Coretronic Investment Limited and its subsidiaries had not significant current tax expense related to the Pillar Two legislation for the six-month period ended June 30, 2024. The Group is currently assessing the impact by Pillar Two legislation on the future financial performance.

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The assessment of income tax returns

As of June 30, 2024, the assessment of the income tax returns of the Group and its subsidiaries is as follows:

	The assessment of income tax returns
CORE	Assessed and approved up to 2021
TYO	Assessed and approved up to 2021
Optoma Technology Corporation	Assessed and approved up to 2022
CGT	Assessed and approved up to 2022
Tsen Ming Investment	Assessed and approved up to 2022
YGE	Assessed and approved up to 2022
Rays Optics	Assessed and approved up to 2022
CICS	Assessed and approved up to 2022
CVC	Assessed and approved up to 2022
UCM	Assessed and approved up to 2022
ISC	Assessed and approved up to 2022
CVD	Assessed and approved up to 2022
CIRC	Assessed and approved up to 2022
CRI	Assessed and approved up to 2022
CMC	Assessed and approved up to 2022
NPT	Assessed and approved up to 2022
CILS	Assessed and approved up to 2022
Optoma Corporation	Assessed and approved up to 2022

(26) Earnings Per Share

Basic earnings per share amounts are calculated by dividing net income for the period attributable to ordinary equity holders of the parent company by the weighted-average number of ordinary shares outstanding during the period.

Diluted earnings per share amounts are calculated by dividing the net profit attributable to ordinary equity holders of the parent entity (after adjusting for interest on the convertible preference shares) by the weighted average number of ordinary shares outstanding during the period plus the weighted average number of ordinary shares that would be issued on conversion of all the dilutive potential ordinary shares into ordinary shares.

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	Three months ended June 30		Six months ended June 30	
	2024	2023	2024	2023
A. Basic earnings per share				
Profit attributable to ordinary shareholders of the parent (in thousand NT\$)	<u>\$281,807</u>	<u>\$412,344</u>	<u>\$425,044</u>	<u>\$664,990</u>
Weighted average number of ordinary shares outstanding for basic earnings per share (in thousands)	<u>390,981</u>	<u>390,981</u>	<u>390,981</u>	<u>390,981</u>
Basic earnings per share (NT\$)	<u>\$0.72</u>	<u>\$1.05</u>	<u>\$1.09</u>	<u>\$1.70</u>
B. Diluted earnings per share				
Profit attributable to ordinary shareholders of the parent after dilution (in thousand NT\$)	<u>\$281,807</u>	<u>\$412,344</u>	<u>\$425,044</u>	<u>\$664,990</u>
Weighted average number of ordinary shares outstanding for basic earnings per share (in thousands)	390,981	390,981	390,981	390,981
Effect of dilution:				
Employee bonus — stock (in thousand)	<u>637</u>	<u>1,372</u>	<u>1,469</u>	<u>2,750</u>
Weighted average number of ordinary shares outstanding after dilution (in thousand)	<u>391,618</u>	<u>392,353</u>	<u>392,450</u>	<u>393,731</u>
Diluted earnings per share (NT\$)	<u>\$0.72</u>	<u>\$1.05</u>	<u>\$1.08</u>	<u>\$1.69</u>

There have been no other transactions involving ordinary shares or potential ordinary shares between the reporting date and the date the financial statements were authorized for issue.

(27) Subsidiaries that have Material Non-Controlling Interests

Financial information of subsidiaries that have material non-controlling interests is provided below:

Percentage of equity interest held by non-controlling interests:

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Subsidiary	Country of incorporation and operation	June 30, 2024	December 31, 2023	June 30, 2023
Young Optics Inc	Taiwan	67.37%	67.37%	67.37%
		June 30, 2024	December 31, 2023	June 30, 2023
Accumulated balance of material non-controlling interests				
Young Optics, Inc.		<u>\$1,849,392</u>	<u>\$2,018,650</u>	<u>\$2,115,880</u>

	Three months ended		Six months ended	
	June 30		June 30	
	2024	2023	2024	2023
Loss allocated to material non- controlling interest				
Young Optics, Inc.	<u>\$(39,084)</u>	<u>\$(45,323)</u>	<u>\$(193,617)</u>	<u>\$(102,120)</u>

The summarized financial information of these subsidiaries is provided below. This information is based on the amounts before inter-company transactions.

Summarized information of profit or loss for the three months ended June 30, 2024:

	Young Optics Inc.
Operating revenue	\$637,576
Loss for the period from continuing operations	(58,021)
Total comprehensive loss for the period	(49,590)

Summarized information of profit or loss for the three months ended June 30, 2023:

	Young Optics Inc.
Operating revenue	\$817,141
Loss for the period from continuing operations	(67,258)
Total comprehensive loss for the period	(93,342)

Summarized information of profit or loss for the six months ended June 30, 2024:

	Young Optics Inc.
Operating revenue	\$1,197,706
Loss for the period from continuing operations	(287,409)
Total comprehensive loss for the period	(251,187)

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Summarized information of profit or loss for the six months ended June 30, 2023:

	<u>Young Optics Inc.</u>
Operating revenue	\$1,546,733
Loss for the period from continuing operations	(152,877)
Total comprehensive loss for the period	(176,829)

Summarized information of financial position as of June 30, 2024:

	<u>Young Optics Inc.</u>
Current assets	\$1,882,287
Non-current assets	2,352,292
Current liabilities	(1,021,748)
Non-current liabilities	(467,936)

Summarized information of financial position as of December 31, 2023:

	<u>Young Optics Inc.</u>
Current assets	\$2,191,077
Non-current assets	2,525,579
Current liabilities	(1,262,359)
Non-current liabilities	(458,215)

Summarized information of financial position as of June 30, 2023:

	<u>Young Optics Inc.</u>
Current assets	\$2,378,046
Non-current assets	2,648,700
Current liabilities	(1,320,465)
Non-current liabilities	(570,663)

Summarized cash flow information for the six months ended June 30, 2024:

	<u>Young Optics Inc.</u>
Operating activities	\$63,875
Investing activities	(39,585)
Financing activities	(195,620)
Net decrease in cash and cash equivalents	(150,862)

Summarized cash flow information for six months ended June 30, 2023:

	<u>Young Optics Inc.</u>
Operating activities	\$177,048
Investing activities	(134,683)
Financing activities	(275,147)
Net decrease in cash and cash equivalents	(258,680)

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7. Related Party Transactions

(1) Related Party Name and Categories

Related Party Name	Related Party Categories
Etergo Opto-Electronics Co., LTD (“EOE”)	Associate
Hannstar Display Corporation (“HANNSTAR”)	Entity which has significant influence over CORE
Chi Hua Fitness Co., LTD. (“CHI HUA”)	Substantive related party
Dongtai Qidian Electronic Technology Co., Ltd (“DONGTAI QIDIAN”)	Substantive related party
Shanghai Xianzhen Information Consulting Co., Ltd. (“Shanghai Xianzhen”)	Substantive related party
Shanghai Zhiwei Business Information Consulting Co., Ltd. (“Shanghai Zhiwei”)	Substantive related party
Global Expertise Consultants Limited (“Global Expertise”)	Substantive related party

(2) Significant transactions with related parties

A. Sales

	Three months ended June 30		Six months ended June 30	
	2024	2023	2024	2023
DONGTAI QIDIAN	\$700	\$50	\$2,089	\$480

The sales price to the above related parties was determined by mutual agreement based on the market rates. The payment terms are not significantly different between related parties and third-party customers. The receivables-related parties were not pledged, bearing no interest and were paid in cash. The trade receivables-related parties also were not guaranteed.

B. Purchases

	Three months ended June 30		Six months ended June 30	
	2024	2023	2024	2023
HANNSTAR	\$15,415	\$50,289	\$54,284	\$106,894
EOE	28,731	52,189	29,153	72,588
DONGTAI QIDIAN	-	28	-	62
Total	\$44,146	\$102,506	\$83,437	\$179,544



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The purchase price to the above related parties was determined by mutual agreement based on the market rates. The payment terms from the related party suppliers are comparable with third party suppliers and are between 60-90 days.

C. Trade Receivables from Related Parties

	June 30, 2024	December 31, 2023	June 30, 2023
DONGTAI QIDIAN	\$700	\$639	\$-

D. Other Receivables from Related Parties

	June 30, 2024	December 31, 2023	June 30, 2023
HANNSTAR	\$2,769	\$969	\$3,237

E. Accounts Payable to Related Parties

	June 30, 2024	December 31, 2023	June 30, 2023
HANNSTAR	\$12,394	\$34,476	\$10,891
EOE	13,521	-	49,684
Total	\$25,915	\$34,476	\$60,575

F. Other Payable to Related Parties

	June 30, 2024	December 31, 2023	June 30, 2023
EOE	\$1,767	\$1,036	\$412
CHI HUA	-	-	13
HANNSTAR	266	197	-
Total	\$2,033	\$1,233	\$425

G. Leases

Lease liability

	June 30, 2024	December 31, 2023	June 30, 2023
Shanghai Xianzhen	\$1,697	\$2,705	\$3,723

Interest on lease liabilities

	Three months ended June 30		Six months ended June 30	
	2024	2023	2024	2023
Shanghai Xianzhen and Global Expertise	\$25	\$54	\$57	\$118

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Lease expense for operating leases

	Three months ended June 30		Six months ended June 30	
	2024	2023	2024	2023
Shanghai Zhiwei	\$-	\$-	\$-	\$666

H. Others

For the six months ended June 30, 2024 and 2023, the Group purchased molds from EOE, amounting to NT\$997 thousand and NT\$411 thousand.

I. Key Management Personnel Compensation

	Three months ended June 30		Six months ended June 30	
	2024	2023	2024	2023
Short-term employee benefits	\$27,314	\$57,043	\$64,520	\$103,128
Post-employment benefits	477	502	983	1,001
Share-based payment	(1,967)	1,106	(1,171)	2,151
Total	\$25,824	\$58,651	\$64,332	\$106,280

8. Assets Pledged as Collateral

The following assets of the Group pledged as collateral:

Assets pledged as collateral	Carrying amount			Purpose of pledge
	June 30, 2024	December 31, 2023	June 30, 2023	
Buildings (including investment property)	\$691,436	\$712,324	\$733,212	Collateral for long-term borrowings
Time deposits (presented as "Other receivables")	-	-	373,680	Collateral for short-term borrowings
Time deposits (presented as "Other receivables")	37,013	36,885	36,885	Lease execution deposits
Time deposits (presented as "Other receivables")	50,772	48,133	48,778	Customs import guarantee and others
Bank deposits (presented as "Other receivables")	-	-	14	Export tax guarantee
Time deposits (presented as "Other noncurrent assets")	22,695	23,087	20,787	Lease execution deposits
Time deposits (presented as "Other noncurrent assets")	1,114	1,107	1,100	Customs import guarantee
Total	\$803,030	\$821,536	\$1,214,456	

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9. Commitments and Contingencies

A. Amount available under unused letters of credit as of June 30, 2024 was NT\$10,651 thousand.

B. The Group appointed contractors to build a new plant in Phu My 3 Specialized Industrial Park in Vietnam, and the total construction contract cost was VND1,875,845,475 thousand (approximately NT\$2,399,999 thousand). As of June 30, 2024, the Group has paid VND 1,644,481,447 thousand (approximately NT\$2,103,987 thousand), and recognized it under buildings, construction in progress and equipment awaiting inspection.

10. Losses due to Major Disasters

On March 25, 2024, subsidiary TYO had a fire accident in the plant for rent, leading to a fire damage on building, equipment and inventory. TYO estimated a preliminary loss of NT\$135,032 thousand, which was recognized under non-operating loss for the three-month period ended March 31, 2024 (please refer to Note 5 for the loss estimation). During the three-month period ended June 30, 2024, TYO has started to inspect and repair building, equipment and inventory. TYO reversed NT\$19,085 thousand for the three-month period ended June 30, 2024, based on actual damage and repair costs incurred. As of June 30, 2024, TYO has estimated the fire damage loss in total of NT\$115,947 thousand. In addition, TYO has been covered by property and business interruption insurance. Since loss survey is in progress, no insurance recoveries were recognized.

11. Significant Subsequent Events

None.

12. Others

(1) Categories of Financial Instruments

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Financial assets</u>			
Financial assets at fair value through profit or loss:			
Mandatorily measured at fair value through profit or loss (Note 1)	\$3,522,141	\$4,784,460	\$3,388,035
Financial assets at fair value through other comprehensive income	5,839,224	5,308,046	4,678,439
Financial assets measured at amortized cost (Note 2)	25,586,604	24,305,295	22,753,429
Total	<u>\$34,947,969</u>	<u>\$34,397,801</u>	<u>\$30,819,903</u>

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<u>Financial liabilities</u>	June 30, 2024	December 31, 2023	June 30, 2023
Financial liabilities at amortized cost:			
Short-term borrowings	\$13,497,682	\$13,512,487	\$7,187,219
Accounts payable (including related parties)	6,666,022	7,602,162	5,784,526
Other payables	5,084,372	3,934,309	5,565,091
Lease liability (including current and noncurrent)	1,178,937	1,234,561	1,440,774
Long-term borrowings (including current portion)	244,557	416,717	3,619,829
Subtotal	<u>26,671,570</u>	<u>26,700,236</u>	<u>\$23,597,439</u>
Financial liabilities at fair value through profit or loss:			
Mandatorily measured at fair value through profit or loss			
- current	90,703	347,557	338,527
Total	<u>\$26,762,273</u>	<u>\$27,047,793</u>	<u>\$23,935,966</u>

Note 1: As of June 30, 2024, December 31, 2023, and June 30, 2023, the financial assets measured at fair value through profit or loss, including trade receivables, were NT\$2,583,269 thousand, NT\$4,331,883 thousand, and NT\$3,007,244 thousand respectively. Please refer to Note 6(6) for more details.

Note 2: Include cash and cash equivalents (excluding cash on hand), notes receivable, trade receivables (including related parties), other receivables and other noncurrent assets.

(2) Financial Risk Management Objectives and Policies

The Group's principal financial risk management objective is to manage the market risk, credit risk and liquidity risk related to its operating activities. The Group identifies, measures and manages the aforementioned risks based on the Group's policy and risk appetite.

The Group has established appropriate policies, procedures and internal controls for financial risk management. Before entering into significant transactions, due approval process by the Board of Directors and Audit Committee must be carried out based on related protocols and internal control procedures. The Group complies with its financial risk management policies at all times.

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(3) Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of the changes in market prices. Market prices comprise currency risk, interest rate risk and other price risk.

In practice, it is rarely the case that a single risk variable will change independently from other risk variables; there are usually interdependencies between risk variables. However, the sensitivity analysis disclosed below does not take into account the interdependencies between risk variables.

Foreign currency risk

The Group's exposure to the risk of changes in foreign exchange rates relates primarily to the Group's operating activities (when revenue or expense are denominated in a different currency from the Group's functional currency) and the Group's net investments in foreign subsidiaries.

The Group has certain foreign currency receivables to be denominated in the same foreign currency with certain foreign currency payables, therefore natural hedge is received. Furthermore, as net investments in foreign subsidiaries are for strategic purposes, they are not hedged by the Group.

The foreign currency sensitivity analysis of the possible change in foreign exchange rates on the Group's profit is performed on significant monetary items denominated in foreign currencies as at the end of the reporting period. The Group's foreign currency risk is mainly related to the volatility in the exchange rates for USD. The information of the sensitivity analysis is as follows:

When NTD appreciates or depreciates against USD by 1%, the profit for the six months ended June 30, 2024 and 2023 is decreased/increased by NT\$58,305 thousand and NT\$40,049 thousand, while equity is decreased/increased by NT\$321,449 thousand and NT\$288,867 thousand, respectively.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Group's exposure to the risk of changes in market interest rates relates primarily to the Group's loans, bank borrowings with fixed and variable interest rates.

The interest rate sensitivity analysis is performed on items exposed to interest rate risk as of the end of the reporting period, including investments with variable interest rate and bank borrowings with variable interest rate. At the reporting date, an increase/decrease of 1% of interest rate in a reporting period could cause the profit for the six months ended June 30, 2024 and 2023 to decreased/increased by NT\$75,353 thousand and NT\$52,707 thousand, respectively.

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Equity price risk

The fair value of the Group's listed and unlisted equity securities is susceptible to market price risk arising from uncertainties about future values of the investment securities. The Group's listed equity securities are classified under held for trading financial assets or available-for-sale financial assets. The Group manages the equity price risk through diversification and placing limits on individual and total equity instruments. Reports on the equity portfolio are submitted to the Group's senior management on a regular basis. The Group's Board of Directors reviews and approves all equity investment decisions.

For the six months ended June 30, 2024 and 2023, an increase/decrease of 1% in the price of the unlisted equity securities classified as equity instrument at fair value through other comprehensive income could increase/decrease by NT\$58,392 thousand and NT\$46,784 thousand on the equity attributable to the Group, respectively.

(4) Credit Risk Management

Credit risk is the risk that counterparty will not meet its obligations under a contract, leading to a financial loss. The Group is exposed to credit risk from operating activities (primarily for trade receivables and notes receivables) and from its financing activities, including bank deposits and other financial instruments.

Customer credit risk is managed by each business unit subject to the Group's established policy, procedures and controls relating to customer credit risk management. Credit limits are established for all customers based on their financial position, rating from credit rating agencies, historical experience, prevailing economic condition and the Group's internal rating criteria, etc. Certain customer's credit risk will also be managed by taking credit enhancing procedures, such as requesting for prepayment or insurance.

As of June 30, 2024, December 31, 2023, and June 30, 2023, receivables from top ten customers represented 97%, 87% and 68% of the total trade receivables of the Group, respectively. The credit concentration risk of other accounts receivables was insignificant.

Credit risk from balances with banks, fixed income securities and other financial instruments is managed by the Group's treasury in accordance with the Group's policy. The Group only transacts with counterparties approved by the internal control procedures, which are banks and financial institutions, companies and government entities with good credit rating and with no significant default risk. Consequently, there is no significant credit risk for these counter parties.

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(5) Liquidity Risk Management

The Group's objective is to maintain a balance between continuity of funding and flexibility through the use of cash and cash equivalents, highly liquid equity investments, bank borrowings and convertible bonds. The table below summarizes the maturity profile of the Group's financial liabilities based on the contractual undiscounted payments and contractual maturity. The payment amount includes the contractual interest. The undiscounted payment relating to borrowings with variable interest rates is extrapolated based on the estimated interest rate yield curve as of the end of the reporting period.

Non-derivative financial liabilities

	Less than 1 year	1 to 3 years	3 to 5 years	Over 5 years	Total
As of June 30, 2024					
Borrowings	\$13,719,292	\$71,599	\$49,137	\$-	\$13,840,028
Accounts payable (including related parties)	6,666,022	-	-	-	6,666,022
Other payables (including related parties)	5,084,372	-	-	-	5,084,372
Lease liability	188,125	223,270	131,157	930,201	1,472,753
As of December 31, 2023					
Borrowings	\$13,844,209	\$57,502	\$65,751	\$-	\$13,967,462
Accounts payable (including related parties)	7,602,162	-	-	-	7,602,162
Other payables (including related parties)	3,944,309	-	-	-	3,944,309
Lease liability	200,743	255,550	137,171	937,855	1,531,319
As of June 30, 2023					
Borrowings	\$7,646,274	\$3,305,112	\$-	\$-	\$10,951,386
Accounts payable (including related parties)	5,784,526	-	-	-	5,784,526
Other payables (including related parties)	5,565,091	-	-	-	5,565,091
Lease liability	292,628	274,346	150,121	1,066,322	1,783,417

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Derivative financial liabilities

	Less than 1 year	1 to 3 years	Total
As of June 30, 2024			
Inflows	\$-	\$-	\$-
Outflows	90,703	-	90,703
Net	<u>\$90,703</u>	<u>\$-</u>	<u>\$90,703</u>
As of December 31, 2023			
Inflows	\$-	\$-	\$-
Outflows	347,557	-	347,557
Net	<u>\$347,557</u>	<u>\$-</u>	<u>\$347,557</u>
As of June 30, 2023			
Inflows	\$-	\$-	\$-
Outflows	338,527	-	338,527
Net	<u>\$338,527</u>	<u>\$-</u>	<u>\$338,527</u>

The table above contains the undiscounted net cash flows of derivative financial liabilities.

(6) Reconciliation of Liabilities Arising from Financing Activities

Reconciliation of liabilities for the six months ended June 30, 2024:

	Short-term borrowings	Long-term borrowings	Leases liabilities	Guarantee deposits received	Other liabilities-noncurrent	Total liabilities from financing activities
As of January 1, 2024	\$13,512,487	\$416,717	\$1,234,561	\$28,784	\$3,707	\$15,196,256
Cash flows	(14,805)	(172,160)	(94,218)	(1,866)	210	(282,839)
Additional leases	-	-	27,779	-	-	27,779
Exchange differences	-	-	10,815	-	-	10,815
As of June 30, 2024	<u>\$13,497,682</u>	<u>\$244,557</u>	<u>\$1,178,937</u>	<u>\$26,918</u>	<u>\$3,917</u>	<u>\$14,952,011</u>

Reconciliation of liabilities for the six months ended June 30, 2023:

	Short-term borrowings	Long-term borrowings	Leases liabilities	Guarantee deposits received	Other liabilities-noncurrent	Total liabilities from financing activities
As of January 1, 2023	\$9,823,849	\$3,826,977	\$1,613,090	\$19,775	\$3,707	\$15,287,398
Cash flows	(2,636,630)	(207,148)	(152,483)	(1,192)	53	(2,997,400)
Decreased leases	-	-	(23,694)	-	-	(23,694)
Exchange differences	-	-	3,861	-	-	3,861
As of June 30, 2023	<u>\$7,187,219</u>	<u>\$3,619,829</u>	<u>\$1,440,774</u>	<u>\$18,583</u>	<u>\$3,760</u>	<u>\$12,270,165</u>



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(7) Fair Value of Financial Instruments

A. The methods and assumptions applied in determining the fair value of financial instruments

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The following methods and assumptions were used by the Group to measure or disclose the fair values of financial assets and financial liabilities:

- (a) The carrying amount of cash and cash equivalents, trade receivables, short-term borrowings, trade payable and other current liabilities approximate their fair value due to their short maturities.
- (b) For financial assets and liabilities traded in an active market with standard terms and conditions, their fair value is determined based on market quotation price at the reporting date.
- (c) The fair value of derivatives which are not options and without market quotations, is determined based on the counterparty prices or discounted cash flow analysis using interest rate yield curve for the contract period. Fair value of option-based derivative financial instruments is obtained using on the counterparty prices or appropriate option pricing model or other valuation method.
- (d) The fair value of long-term borrowings without active market is determined by using valuation techniques. Therefore, the fair value is estimated using the present value of the expected cash flows. The assumption of interest rate and discount rate mainly is measured by similar financial instruments.

B. Fair value of financial instruments measured at amortized cost

The carrying amount of the Group's financial assets and liabilities measured at amortized cost approximate their fair value.

C. Fair value measurement hierarchy for financial instruments

Please refer to Note 12(9) for fair value measurement hierarchy for financial instruments of the Group.

(8) Derivative Instruments

The related information for derivative financial instruments not yet settled is as follows:

Forward currency contracts

The Group entered into forward currency contracts to manage its exposure to financial risk, but these contracts are not designated as hedging instruments. The table below lists the information related to forward currency contracts:

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Item (by contract)	Notional Amount	Contract Period
As of June 30, 2024		
Forward currency contract		
Selling forward currency contracts	USD 647,000 thousand	From July 2024 to September 2024
Buying forward currency contracts	USD 779,000 thousand	From July 2024 to April 2025
Selling forward currency contracts	CAD 1,000 thousand	From July 2024 to September 2024

As of December 31, 2023		
Forward currency contract		
Selling forward currency contracts	USD 732,500 thousand	From January 2024 to March 2024
Buying forward currency contracts	USD 685,500 thousand	From January 2024 to October 2024
Selling forward currency contracts	CAD 1,500 thousand	From January 2024 to May 2024

As of June 30, 2023		
Forward currency contract		
Selling forward currency contracts	USD 554,500 thousand	From July 2024 to October 2023
Buying forward currency contracts	USD 650,500 thousand	From July 2024 to March 2024
Selling forward currency contracts	CAD 300 thousand	July 2024

Hedging forward currency contracts

Group's partial net investments in foreign operations were in EUR. The Group entered into forward currency contracts to manage its exposure to currency exchange rate risk, and these contracts are designated as hedging instruments. The table below lists the information related to hedging forward currency contracts:

Hedging instruments/ Hedged items	Changes in Fair Value of Hedging Instruments Used for Calculating Hedge Ineffectiveness for the Current Period	Changes in Fair Value of Hedged items Used for Calculating Hedge Ineffectiveness for the Current Period	Carrying Amount of Other Equity		Change in the Value of the Hedging Instrument Recognized in Other Comprehensive Income	Hedge Ineffectiveness Recognized in Profit or Loss
			Hedge Accounting Is Continuously Applicable	Hedge Accounting Is No Longer Applicable		
Hedges of net investments in foreign operations						
As of December 31, 2023	\$(22,558)	\$22,558	\$-	\$(77,742)	\$(36,669)	\$12,928

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(9) Fair Value Measurement Hierarchy

A. Fair value measurement hierarchy

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, based on the lowest level input that is significant to the fair value measurement as a whole. Level 1, 2 and 3 inputs are described as follows:

Level 1 – Quoted (unadjusted) market prices in active markets for identical assets or liabilities that the entity can access at the measurement date

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly

Level 3 – Unobservable inputs for the asset or liability

For assets and liabilities that are recognized in the financial statements on a recurring basis, the Group determines whether transfers have occurred between Levels in the hierarchy by re-assessing categorization at the end of each reporting period.

B. Fair value measurement hierarchy of the Group's assets and liabilities

The Group does not have assets that are measured at fair value on a non-recurring basis. Fair value measurement hierarchy of the Group's assets and liabilities measured at fair value on a recurring basis is as follows:

June 30, 2024				
	Level 1	Level 2	Level 3	Total
Assets measured at fair value:				
Financial assets at fair value through profit or loss				
Forward currency contract	\$-	\$938,872	\$-	\$938,872
Equity instrument measured at fair value through other comprehensive income	-	-	5,839,224	5,839,224
Liabilities measured at fair value:				
Financial liabilities at fair value through profit or loss				
Forward currency contract	-	90,703	-	90,703

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December 31, 2023				
	Level 1	Level 2	Level 3	Total
Assets measured at fair value:				
Financial assets at fair value through profit or loss				
Forward currency contract	\$-	\$452,577	\$-	\$452,577
Equity instrument measured at fair value through other comprehensive income	-	-	5,308,046	5,308,046
Liabilities measured at fair value:				
Financial liabilities at fair value through profit or loss				
Forward currency contract	-	347,557	-	347,557

June 30, 2023				
	Level 1	Level 2	Level 3	Total
Assets measured at fair value:				
Financial assets at fair value through profit or loss				
Forward currency contract	\$-	\$380,791	\$-	\$380,791
Equity instrument measured at fair value through other comprehensive income	-	-	4,678,439	4,678,439
Liabilities measured at fair value:				
Financial liabilities at fair value through profit or loss				
Forward currency contract	-	338,527	-	338,527

Transfers between the Level 1 and Level 2 during the period

During the six months ended June 30, 2024 and 2023, there were no transfers between Level 1 and Level 2 fair value measurements.

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Change in reconciliation for fair value measurements in Level 3

Reconciliation for fair value measurements in Level 3 of the fair value hierarchy for movements during the period is as follows:

	<u>Assets</u>
	<u>At fair value through other comprehensive income</u>
	<u>Stock</u>
As of January 1, 2024:	\$5,308,046
Total gains and losses recognized for the six months ended June 30, 2024:	
Amount recognized in OCI (presented in “unrealized gains from equity instruments investments measured at fair value through other comprehensive income”)	523,844
Tax effect	3,092
Exchange differences	4,242
As of June 30, 2024	<u>\$5,839,224</u>
As of January 1, 2023:	\$3,895,009
Total gains and losses recognized for the six months ended June 30, 2023:	
Amount recognized in OCI (presented in “unrealized gains from equity instruments investments measured at fair value through other comprehensive income”)	783,611
Tax effect	(892)
Exchange differences	711
As of June 30, 2023	<u>\$4,678,439</u>

Information on significant unobservable inputs to valuation

Description of significant unobservable inputs to valuation of recurring fair value measurements categorized within Level 3 of the fair value hierarchy is as follows:

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As of June 30, 2024

	Valuation techniques	Significant unobservable inputs	Quantitative information	Relationship between inputs and fair value	Sensitivity of the input to fair value
Financial assets :					
At fair value through other comprehensive income					
Stock	Asset-Based Approach	Not Applicable	-	-	-
	Market Approach	P/E ratio of similar companies	2.21	The higher the P/E ratio of similar companies, the higher the fair value estimated	10% increase (decrease) in the P/E ratio of similar entities would result in increase /decrease in equity by NT\$7,234 thousand/ NT\$7,234 thousand.
	Market Approach	P/E ratio of similar companies	2.92	The higher the P/E ratio of similar companies, the higher the fair value estimated	10% increase (decrease) in the P/E ratio of similar companies would result in increase /decrease in equity by NT\$4,530 thousand/ NT\$4,530 thousand.

As of December 31, 2023

	Valuation techniques	Significant unobservable inputs	Quantitative information	Relationship between inputs and fair value	Sensitivity of the input to fair value
Financial assets :					
At fair value through other comprehensive income					
Stock	Asset-Based Approach	Not Applicable	-	-	-

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Valuation techniques	Significant unobservable inputs	Quantitative information	Relationship between inputs and fair value	Sensitivity of the input to fair value
Market Approach	P/E ratio of similar companies	1..75	The higher the P/E ratio of similar companies, the higher the fair value estimated	10% increase (decrease) in the P/E ratio of similar entities would result in increase /decrease in equity by NT\$5,312 thousand/ NT\$5,312 thousand.
Market Approach	P/E ratio of similar companies	2.84	The higher the P/E ratio of similar companies, the higher the fair value estimated	10% increase (decrease) in the P/E ratio of similar entities would result in increase /decrease in equity by NT\$4,692 thousand/ NT\$4,692 thousand.

As of June 30, 2023

	Valuation techniques	Significant unobservable inputs	Quantitative information	Relationship between inputs and fair value	Sensitivity of the input to fair value
Financial assets :					
At fair value through other comprehensive income					
Stock	Asset-Based Approach	Not Applicable	-	-	-
	Market Approach	P/E ratio of similar companies	1.62	The higher the P/E ratio of similar companies, the higher the fair value estimated	10% increase (decrease) in the P/E ratio of similar entities would result in increase /decrease in equity by NT\$4,889 thousand/ NT\$4,889 thousand.
	Market Approach	P/E ratio of similar companies	3.32	The higher the P/E ratio of similar companies, the higher the fair value estimated	10% increase (decrease) in the P/E ratio of similar companies would result in increase /decrease in equity by NT\$4,576 thousand/ NT\$4,576 thousand.

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Valuation process used for fair value measurements categorized within Level 3 of the fair value hierarchy

The Group's Assets Management Center (AMC) is responsible for validating the fair value measurements and ensuring that the results of the valuation are in line with market conditions, based on independent and reliable inputs which are consistent with other information, and represent exercisable prices. AMC analyses the movements in the values of assets and liabilities which are required to be re-measured or re-assessed as per the Group's accounting policies at each reporting date.

C. Fair value measurement hierarchy of the Group's assets and liabilities not measured at fair value but for which the fair value is disclosed:

June 30, 2024				
	Level 1	Level 2	Level 3	Total
Financial assets not measured at fair value but for which the fair value is disclosed: Investment properties (please refer to Note 6(10))	\$-	\$-	\$304,500	\$304,500

December 31, 2023				
	Level 1	Level 2	Level 3	Total
Financial assets not measured at fair value but for which the fair value is disclosed: Investment properties (please refer to Note 6(10))	\$-	\$-	\$304,500	\$304,500



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	June 30, 2023			
	Level 1	Level 2	Level 3	Total
Financial assets not measured at fair value but for which the fair value is disclosed: Investment properties (please refer to Note 6(10))	\$-	\$-	\$288,200	\$288,200

(10) Significant Assets and Liabilities Denominated in Foreign Currencies

Information regarding the significant assets and liabilities denominated in foreign currencies is listed below:

	June 30, 2024		
	Foreign currencies	Exchange rate	NTD thousand
<u>Financial assets</u>			
Monetary item:			
USD	\$771,802	32.45	\$25,044,975
JPY	397,230	0.2017	80,121
GBP	1,233	41.04	50,602
EUR	301	34.6957	10,443
Non-monetary items:			
USD	\$3,792	32.45	\$123,056
<u>Financial liabilities</u>			
Monetary items:			
USD	\$592,125	32.45	\$19,214,456
JPY	79,305	0.2017	15,996
CNY	249	4.4638	1,111

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December 31, 2023			
	Foreign currencies	Exchange rate	NTD thousand
<u>Financial assets</u>			
Monetary item:			
USD	\$1,152,045	30.705	\$35,373,542
JPY	400,772	0.2172	87,048
GBP	1,232	39.15	48,231
EUR	36	33.98	1,223
CNY	212	4.3263	917
Non-monetary items:			
USD	\$3,838	30.705	\$117,830
<u>Financial liabilities</u>			
Monetary items:			
USD	\$1,000,493	30.705	\$30,720,138
JPY	103,930	0.2172	22,574
EUR	13	33.98	442
CNY	26	4.3263	112
June 30, 2023			
	Foreign currencies	Exchange rate	NTD thousand
<u>Financial assets</u>			
Monetary item:			
USD	\$726,706	31.14	\$22,629,625
JPY	401,785	0.215	86,384
GBP	1,231	39.38	48,476
CNY	2,761	4.3096	11,899
Non-Monetary items:			
USD	\$3,334	31.14	\$103,833
<u>Financial liabilities</u>			
Monetary items:			
USD	\$598,096	31.14	\$18,624,709
JPY	88,224	0.215	18,968
CNY	69	4.3096	297

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The Group's entities functional currencies are various, and hence is not able to disclose the information of exchange gains and losses of monetary financial assets and liabilities by each significant assets and liabilities denominated in foreign currencies. The net foreign exchange loss was NT\$24,211 thousand and NT\$5,671 thousand for the six months ended June 30, 2024 and 2023, respectively.

(11) Capital Management

The primary objective of the Group's capital management is to ensure that it maintains a strong credit rating and healthy capital ratios in order to support its business and maximize shareholder value. The Group manages its capital structure and makes adjustments to it, in light of changes in economic conditions. To maintain or adjust the capital structure, the Group may adjust dividend payment to shareholders, return capital to shareholders or issue new shares.

13. Additional Disclosures

(1) The following are additional disclosures for the Group and its affiliates:

- A. Endorsement/Guarantee provided to others for the six months ended June 30, 2024: Please refer to Attachment 1.
- B. Financing provided to others for the six months ended June 30, 2024: Please refer to Attachment 1-1.
- C. Securities held as of June 30, 2024 (excluding subsidiaries, associates and joint venture): Please refer to Attachment 2, 2-1.
- D. Individual securities acquired or disposed of with accumulated amount exceeding the lower of NT\$300 million or 20 percent of the capital stock for the six months ended June 30, 2024: Please refer to Attachment 10.
- E. Acquisition of individual real estate with amount exceeding the lower of NT\$300 million or 20 percent of the capital stock for the six months ended June 30, 2024: None.
- F. Disposal of individual real estate with amount exceeding the lower of NT\$300 million or 20 percent of the capital stock for the six months ended June 30, 2024: None.
- G. Related party transactions for purchases and sales amounts exceeding the lower of NT\$100 million or 20 percent of the capital stock for the six months ended June 30, 2024: Please refer to Attachment 3, 3-1.
- H. Receivables from related parties with amounts exceeding the lower of NT\$100 million or 20 percent of capital stock as of June 30, 2024: Please refer to Attachment 4, 4-1.

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- I. The business relationship between the parent and the subsidiaries and significant transactions between them: Please refer to Attachment 5.
- J. Financial instruments and derivative transactions: Please refer to Note 6(2), Note 6(13), Note 12(1), Note 12(5), Note 12(8) and Attachment 8.

(2) Information on Investees

- A. Relevant information on investees when the investees have significant influence or direct or indirect control: Please refer to Attachments 6, 6-1, 6-2 and 6-3.
- B. When the investees have significant influence or direct or indirect control, the above items from A to I shall be disclosed: Please refer to Attachments 1-1, 2-1, 3-1, 4-1.
- C. Financial instruments and derivative transactions: Please refer to Attachment 8.

(3) Investment in Mainland China

- A. Investee company name, main businesses and products, total amount of capital, method of investment, accumulated inflow and outflow of investments from Taiwan, percentage of ownership, investment income (loss), carrying amount of investments, cumulated inward remittance of earnings and limits on investment in Mainland China: Please refer to Attachment 7, 7-1.
- B. Directly or indirectly significant transactions with the investees in Mainland China: please refer to Attachment 5.

(4) Information on major shareholders

Please refer to Attachment 9.

14. Segment information

(1) General Information

- A. The Group's reportable segments are organized into business units based on their products and services, and that they will be available for managing units to earn revenues and incur expense. Every unit needs unique technologies and marketing strategies, and the Group's chief operating decision maker manages every unit individually. The Group determined its reportable segments based on the Group's internal reports.
- B. The Group has three reportable segments:
  - (a) Energy-saving products segments: mainly engaged in the R&D design, manufacturing and marketing of backlighting, panel modules, medical displays and energy-efficient lighting equipment.

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- (b) Image products and brand segments: mainly engaged in the R&D design, manufacturing and marketing of projector and brand management.
- (c) Optical components segments: mainly engaged in the R&D, production and marketing of projection-related applications of optics related components.

No operating segments have been aggregated to form the above reportable operating segments.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss and is measured based on accounting policies consistent with those in the consolidated financial statements. However, financial cost, income and income taxes are managed on a group basis and are not allocated to operating segments.

Transfer prices between operating segment are on an arm's length basis in a manner similar to transactions with third parties.

(2) Segment Income, Assets and Liabilities Information

For the three months ended June 30, 2024							
	Energy - saving products segment	Image products and brand segment	Optical components segment	Subtotal	Other segment (Note A)	Adjustment and elimination (Note B)	Total
Revenue							
Net revenue from external customers	\$4,458,335	\$3,819,428	\$532,570	\$8,810,333	\$1,158,189	\$-	\$9,968,522
Net revenue from sales among intersegments	7,799	1,305	105,006	114,110	124,761	(238,871)	-
Total revenue	<u>\$4,466,134</u>	<u>\$3,820,733</u>	<u>\$637,576</u>	<u>\$8,924,443</u>	<u>\$1,282,950</u>	<u>\$(238,871)</u>	<u>\$9,968,522</u>
Segment income	<u>\$139,880</u>	<u>\$243,588</u>	<u>\$(65,824)</u>	<u>\$317,644</u>	<u>\$(82,739)</u>	<u>\$73,302</u>	<u>\$308,207</u>

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For the three months ended June 30, 2023

	Energy - saving products segment	Image products and brand segment	Optical components segment	Subtotal	Other segment (Note A)	Adjustment and elimination (Note B)	Total
Revenue							
Net revenue from external customers	\$4,120,155	\$4,075,229	\$679,403	\$8,874,787	\$758,381	\$-	\$9,633,168
Net revenue from sales among intersegments	9,469	37,980	137,737	185,186	202,595	(387,781)	-
Total revenue	<u>\$4,129,624</u>	<u>\$4,113,209</u>	<u>\$817,140</u>	<u>\$9,059,973</u>	<u>\$960,976</u>	<u>\$(387,781)</u>	<u>\$9,633,168</u>
Segment income	<u>\$82,636</u>	<u>\$584,655</u>	<u>\$(83,665)</u>	<u>\$583,626</u>	<u>\$(200,176)</u>	<u>\$91,691</u>	<u>\$475,141</u>

For the six months ended June 30, 2024

	Energy - saving products segment	Image products and brand segment	Optical components segment	Subtotal	Other segment (Note A)	Adjustment and elimination (Note B)	Total
Revenue							
Net revenue from external customers	\$8,586,465	\$7,526,528	\$974,079	\$17,087,072	\$2,001,043	\$-	\$19,088,115
Net revenue from sales among intersegments	13,463	1,552	223,627	238,642	242,678	(481,320)	-
Total revenue	<u>\$8,599,928</u>	<u>\$7,528,080</u>	<u>\$1,197,706</u>	<u>\$17,325,714</u>	<u>\$2,243,721</u>	<u>\$(481,320)</u>	<u>\$19,088,115</u>
Segment income	<u>\$291,156</u>	<u>\$497,735</u>	<u>\$(307,458)</u>	<u>\$481,433</u>	<u>\$(253,460)</u>	<u>\$154,872</u>	<u>\$382,845</u>
Segment Assets (Note C)	<u>\$-</u>	<u>\$-</u>	<u>\$-</u>	<u>\$-</u>	<u>\$-</u>	<u>\$56,040,631</u>	<u>\$56,040,631</u>

For the six months ended June 30, 2023

	Energy - saving products segment	Image products and brand segment	Optical components segment	Subtotal	Other segment (Note A)	Adjustment and elimination (Note B)	Total
Revenue							
Net revenue from external customers	\$8,269,224	\$8,160,018	\$1,302,996	\$17,732,238	\$1,471,715	\$-	\$19,203,953
Net revenue from sales among intersegments	22,938	47,262	243,737	313,937	415,932	(729,869)	-
Total revenue	<u>\$8,292,162</u>	<u>\$8,207,280</u>	<u>\$1,546,733</u>	<u>\$18,046,175</u>	<u>\$1,887,647</u>	<u>\$(729,869)</u>	<u>\$19,203,953</u>
Segment income	<u>\$218,416</u>	<u>\$965,595</u>	<u>\$(151,931)</u>	<u>\$1,032,080</u>	<u>\$(340,753)</u>	<u>\$63,661</u>	<u>\$754,988</u>
Segment Assets (Note C)	<u>\$-</u>	<u>\$-</u>	<u>\$-</u>	<u>\$-</u>	<u>\$-</u>	<u>\$51,378,593</u>	<u>\$51,378,593</u>

CORETRONIC CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)  
(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

Note A: Nine operating segments did not meet the quantitative thresholds for reportable segments for the six months ended June 30, 2024 and 2023, respectively. They have been combined into other segments.

Note B: Inter-segment revenue is eliminated on consolidation and recorded under the “adjustment and elimination” column, all other adjustments and eliminations are disclosed below.

Note C: If the measurements of the asset were not provided to the decision makers, the amount of the assets to be disclosed by every segment may be expressed as zero and listed as group assets.

	Three months ended June 30		Six months ended June 30	
	2024	2023	2024	2023
Net income of reportable segment	\$317,644	\$583,626	\$481,433	\$1,032,080
Loss of other segments	(82,739)	(200,176)	(253,460)	(340,753)
Unallocated amount:				
Interest income	127,355	90,198	240,139	179,757
Interest expense	(102,744)	(120,125)	(186,356)	(272,025)
Gain on financial assets at fair value through profit or loss, net	80,403	97,267	244,951	291,591
Exchange gain (loss), net	7,577	63,558	(24,211)	(5,671)
Others	(39,289)	(39,207)	(119,651)	(129,991)
Income before income tax	<u>\$308,207</u>	<u>\$475,141</u>	<u>\$382,845</u>	<u>\$754,988</u>

ATTACHMENT 1 (Endorsement/Guarantee provided to others for the year ended June 30, 2024)

(Amounts in Thousands of New Taiwan Dollars)

No.	Endorsor/guarantor	Receiving party		Limit of guarantee/endorsement amount for receiving party	Maximum balance for the period	Ending balance	Actual amount provided	Amount of endorsement/guarantee collateralized by properties	Percentage of accumulated guarantee amount to net worth from the latest financial statements	Limit of total guarantee/endorsement amount	Guarantee provided by parent company	Guarantee provided by a subsidiary	Guarantee provided to subsidiary in Mainland China
		Company name	Relationship										
0	Coretronic Corporation	Coretronic Technology (BRVT)	Sub-subsiary	\$ 11,745,367 (Note)	\$ 3,170,365	\$ 3,170,365	\$ 1,585,901	\$ -	13.50%	\$ 23,490,735 (Note)	Yes	No	No
0	Coretronic Corporation	Coretronic Vietnam	Subsidiary	11,745,367 (Note)	1,474,786	1,135,750	764,691	-	4.83%	23,490,735 (Note)	Yes	No	No
0	Coretronic Corporation	Coretronic MEMS Corporation	Subsidiary	11,745,367 (Note)	150,000	150,000	8,460	-	0.64%	23,490,735 (Note)	Yes	No	No
0	Coretronic Corporation	Nano Precision Taiwan	Sub-subsiary	11,745,367 (Note)	300,000	-	-	-	-	23,490,735 (Note)	Yes	No	No
0	Coretronic Corporation	Coretronic Intelligent Robotics Corporation	Subsidiary	11,745,367 (Note)	175,000	175,000	-	-	0.74%	23,490,735 (Note)	Yes	No	No
	Total				<u>\$ 5,270,151</u>	<u>\$ 4,631,115</u>							

Note a : Based on the procedures of endorsement/guarantee provided to others, the amount of endorsements/guarantees for any sigle entity shall not exceed 50% of the lender's net worth from the latest financial statements.

Note b : Based on the procedures of endorsement/guarantee provided to others, the total amount of endorsements/guarantees shall not exceed 100% of the lender's net worth from the latest financial statements.



ATTACHMENT 1-1 (Financing provided to others for the six months ended June 30, 2024)  
(The certain information is based on the unreviewed financial statements)  
(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

No.	Lender	Counter-party	Financial statement account	Related party	Maximum balance for the period	Ending balance	Actual amount provided	Interest rate	Nature of financing	Amount of sales to (purchases from) counter-party	Reason for financing	Allowance for expected credit losses	Collateral		Limit of financing amount for individual counter-party	Limit of total financing amount
													Item	Value		
1	Bigshine (HK)	Mat Limited	Trade receivables - related parties	Yes	\$140,822	\$140,411	\$140,411	-%	The need for short-term financing	-	Business turnover	-	None	-	\$557,772	\$557,772
1	Bigshine (HK)	Coretronic Corporation	Trade receivables - related parties	Yes	207,409	206,804	206,804	-%	The need for short-term financing	-	Business turnover	-	None	-	557,772	557,772
2	Boom Power	Coretronic (BVI) Investment	Trade receivables - related parties	Yes	2,311	2,304	2,304	-%	The need for short-term financing	-	Business turnover	-	None	-	251,676	251,676
2	Boom Power	Coretronic Corporation	Trade receivables - related parties	Yes	123,931	123,570	123,570	-%	The need for short-term financing	-	Business turnover	-	None	-	251,676	251,676
3	Dynamic Time	Coretronic Corporation	Trade receivables - related parties	Yes	2,545,019	2,537,590	2,537,590	-%	The need for short-term financing	-	Business turnover	-	None	-	2,561,110	2,561,110
4	Great Pride (HK)	Coretronic Corporation	Trade receivables - related parties	Yes	120,417	120,065	120,065	-%	The need for short-term financing	-	Business turnover	-	None	-	2,773,735	2,773,735
5	Mat Limited	Coretronic Vietnam	Trade receivables - related parties	Yes	149,707	149,270	149,270	0.5%	The need for short-term financing	-	Business turnover	-	None	-	1,492,296	1,492,296
6	Tecpoint	Coretronic Corporation	Trade receivables - related parties	Yes	778,476	776,853	776,853	-%	The need for short-term financing	-	Business turnover	-	None	-	3,543,570	3,543,570
7	Venture Orient	Coretronic Corporation	Trade receivables - related parties	Yes	81,363	79,503	79,503	-%	The need for short-term financing	-	Business turnover	-	None	-	532,358	532,358
8	Wisdom Success (HK)	Young Lighting Limited	Trade receivables - related parties	Yes	325,450	324,500	-	-%	The need for short-term financing	-	Business turnover	-	None	-	7,354,613	7,354,613
8	Wisdom Success (HK)	Coretronic Corporation	Trade receivables - related parties	Yes	602,083	600,325	600,325	-%	The need for short-term financing	-	Business turnover	-	None	-	7,354,613	7,354,613
9	Wisdom Success	Coretronic Corporation	Trade receivables - related parties	Yes	32,545	32,450	32,450	-%	The need for short-term financing	-	Business turnover	-	None	-	11,404,584	11,404,584
10	Young Lighting Limited	Coretronic Technology (BRVT)	Trade receivables - related parties	Yes	641,137	639,265	314,765	0.5%	The need for short-term financing	-	Business turnover	-	None	-	3,398,569	3,398,569
10	Young Lighting Limited	Coretronic Corporation	Trade receivables - related parties	Yes	310,400	-	-	-%	The need for short-term financing	-	Business turnover	-	None	-	3,398,569	3,398,569
11	Chung Tsen Investment	Coretronic Reality Inc.	Trade receivables - related parties	Yes	90,000	90,000	90,000	0.77%	The need for short-term financing	-	Business turnover	-	None	-	1,043,729	1,043,729
11	Chung Tsen Investment	Coretronic Intelligent Logistics Solutions Corporation	Trade receivables - related parties	Yes	137,000	137,000	137,000	0.645-0.77%	The need for short-term financing	-	Business turnover	-	None	-	1,043,729	1,043,729
11	Chung Tsen Investment	Coretronic MEMS Corporation	Trade receivables - related parties	Yes	60,000	60,000	60,000	0.645%	The need for short-term financing	-	Business turnover	-	None	-	1,043,729	1,043,729
11	Chung Tsen Investment	Coretronic Intelligent Robotics Corporation	Trade receivables - related parties	Yes	70,000	70,000	70,000	0.77%	The need for short-term financing	-	Business turnover	-	None	-	1,043,729	1,043,729
11	Chung Tsen Investment	Coretronic Corporation	Trade receivables - related parties	Yes	305,000	235,000	235,000	0.645-0.77%	The need for short-term financing	-	Business turnover	-	None	-	1,043,729	1,043,729
11	Chung Tsen Investment	Nano Precision Taiwan	Trade receivables - related parties	Yes	55,000	-	-	-%	The need for short-term financing	-	Business turnover	-	None	-	1,043,729	1,043,729
12	Vimax (Kunshan)	Coretronic Optics (Kunshan)	Trade receivables - related parties	Yes	1,280,097	959,715	959,715	0.5%	The need for short-term financing	-	Business turnover	-	None	-	1,451,120	1,451,120
13	Coretronic Projection (Kunshan)	Coretronic Optics (Kunshan)	Trade receivables - related parties	Yes	1,347,470	1,339,137	1,339,137	0.5%	The need for short-term financing	-	Business turnover	-	None	-	7,197,185	7,197,185
13	Coretronic Projection (Kunshan)	Coretronic Optics (Suzhou)	Trade receivables - related parties	Yes	2,245,784	2,231,895	2,231,895	0.5%	The need for short-term financing	-	Business turnover	-	None	-	7,197,185	7,197,185
14	Young Green Energy	Coretronic Corporation	Trade receivables - related parties	Yes	80,000	-	-	-%	The need for short-term financing	-	Business turnover	-	None	-	87,953	87,953
15	Coretronic (Ningbo)	Coretronic Optics (Suzhou)	Trade receivables - related parties	Yes	898,314	892,758	892,758	0.5%	The need for short-term financing	-	Business turnover	-	None	-	3,773,040	3,773,040
16	Tsen Ming Investment	Coretronic Reality Inc.	Trade receivables - related parties	Yes	50,000	50,000	50,000	0.645%	The need for short-term financing	-	Business turnover	-	None	-	220,260	220,260
16	Tsen Ming Investment	Coretronic Intelligent Robotics Corporation	Trade receivables - related parties	Yes	70,000	-	-	-%	The need for short-term financing	-	Business turnover	-	None	-	220,260	220,260
16	Tsen Ming Investment	Coretronic Corporation	Trade receivables - related parties	Yes	96,000	55,000	55,000	0.77%	The need for short-term financing	-	Business turnover	-	None	-	220,260	220,260
16	Tsen Ming Investment	Nano Precision Taiwan	Trade receivables - related parties	Yes	72,000	-	-	-%	The need for short-term financing	-	Business turnover	-	None	-	220,260	220,260
17	Champ Vision Display	uCare Medical Electronics	Trade receivables - related parties	Yes	13,000	13,000	13,000	1.75%	The need for short-term financing	-	Business turnover	-	None	-	79,400	79,400
18	Coretronic Optics (Suzhou)	Coretronic (Suzhou)	Trade receivables - related parties	Yes	8,983	-	-	-%	The need for short-term financing	-	Business turnover	-	None	-	334,215	334,215
19	Lead Bright (HK)	Coretronic Corporation	Trade receivables - related parties	Yes	584,100	584,100	584,100	-%	The need for short-term financing	-	Business turnover	-	None	-	3,859,783	3,859,783
20	Young Optics	Young Optics (BD)	Other receivables - related parties	Yes	390,540	389,400	88,686	-%	The need for short-term financing	-	Business turnover	-	None	-	1,117,602	1,117,602
21	Best Alpha	Young Optics (BD)	Other receivables - related parties	Yes	32,545	32,450	32,450	-%	The need for short-term financing	-	Business turnover	-	None	-	435,745	435,745

Note a : Limit of financing amount for individual counter-party and total financing amount should not exceed 100% of lender's net worth from the latest financial statements, including Bigshine (HK), Mat Limited, Vimax (Kunshan), Coretronic Projection (Kunshan), Coretronic (Ningbo) and Wisdom Success (HK).

The above restriction only applies to the foreign subsidiaries whose shares are 100% owned by the Company.

Note b : Bigshine (HK), Dynamic Time, Great Pride (HK), Tecpoint, Venture Orient, Wisdom Success (HK), Wisdom Success and Lead Bright (HK) provided financing to Coretronic Corporation. Limit of total financing amount for individual counter-party should not exceed 100% of lender's net worth from the latest financial statements.

Note c : Boom Power and Young Lighting Limited provided financing to Coretronic Corporation or the foreign subsidiaries whose shares are 100% owned, directly or indirectly, by the Company. Limit of total financing amount for individual counter-party should not exceed 200% of lender's net worth from the latest financial statements.

Note d : Limit of total financing amount for individual counter-party should not exceed 40% of lender's net worth from the latest financial statements, and limit of financing amount should not exceed 100% of the latest financial statements of lender, including Tsen Ming Investment, Chung Tsen Investment, and Champ Vision Display.

Note e : Young Optics provided financing to the foreign subsidiaries whose shares are 100% owned by Young Optics. Limit of total financing amount for individual counter-party should not exceed 40% of Young Optics' net worth from the latest financial statements.

Note f : Best Alpha provided financing to the foreign subsidiaries whose shares are 100% owned by Young Optics. Limit of total financing amount for individual counter-party should not exceed Best Alpha's net worth or 40% of Young Optics' net worth from the latest financial statements.

## ATTACHMENT 2 (Securities held as of June 30, 2024)

(The certain information is based on the unreviewed financial statements)

(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

Held company name	Marketable securities type and name	Relationship with the company	Financial statement account	June 30, 2024				Note
				Shares/Units	Carrying amount	Percentage of ownership (%)	Fair value(Note)	
Coretronic Corporation	Nightingale Intelligent Systems, Inc.	-	Financial assets at fair value through profit or loss-noncurrent	550,436	\$ -	0.41%	\$ -	
Coretronic Corporation	Sysonan Inc.	-	Financial assets at fair value through profit or loss-noncurrent	9,007	-	0.00%	-	
Coretronic Corporation	Flexenable Limited-preferred shares	-	Financial assets at fair value through other comprehensive income-noncurrent	4,087,335,661	-	16.80%	-	
Coretronic Corporation	Yann Yuan Investment Co., Ltd.	Coretronic Corporation was Yann Yuan Investment's director.	Financial assets at fair value through other comprehensive income-noncurrent	96,900,000	4,647,800	11.06%	4,647,800	
Coretronic Corporation	Eterge Opto-Electronics	Coretronic Corporation was Eterge Opto-Electronics' director.	Investments accounted for using the equity method	1,850,000	35,130	18.50%	-	
Coretronic Corporation	Liuligongfang	-	Financial assets at fair value through other comprehensive income-noncurrent	242,094	13,678	3.06%	13,678	
Coretronic Corporation	Excel Global	-	Financial assets at fair value through other comprehensive income-noncurrent	812,506	58,666	19.90%	58,666	

Note: The Group measured the fair value of investments in accordance with IFRS 9.

ATTACHMENT 2-1 (Securities held as of June 30, 2024)

(The certain information is based on the unreviewed financial statements)

(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

Held company name	Marketable securities type and name	Relationship with the company	Financial statement account	June 30, 2024				Note
				Shares/Units	Carrying amount	Percentage of ownership (%)	Fair value (Note)	
Coretronic Venture Capital	GeneJet Biotech	-	Financial assets at fair value through other comprehensive income-noncurrent	315,000	\$ -	5.85%	\$ -	
Coretronic Intelligent Cloud Service Corp.	GateWeb	-	Financial assets at fair value through other comprehensive income-noncurrent	990,000	45,304	18.54%	45,304	
Venture Orient	Unitech Capital	-	Financial assets at fair value through other comprehensive income-noncurrent	2,500,000	USD 1,984,274	5.00%	USD 1,984,274	
Chung Tsen Investment	Shieh Yong Investment	-	Financial assets at fair value through other comprehensive income-noncurrent	93,226,693	1,009,387	4.47%	1,009,387	

Note: The Group measured the fair value of investments in accordance with IFRS 9.

ATTACHMENT 3 (Related party transactions for purchases and sales amounts exceeding the lower of NT\$100 million or 20 percent of capital stock for the six months ended June 30, 2024)

(The certain information is based on the unreviewed financial statements)

(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

Company name	Counter-party	Relationship	Transactions				Details of non-arm's length transaction		Notes and Trade receivables (payable)		Note
			Purchases (Sales)	Amount	Percentage of total purchases (sales)	Term	Unit price	Term	Balance	Percentage of total receivables (payable)	
Coretronic Corporation	Optoma Corporation	Sub-subsidiary	Sales	\$ 1,709,520	13.98%	90 days	-	-	\$ 1,059,496	5.76%	
Coretronic Corporation	Coretronic Optics (Suzhou)	Sub-subsidiary	Purchases	2,362,818	11.14%	60 days	-	-	(989,969)	(5.37)%	
Coretronic Corporation	Coretronic Technology (BRVT)	Sub-subsidiary	Purchases	1,728,832	8.15%	60 days	-	-	(1,077,327)	(5.84)%	
Coretronic Corporation	Coretronic Optoteck (Suzhou)	Sub-subsidiary	Purchases	622,301	2.93%	60 days	-	-	(221,180)	(1.20)%	
Coretronic Corporation	Coretronic (Ningbo)	Sub-subsidiary	Purchases	536,737	2.53%	120 days	-	-	(481,735)	(2.61)%	
Coretronic Corporation	Coretronic Vietnam	Sub-subsidiary	Purchases	308,503	1.45%	60 days	-	-	(456,642)	(2.48)%	

ATTACHMENT 3-1 (Related party transactions for purchases and sales amounts exceeding the lower of NT\$100 million or 20 percent of capital stock for the six months ended June 30, 2024)

(The certain information is based on the unreviewed financial statements)

(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

Company name	Counter-party	Relationship	Transactions				Details of non-arm's length transaction		Notes and Trade receivables (payables)		Note
			Purchases (Sales)	Amount	Percentage of total purchases (sales)	Term	Unit price	Term	Balance	Percentage of total receivables (payables)	
Young Optics (Kunshan)	Young Optics	Associate	Sales	\$ 167,222	45.19%	90 days	-	-	\$ 339,308	75.28 %	
Young Optics (Kunshan)	Coretronic Optics (Kunshan)	Associate	Sales	183,304	49.50%	90 days	-	-	104,855	23.26 %	
Coretronic Projection (Kunshan)	Optoma China	Associate	Sales	197,973	3.07%	60 days	-	-	148,387	4.63 %	
Optoma Corporation	Optoma USA	Associate	Sales	563,383	25.18%	90 days	-	-	314,426	28.47 %	
Optoma Corporation	Optoma Europe	Associate	Sales	1,334,982	59.67%	90 days	-	-	659,757	59.74 %	

ATTACHMENT 4 (Receivables from related parties with amounts exceeding the lower of NT\$100 million or 20 percent of capital stock as of June 30, 2024)

(The certain information is based on the unreviewed financial statements)

(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

Company name	Counter-party	Relationship	Trade receivables - related parties balance	Turnover rate (times)	Overdue receivables		Amount received in subsequent period	Allowance for expected credit losses
					Amount	Collection status		
Trade receivables : Coretronic Corporation	Optoma Corporation	Sub-subsidiary	\$ 1,059,496	3.68	\$ -	-	\$ -	\$ -

ATTACHMENT 4-1 (Receivables from related parties with amounts exceeding the lower of NT\$100 million or 20 percent of capital stock as of June 30, 2024)

(The certain information is based on the unreviewed financial statements)

(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

Company name	Counter-party	Relationship	Trade receivables - related parties balance	Turnover rate (times)	Overdue receivables		Amount received in subsequent period	Allowance for expected credit losses
					Amount	Collection status		
Trade Receivables :								
Young Optics (Kunshan)	Young Optics	Associate	\$ 339,308	0.92	\$ -	-	\$ -	\$ -
Young Optics (Kunshan)	Coretronic Optics (Kunshan)	Associate	104,855	4.90	-	-	-	-
Coretronic Projection (Kunshan)	Optoma China	Associate	148,387	2.61	-	-	-	-
Coretronic Projection (Kunshan)	Coretronic Optics (Kunshan)	Associate	105,048	3.92	-	-	-	-
Coretronic Optics (Kunshan)	Coretronic Projection (Kunshan)	Associate	2,521,659	3.03				
Young Optics	Young Optics (BD)	Associate	152,834	-	-	-	-	-
			(Note a)					
Grace China	Young Optics (BD)	Associate	305,839	-	-	-	-	-
			(Note b)					
Optoma Corporation	Optoma USA	Associate	314,426	4.37	-	-	-	-
Optoma Corporation	Optoma Europe	Associate	659,757	4.35	-	-	-	-
Other Receivables :								
Dynamic Time	Coretronic Corporation	Parent	2,537,590	-	-	-	-	-
Mat Limited	Coretronic Vietnam	Associate	149,904	-	-	-	-	-
Vimax (Kunshan)	Coretronic Optics (Kunshan)	Associate	961,076	-	-	-	-	-
Chung Tsen Investment	Coretronic Corporation	Parent	235,907	-	-	-	-	-
Chung Tsen Investment	Coretronic Intelligent Logistics Solutions Corporation	Associate	137,471	-	-	-	-	-
Masterview	Grace China	Associate	308,275	-	-	-	-	-
			(Note c)					
Tecpoint	Coretronic Corporation	Parent	776,853	-	-	-	-	-
Coretronic Projection (Kunshan)	Coretronic Optics (Kunshan)	Associate	1,344,905	-	-	-	-	-
Coretronic Projection (Kunshan)	Coretronic Optics (Suzhou)	Associate	2,239,799	-	-	-	-	-
Boom Power	Coretronic Corporation	Parent	123,570	-	-	-	-	-
Coretronic (Ningbo)	Coretronic Optics (Suzhou)	Associate	895,436	-	-	-	-	-
Great Pride (HK)	Coretronic Corporation	Parent	120,065	-	-	-	-	-
Wisdom Success (HK)	Coretronic Corporation	Parent	600,325	-	-	-	-	-
Bigshine (HK)	Coretronic Corporation	Parent	206,804	-	-	-	-	-
Bigshine (HK)	Mat Limited	Associate	140,411	-	-	-	-	-
Lead Bright (HK)	Coretronic Corporation	Parent	584,100	-	-	-	-	-
Young Lighting Limited	Coretronic Technology (BRVT)	Associate	315,207	-	-	-	-	-

Note a : Included financing amounts.

Note b : Included Other receivables.

Note c : Distribution of earnings.

ATTACHMENT 5 (Significant intercompany transactions between consolidated entities)

(The certain information is based on the unreviewed financial statements)

(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

No. (Note a)	Related party	Counter-party	Relationship with Coretronic Corporation (Note b)	Transactions			
				Accounts	Amount	Collection periods (Note c)	Percentage of consolidated operating revenues or consolidated total assets (Note d)
0	Coretronic Corporation	Optoma Europe	1	Sales	\$ 35,907	-	0.19%
		Greendale	1	Accounts receivable	528,748	-	0.94%
			1	Sales	1,136,898	-	5.96%
		Coretronic (Ningbo)	1	Sales	51,276	-	0.27%
		Coretronic Intelligent Cloud Service Corp.	1	Other receivables	44,381	-	0.08%
		Coretronic Optotech (Suzhou)	1	Accounts receivable	1,569,321	-	2.80%
			1	Sales	999,114	-	5.23%
		Coretronic Optics (Suzhou)	1	Accounts receivable	5,191,885	-	9.26%
			1	Sales	3,669,679	-	19.22%
		Coretronic Vietnam	1	Accounts receivable	759,064	-	1.35%
		Coretronic Technology (BRVT)	1	Other receivables	102,742	-	0.18%
			1	Accounts receivable	4,149,655	-	7.40%
			1	Sales	4,460,531	-	23.37%
1	Young Optics	Young Optics (BD)	1	Accounts receivable	1,059,496	-	1.89%
			1	Sales	1,709,520	-	8.96%
			3	Other receivables	88,686	-	0.16%
		Young Optics (Suzhou)	3	Accounts receivable	64,148	-	0.11%
			3	Sales	243	-	0.00%
			3	Accounts receivable	1,199	-	0.00%
		Mejiro	3	Sales	2,679	-	0.01%
			3	Accounts receivable	3,041	-	0.01%
			3	Sales	7,132	-	0.04%
		Young Optics (Kunshan)	3	Other current assets	236	-	0.00%
			3	Accounts receivable	18,382	-	0.03%
			3	Sales	4,207	-	0.02%
			3	Purchase of property, plant and equipment	511	-	0.00%
2	Grace China	Young Optics (BD)	3	Other receivables	142,683	-	0.25%
			3	Accounts receivable	163,156	-	0.29%



No. (Note a)	Related party	Counter-party	Relationship with Coretronic Corporation (Note b)	Transactions			
				Accounts	Amount	Collection periods (Note c)	Percentage of consolidated operating revenues or consolidated total assets (Note d)
3	Young Optics (Kunshan)	Young Optics	3	Other receivables	514	-	0.00%
			3	Accounts receivable	339,308	-	0.61%
			3	Sales	167,222	-	0.88%
			3	Purchase of property, plant and equipment	157	-	0.00%
		Coretronic Optics (Kunshan)	3	Accounts receivable	104,855	-	0.19%
			3	Sales	183,304	-	0.96%
		Young Optics (Suzhou)	3	Accounts receivable	5,449	-	0.01%
			3	Sales	14,355	-	0.08%
		Young Optics (BD)	3	Sales	83	-	0.00%
4	Dynamic Time	Coretronic Corporation	2	Other receivables	2,537,590	-	4.53%
5	Wisdom Success	Coretronic Corporation	2	Other receivables	32,450	-	0.06%
6	Mat Limited	Coretronic Vietnam	3	Other receivables	149,904	-	0.27%
7	Vimax (Kunshan)	Coretronic Optics (Kunshan)	3	Other receivables	961,076	-	1.71%
8	Chung Tsen Investment	Coretronic Corporation	2	Other receivables	235,907	-	0.42%
		Coretronic Intelligent Robotics Corporation	3	Other receivables	70,050	-	0.12%
		Coretronic MEMS Corporation	3	Other receivables	60,362	-	0.11%
		Coretronic Reality Inc.	3	Other receivables	90,108	-	0.16%
		Coretronic Intelligent Logistics Solutions Corporation	3	Other receivables	137,471	-	0.25%
9	Venture Orient	Coretronic Corporation	2	Other receivables	79,503	-	0.14%
10	Masterview	Grace China	3	Other receivables	308,275	-	0.55%
		Best Alpha	3	Other receivables	58,410	-	0.10%
11	Best Alpha	Young Optics (BD)	3	Other receivables	32,450	-	0.06%
12	Tecpoint	Coretronic Corporation	2	Other receivables	776,853	-	1.39%
13	Greendale	Coretronic Corporation	2	Other receivables	2,370,547	-	4.23%
		Coretronic Optics (Kunshan)	3	Other receivables	526,546	-	0.94%
14	Coretronic Projection (Kunshan)	Optoma China	3	Accounts receivable	148,387	-	0.26%
			3	Sales	197,973	-	1.04%
		Greendale	3	Accounts receivable	2,370,038	-	4.23%
			3	Sales	4,987,074	-	26.13%
		Champ Vision Display	3	Accounts receivable	276,814	-	0.49%
			3	Sales	403,312	-	2.11%
		Coretronic Optics (Kunshan)	3	Other receivables	1,344,905	-	2.40%
			3	Accounts receivable	105,048	-	0.19%
			3	Sales	186,439	-	0.98%
		Coretronic Optics (Suzhou)	3	Other receivables	2,239,799	-	4.00%
15	Boom Power	Coretronic Corporation	2	Other receivables	123,570	-	0.22%

No. (Note a)	Related party	Counter-party	Relationship with Coretronic Corporation (Note b)	Transactions			
				Accounts	Amount	Collection periods (Note c)	Percentage of consolidated operating revenues or consolidated total assets (Note d)
16	Tsen Ming Investment	Coretronic Corporation	2	Other receivables	55,039	-	0.10%
		Coretronic Reality Inc.	3	Other receivables	50,195	-	0.09%
17	Coretronic (Ningbo)	Coretronic Corporation	2	Accounts receivable	510,650	-	0.91%
			2	Sales	536,402	-	2.81%
		Coretronic Optics (Suzhou)	3	Other receivables	895,436	-	1.60%
			3	Accounts receivable	49,344	-	0.09%
			3	Sales	73,021	-	0.38%
18	Great Pride (HK)	Coretronic Corporation	2	Other receivables	120,065	-	0.21%
19	Wisdom Success (HK)	Coretronic Corporation	2	Other receivables	600,325	-	1.07%
20	Bigshine (HK)	Coretronic Corporation	2	Other receivables	206,804	-	0.37%
		Mat Limited	3	Other receivables	140,411	-	0.25%
21	Lead Bright (HK)	Coretronic Corporation	2	Other receivables	584,100	-	1.04%
22	Coretronic Intelligent Cloud Service Corp.	Coretronic Corporation	2	Accounts receivable	84,019	-	0.15%
			2	Sales	111,713	-	0.59%
23	Young Lighting Limited	Coretronic Technology (BRVT)	3	Other receivables	315,207	-	0.56%
24	Coretronic Display (Suzhou)	Coretronic Optics (Suzhou)	3	Sales	79,527	-	0.42%
25	Coretronic Optotech (Suzhou)	Coretronic Corporation	2	Accounts receivable	1,740,507	-	3.11%
			2	Sales	626,955	-	3.28%
		Coretronic Display (Suzhou)	3	Sales	40,084	-	0.21%
26	Champ Vision Display	Coretronic Projection (Kunshan)	3	Accounts receivable	75,518	-	0.13%
			3	Sales	208,144	-	1.09%
27	Coretronic Optics (Kunshan)	Coretronic Projection (Kunshan)	3	Accounts receivable	2,521,659	-	4.50%
			3	Sales	2,992,512	-	15.68%
28	Coretronic Optics (Suzhou)	Coretronic Corporation	2	Accounts receivable	5,858,442	-	10.45%
			2	Sales	2,377,087	-	12.45%
		Coretronic Display (Suzhou)	3	Other receivables	42,811	-	0.08%
			3	Sales	45,624	-	0.08%
29	Coretronic Vietnam	Coretronic Corporation	2	Accounts receivable	1,212,387	-	2.16%
			2	Sales	310,345	-	1.63%
		Coretronic Technology (BRVT)	3	Other receivables	59,927	-	0.11%
30	Coretronic Technology (BRVT)	Coretronic Corporation	2	Accounts receivable	4,473,668	-	7.98%
			2	Sales	1,746,778	-	9.15%

No. (Note a)	Related party	Counter-party	Relationship with Coretronic Corporation (Note b)	Transactions			
				Accounts	Amount	Collection periods (Note c)	Percentage of consolidated operating revenues or consolidated total assets (Note d)
31	Optoma Corporation	Optoma USA	3	Accounts receivable	314,426	-	0.56%
			3	Sales	563,383	-	2.95%
		Optoma Europe	3	Accounts receivable	659,757	-	1.18%
			3	Sales	1,334,982	-	6.99%
32	Young Optics (BD)	Young Optics	3	Accounts receivable	11,508	-	0.02%
			3	Sales	35,838	-	0.19%
			3	Purchase of property, plant and equipment	191	-	0.00%
		Young Optics (Kunshan)	3	Accounts receivable	747	-	0.00%
			3	Sales	12,118	-	0.06%
33	Young Optics (Suzhou)	Young Optics	3	Accounts receivable	700	-	0.00%
			3	Sales	798	-	0.00%
		Young Optics (Kunshan)	3	Other receivables	556	-	0.00%
			3	Accounts receivable	40	-	0.00%
			3	Sales	1,481	-	0.01%
34	Mejiro	Young Optics	3	Other receivable	207	-	0.00%
			3	Accounts receivable	1,263	-	0.00%
			3	Sales	4,468	-	0.02%
		Young Optics (BD)	3	Sales	39	-	0.00%

Note a: Coretronic Corporation and its subsidiaries are coded as follows:

1. Coretronic Corporation is coded "0"
2. The subsidiaries are coded consecutively beginning from "1" in the order presented in the table above.

Note b: Transactions are categorized as follows:

1. The holding company to subsidiary.
2. The subsidiary to holding company.
3. Subsidiaries to subsidiaries.

Note c: In principle, the received/payment terms were month-end 90 days or 30-150 days.

Note d: The percentage with respect to the consolidated asset/liability for transactions of balance sheet items are based on each item's balance at period-end.

For profit or loss items, cumulative balances are used as basis.

ATTACHMENT 6 : (Names, locations and related information of investee companies as of June 30, 2024) (Not including investment in Mainland China)

(The certain information is based on the unreviewed financial statements)

(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

Investor company	Investee company	Address	Main businesses and products	Initial Investment		Investment as of June 30, 2024			Net income (loss) of investee company	Investment income (loss) recognized	Note
				Ending balance	Beginning balance	Number of shares	Percentage of ownership	Carrying amount			
Coretronic Corporation	Coretronic (BVI) Investment Corp.	B.V.I.	Holding company	\$1,563,709	\$1,563,709	38,220,000	100.00%	\$7,496,864	\$267,625	\$267,625	Subsidiary
Coretronic Corporation	Young Optics Inc.	Hsinchu City, Taiwan	Engaged in the production, marketing and R&D of electronic components and optics.	496,543	496,543	37,217,586	32.63%	896,520	(287,442)	(93,907)	Subsidiary
Coretronic Corporation	Viscorp Limited	B.V.I.	Holding company	467,241	467,241	40,781	100.00%	13,751,787	437,614	437,614	Subsidiary
Coretronic Corporation	Sinolink Global Limited	B.V.I.	Holding company	34,100	34,100	980	100.00%	1,463,343	6,114	6,114	Subsidiary
Coretronic Corporation	Chung Tsen Investment Corp.	New Taipei City, Taiwan	Investment company for strategic purposes	692,696	692,696	127,099,664	100.00%	2,671,554	13,086	13,086	Subsidiary
Coretronic Corporation	Tecpoint Limited	B.V.I.	Holding company	1,064,802	1,064,802	33,556,599	78.06%	2,754,669	43,142	33,677	Subsidiary
Coretronic Corporation	Young Green Energy Co., LTD.	Hsinchu County, Taiwan	Engaged in the production, wholesale and retail trade of electronic components, battery, computer and its peripheral devices, and electronic	214,620	214,620	18,833,220	99.91%	230,149	274	274	Subsidiary
Coretronic Corporation	Young Lighting Limited	Samoa	Holding company and invests in Europe. The subsidiaries are engaged in R&D, design, production and marketing of image processing products.	118,134	118,134	3,907,000	100.00%	1,670,395	(2,689)	(2,689)	Subsidiary
Coretronic Corporation	Coretronic Intelligent Cloud Service Corp.	Hsinchu County, Taiwan	Engaged in intelligent cloud, IT information, intelligent applications of new media and platform development related business of new media.	354,990	354,990	25,000,000	100.00%	334,847	48,639	48,639	Subsidiary
Coretronic Corporation	Coretronic Venture Capital Corp.	Taipei City, Taiwan	The investment activities for company's business expansion	300,000	300,000	30,000,000	100.00%	306,873	1,925	1,925	Subsidiary
Coretronic Corporation	Champ Vision Display Inc.	Miaoli County, Taiwan	Engaged in R&D, design, production and marketing of innovative intelligent display products and system integration solution.	142,850	142,850	14,285,000	79.36%	172,656	26,113	20,723	Subsidiary
Coretronic Corporation	uCare Medical Electronics Co., Ltd.	Miaoli County, Taiwan	Engaged in the R&D, design, production and marketing of intelligent movement and medical care related software and hardware products.	80,000	80,000	8,000,000	60.69%	(9,000)	(15,396)	(9,344)	Subsidiary
Coretronic Corporation	Calibre UK Limited	U.K.	Engaged in R&D, design, production and marketing of image processing products.	238,841	238,841	52,701,042	100.00%	50,614	58	58	Subsidiary
Coretronic Corporation	Coretronic Intelligent Robotics Corporation	Hsinchu City, Taiwan	Engaged in R&D, production and marketing of unmanned aerial vehicle and intelligent robotics.	758,067	758,067	18,000,000	100.00%	8,586	(122,793)	(122,793)	Subsidiary
Coretronic Corporation	InnoSpectra Corporation	Hsinchu City, Taiwan	Engaged in R&D and marketing of near-infrared spectrum and corresponding solutions	48,000	48,000	4,800,000	80.00%	10,856	(2,804)	(2,243)	Subsidiary
Coretronic Corporation	Coretronic MEMS Corporation	Hsinchu County, Taiwan	Engaged in R&D, production and marketing of MEMS sensor, module and corresponding solutions.	389,178	389,178	18,000,000	100.00%	75,541	(25,449)	(25,449)	Subsidiary
Coretronic Corporation	Coretronic Reality Inc.	Hsinchu County, Taiwan	Engaged in R&D, production and marketing of wearable and embedded projector, system, and display solutions.	100,000	100,000	10,000,000	100.00%	(59,657)	(34,201)	(34,201)	Subsidiary
Coretronic Corporation	Coretronic Vietnam Co., Ltd.	Vietnam	Research and development, manufacturing and sales of optical components such as backlight module, LCD module, LCD TV and panel display.	USD 3,000,000	USD 3,000,000	-	100.00%	(71,993)	32,280	32,280	Subsidiary
Coretronic Corporation	Coretronic Intelligent Logistics Solutions Corporation	Hsinchu City, Taiwan	System integration and application service solutions for intelligent logistics and smart manufacturing.	(Note a)	170,000	-	-	-	(Note a)	(Note a)	Sub-subsiidary
Coretronic Corporation	Coretronic Investment Limited	U.K.	Holding company	EUR 100,000	EUR 100,000	100,000	38.64%	852,409	772	298	Subsidiary
Coretronic Corporation	Dynamic Time Investment Limited	Cayman Islands	Holding company	USD 14,122,230	USD 14,122,230	14,856	100.00%	2,565,774	622	622	Subsidiary
Coretronic Corporation	Coretronic Intelligent Cloud Service Corporation (JP)	Japan	Engaged in intelligent cloud, IT information, intelligent applications of new media and platform development related business of new media.	JPY 150,000,000	-	1,500,000	100.00%	29,857	(418)	(418)	Subsidiary

Note a : In consideration of group business strategy, Coretronic Intelligent Robotics Corporation acquired 100% ownership of Coretronic Intelligent Logistics Solutions Corporation from Coretronic corporation in February 2024.

ATTACHMENT 6-1 : (Names, locations and related information of investee companies as of June 30, 2024) (Not including investment in Mainland China)  
(The certain information is based on the unreviewed financial statements)  
(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

Investor company	Investee company	Address	Main businesses and products	Initial Investment		Investment as of June 30, 2024			Net income (loss) of investee company	Investment income (loss) recognized	Note
				Ending balance	Beginning balance	Number of shares	Percentage of ownership	Carrying amount			
Coretronic Intelligent Robotics Corporation	Coretronic Intelligent Logistics Solutions Corporation	Hsinchu County, Taiwan	System integration and application service solutions for intelligent logistics and smart manufacturing.	\$170,000	\$-	\$15,000,000	100.00%	(\$16,838)	(\$30,217)	(Note a)	Sub-subsiidary
Coretronic BVI	Greendale	Samoa	Holding company	USD 46,400,000	USD 46,400,000	46,400	100.00 %	USD 231,526,609	USD 8,373,952	(Note a)	Sub-subsiidary
Visicorp	Wisdom Success	Cayman Islands	Holding company	USD 10,176,000	USD 10,176,000	43,300	100.00 %	USD 356,972,411	USD 12,839,201	(Note a)	Sub-subsiidary
Visicorp	Bigshine	Samoa	Holding company	USD 3,000,000	USD 3,000,000	3,000	100.00 %	USD 6,317,414	(USD 129,044)	(Note a)	Sub-subsiidary
Visicorp	Lead Bright	Samoa	Holding company	USD 4,700,000	USD 4,700,000	4,700	100.00 %	USD 30,887,849	USD 557,136	(Note a)	Sub-subsiidary
Visicorp	Elite View	Samoa	Holding company	USD 5,000,400	USD 5,000,400	5,000	100.00 %	USD 16,418,921	USD 228,944	(Note a)	Sub-subsiidary
Visicorp	Tecpoint	B.V.I.	Holding company	USD 5,204,902	USD 5,204,902	5,204,902	12.11 %	USD 13,167,039	USD 1,345,566	(Note a)	Subsidiary
Wisdom Success	Wisdom Success (HK)	HK	Holding company	USD 18,000,000	USD 18,000,000	18,000	100.00 %	USD 231,831,209	USD 11,112,151	(Note a)	Sub-subsiidary
Wisdom Success	Lead Bright (HK)	HK	Holding company	USD 13,300,000	USD 13,300,000	13,300	73.89 %	USD 87,411,012	USD 2,133,804	(Note a)	Sub-subsiidary
Wisdom Success	Elite View (HK)	HK	Holding company	USD 7,999,600	USD 7,999,600	8,000	61.54 %	USD 26,271,829	USD 595,279	(Note a)	Sub-subsiidary
Wisdom Success	Bigshine (HK)	HK	Holding company	USD 5,000,000	USD 5,000,000	5,000	62.50 %	USD 10,432,747	(USD 346,241)	(Note a)	Sub-subsiidary
Coretronic (Suzhou)	Coretronic Technology (HK)	HK	Holding company	USD 138,000,000	USD 138,000,000	138,000,000	100.00 %	RMB 1,014,039,317	RMB 55,264,264	(Note a)	Sub-subsiidary
Coretronic Technology (HK)	Coretronic Technology (BRVT)	Vietnam	Research and development, manufacturing and sales of optical components such as backlight module, LCD module, LCD TV and panel	USD 78,000,000	USD 78,000,000	-	100.00 %	USD 79,163,440	USD 7,314,685	(Note a)	Sub-subsiidary
Bigshine	Bigshine (HK)	HK	Holding company	USD 3,000,000	USD 3,000,000	3,000	37.50 %	USD 6,259,648	(USD 346,241)	(Note a)	Sub-subsiidary
Lead Bright	Lead Bright (HK)	HK	Holding company	USD 4,700,000	USD 4,700,000	4,700	26.11 %	USD 30,887,827	USD 2,133,804	(Note a)	Sub-subsiidary
Elite View	Elite View (HK)	HK	Holding company	USD 5,000,400	USD 5,000,400	5,000	38.46 %	USD 16,418,826	USD 595,279	(Note a)	Sub-subsiidary
Sinolink	Mat Limited	Samoa	Holding company	USD 980,000	USD 980,000	980	100.00 %	USD 45,094,908	USD 191,775	(Note a)	Sub-subsiidary
Tecpoint	Great Pride	Samoa	Holding company	USD 11,800,000	USD 11,800,000	11,800,000	100.00 %	USD 84,633,476	USD 920,864	(Note a)	Sub-subsiidary
Tecpoint	Core-Flex	Cayman Islands	Holding company	(Note b)	USD 23,260,000	-	-	-	USD 168,278	(Note a)	Sub-subsiidary
Tecpoint	Nano Display	HK	Holding company	USD 7,800,000	USD 7,800,000	7,800,000	100.00 %	USD 16,013,981	-	(Note a)	Sub-subsiidary
Great Pride	Great Pride (HK)	HK	Holding company	USD 11,800,000	USD 11,800,000	11,800	100.00 %	USD 84,594,752	USD 920,725	(Note a)	Sub-subsiidary
Nano Precision (Suzhou)	Nano Precision Taiwan	Hsinchu County, Taiwan	Engaged in the production, R&D, marketing and imports/exports of high-end electronic devices' plastic enclosures, frames, and optical	300,000	300,000	30,000,000	100.00 %	(RMB 13,674,023)	RMB 3,100,130	(Note a and c)	Sub-subsiidary
Chung Tsen Investment	Venture Orient	Samoa	Holding company	USD 5,550,000	USD 5,550,000	5,550	100.00 %	505,118	(6,859)	(Note a)	Sub-subsiidary

Note a : The share of profits/losses of investee company is not reflected herein, as such amount is already included in the share of profits/losses of the investor company.

Note b : Core-Flex Limited was disregistered in June 2024.

Note c : Nano Precision Taiwan was disregistered on April 9, 2024, which was approved by regulatory authority. As of June 30, 2024, the liquidation is still in progress.

ATTACHMENT 6-2 : (Names, locations and related information of investee companies as of June 30, 2024) (Not including investment in Mainland China)

(The certain information is based on the unreviewed financial statements)

(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

Investor company	Investee company	Address	Main businesses and products	Initial investment		Investment as of June 30, 2024			Net income (loss) of investee company	Investment income (loss) recognized	Note
				Ending balance	Beginning balance	Number of shares	Percentage of ownership	Carrying amount			
Chung Tsen Investment	Tsen Ming Investment	New Taipei City, Taiwan	Investment company for strategic purposes	\$102,000	\$102,000	\$32,443,180	100.00 %	\$555,552	(\$8,868)	(Note a)	Sub-subsiidiary
Chung Tsen Investment	Core-Flex	Cayman Islands	Holding company	(Note c)	USD 3,130,000	-	-	-	5,337	(Note a)	Sub-subsiidiary
Venture Orient	Tecpoint	B.V.I.	Holding company	USD 4,226,399	USD 4,226,399	4,226,399	9.83%	USD 10,691,708	USD 1,345,565	(Note a)	Subsidiary
Tsen Ming Investment	Core-Flex	Cayman Islands	Holding company	(Note c)	USD 1,718,289	-	-	-	5,337	(Note a)	Sub-subsiidiary
Young Green Energy	Boom Power	B.V.I.	Holding company	USD 1,000,000	USD 1,000,000	10,000	100.00%	125,838	-	(Note a)	Sub-subsiidiary
Coretronic Intelligent Cloud Service Corp.	Coretronic System Engineering Limited	Samoa	Holding company	USD 1,500,000	USD 1,500,000	1,500,000	100.00%	31,902	1,183	(Note a)	Sub-subsiidiary
Coretronic System Engineering Limited	Coretronic System Engineering (HK)	HK	Holding company	USD 1,500,000	USD 1,500,000	1,500,000	100.00%	USD 983,112	USD 39,083	(Note a)	Sub-subsiidiary
Coretronic Investment Limited	Optoma Holding Limited	U.K.	Holding company	EUR 40,680,793	EUR 40,680,793	32,620,000	96.82%	USD 67,885,099	USD 48,596	(Note a)	Sub-subsiidiary
Young Lighting Limited	Coretronic Investment Limited	U.K.	Holding company	USD 46,776,000	USD 46,776,000	158,808	61.36%	USD 41,716,278	USD 8,728	(Note a)	Subsidiary
Young Lighting Limited	YLG Limited	Samoa	Holding company	(Note b)	USD 3,060,001	-	-	-	-	(Note a)	Sub-subsiidiary

Note a : The share of profits/losses of investee company is not reflected herein, as such amount is already included in the share of profits/losses of the investor company.

Note b : YLG Limited was disregistered in February 2024.

Note c : Core-Flex Limited was disregistered in June 2024.

ATTACHMENT 6 -3 : (Names, locations and related information of investee companies as of June 30, 2024) (Not including investment in Mainland China)  
(The certain information is based on the unreviewed financial statements)  
(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

Investor company	Investee company	Address	Main businesses and products	Initial investment		Investment as of June 30, 2024			Net income (loss) of investee company	Investment income (loss) recognized	Note
				Ending balance	Beginning balance	Number of shares	Percentage of ownership	Carrying amount			
Dynamic Time	Modern Smart	B.V.I.	Holding company	(Note b)	USD 1,200,000	-	-	\$-	\$-	(Note a)	Sub-subsidiary
Optoma Holding	Optoma USA	USA	Marketing and after-sales service of Optoma in Americas region	EUR 6,328,202	EUR 6,328,202	825,000	100.00 %	EUR 23,081,352	(EUR 201,667)	(Note a)	Sub-subsidiary
Optoma Holding	Optoma Europe	U.K.	Marketing and after-sales service of Optoma in European region	EUR 24,911,549	EUR 24,911,549	1,200,000	100.00 %	EUR 31,333,272	EUR 513,164	(Note a)	Sub-subsidiary
Optoma Holding	Optoma Corporation	New Taipei City, Taiwan	Marketing and after-sales service of Optoma in the Asia-Pacific region	EUR 931,677	EUR 931,677	3,000,000	100.00 %	EUR 2,552,511	EUR 2,861,572	(Note a)	Sub-subsidiary
Optoma Europe	Optoma Deutschland GmbH	Germany	Marketing and after-sales service of Optoma in European region	EUR 958,000	EUR 958,000	-	100.00 %	EUR 2,416,100	EUR 268,289	(Note a)	Sub-subsidiary
Optoma Europe	Optoma France	France	Marketing and after-sales service of Optoma in European region	GBP 67,376	GBP 67,376	100,000	100.00 %	EUR 670,631	(EUR 220,459)	(Note a)	Sub-subsidiary
Optoma Europe	Optoma Scandinavia. A.S.	Norway	Marketing and after-sales service of Optoma in European region	GBP 8,260	GBP 8,260	100	100.00 %	EUR 50,187	(EUR 43,327)	(Note a)	Sub-subsidiary
Optoma Europe	Optoma Espana, S.L.	Spain	Marketing and after-sales service of Optoma in European region	EUR 103,006	EUR 103,006	5,150,280	100.00 %	EUR 304,954	(EUR 84,012)	(Note a)	Sub-subsidiary
Optoma Europe	Optoma Benelux B.V.	Netherlands	Marketing and after-sales service of Optoma in European region	EUR 18,000	EUR 18,000	18,000	100.00 %	EUR 470,412	(EUR 115,575)	(Note a)	Sub-subsidiary
Optoma Corporation	Optoma Australia Pty Ltd	Australia	Marketing and after-sales service of Optoma in Australian region	AUD 150,000	-	-	100.00 %	2,851	(377)	(Note a)	Sub-subsidiary
Young Optics	Masterview	B.V.I.	Holding company	USD 200,000	USD 200,000	200,000	100.00 %	1,136,161	(45,386)	(Note a)	Sub-subsidiary
Young Optics	Mejiro Genossen	Japan	Researching, developing, manufacturing and selling of optics machines	JPY 161,200,908	JPY 161,200,908	4,950	99.00 %	46,634	3,532	(Note a)	Sub-subsidiary
Masterview	Best Alpha	Samoa	Holding company	USD 1,000,000	USD 1,000,000	1,000,000	100.00 %	USD 13,545,770	(USD 146,635)	(Note a)	Sub-subsidiary
Masterview	Grace China	Cayman Islands	Holding company	USD 2,356,458	USD 2,356,458	2,356,458	100.00 %	USD 14,814,177	(USD 153,707)	(Note a)	Sub-subsidiary
Masterview	Young Optics (BD)	Bengal	Manufacturing of optics components	USD 12,000,000	USD 12,000,000	10,089,436	80.00 %	(USD 4,685,045)	(USD 1,420,093)	(Note a)	Sub-subsidiary
Grace China	Young Optics (BD)	Bengal	Manufacturing of optics components	USD 3,000,000	USD 3,000,000	2,479,960	20.00 %	(USD 1,171,261)	(USD 1,420,093)	(Note a)	Sub-subsidiary

Note a : The share of profits/losses of investee company is not reflected herein, as such amount is already included in the share of profits/losses of the investor company.

Note b : Modern Smart was disregistered in March 2024.

ATTACHMENT 7 : (Investment in Mainland China as of June 30, 2024)  
(The certain information is based on the unreviewed financial statements)  
(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

Investee company	Main businesses and products	Total amount of paid-in capital	Method of investment	Accumulated outflow of investment from Taiwan as of January 1, 2024	Investment flows		Accumulated outflow of investment from Taiwan as of June 30, 2024	Net income (loss) of investee company	Percentage of ownership	Investment income (loss) recognized	Carrying value as of June 30, 2024	Accumulated inward remittance of earnings as of June 30, 2024
					Outflow	Inflow						
Coretronic Projection (Kunshan)	Digital projectors, LCD monitors and related components of the research and development, processing, manufacturing and sales of the company's products and engaged in after-sales maintenance services	\$ 1,525,064 (USD 46,000,000)	Indirect investment from the third region (Greendale)	\$ 1,525,064 (USD 46,000,000)	-	-	\$ 1,525,064 (USD 46,000,000)	\$266,694	100.00%	\$266,694	\$7,478,901	\$ 428,855 (USD 14,065,436) (Note a and Note c)
Technology Service (Kunshan)	LCD monitor maintenance and technical services	13,259 (USD 400,000)	Indirect investment from the third region (Greendale)	13,259 (USD 400,000)	-	-	13,259 (USD 400,000)	931	100.00%	931	34,105	-
Boom Power Electronics (Suzhou)	Research and development, production and sales of cold cathode tube drive and related products	RMB 8,236,258	Indirect investment from the Mainland China subsidiary (Coretronic Projection (Kunshan))	USD 1,000,000	-	-	USD 1,000,000	793	100.00%	793	54,555	-
Coretronic Optics (Kunshan)	Production and sales of projector module products and spectrometer	RMB 42,000,000	Indirect investment from the Mainland China subsidiary (Coretronic Projection (Kunshan))	-	-	-	-	84,655	100.00%	84,655	922,944	-
Vimax (Kunshan)	Design, research and development and production of projectors, sales of the company's own products and provide after sales maintenance services for self-produced and non-self-produced products	62,252 (USD 1,800,000)	Indirect investment from the third region (Mat Limited)	62,252 (USD 1,800,000)	-	-	62,252 (USD 1,800,000)	5,737	100.00%	5,737	1,453,362	-
Coretronic (Suzhou)	Research and development, manufacturing backlight module and related components, sales of the company's own products and provide after-sales maintenance services	89,157 (USD 2,000,000)	Indirect investment from the third region (Wisdom Success HK)	271,297 (USD 8,000,000)	-	-	271,297 (USD 8,000,000)	262,448	100.00%	262,448	4,763,525	-
Coretronic Optics (Suzhou)	Research and development, manufacturing backlight module and related components, sales of the company's own products and provide after-sales maintenance services	USD 10,000,000	Indirect investment from the third region (Wisdom Success HK)	-	-	-	-	64,243	100.00%	64,243	395,509	-
Coretronic Optotech (Suzhou)	Research and development, manufacturing and processing optical components such as backlight module, LCD module, LCD TV and panel display. Sales of the company's own products and after-sales maintenance services	390,000 (USD 12,000,000)	Indirect investment from the third region (Wisdom Success HK)	-	-	-	-	32,167	100.00%	32,167	1,754,792	-
Coretronic (Shanghai)	Research and development, manufacturing backlight module and related components, sales of the company's own products and provide after-sales maintenance services	257,829 (USD 8,000,000)	Indirect investment from the third region (Bigshine HK)	95,254 (USD 3,000,000)	-	-	95,254 (USD 3,000,000)	(11,072)	100.00%	(11,072)	192,589	81,790 (USD 2,800,000) (Note a, Note d and Note j)
Coretronic Display (Suzhou)	Research and development, manufacturing panel modules and related components of the business, sales of the company's own products and provide related after-sales maintenance services	1,547,564 (RMB 378,278,700)	Indirect investment from the Mainland China subsidiary (Coretronic Optics (Suzhou))	88,972 (RMB 2,967,283)	-	-	88,972 (RMB 2,967,283)	65,509	0.00%	65,509	(Note n)	-
Coretronic (Ningbo)	Research and development, manufacturing backlight module and related components, sales of the company's own products and provide after-sales maintenance services	650,050 (USD 20,000,000)	Indirect investment from the third region (Lead Bright HK)	151,490 (USD 4,700,000)	-	-	151,490 (USD 4,700,000)	67,785	100.00%	67,785	3,254,093	139,650 (USD 4,619,805) (Note a and Note j)
Nano Precision (Suzhou)	Manufacture and sales of acrylic panels and light guide plate	426,839 (USD 13,300,000)	Indirect investment from the third region (Great Pride HK)	330,478 (USD 10,392,880)	-	-	330,478 (USD 10,392,880)	29,443	100.00%	29,443	2,622,154	85,228 (USD 2,795,270) (Note a and Note e)
Coretronic (Guangzhou)	Research and development, manufacturing backlight module and related components, sales of the company's own products and provide after-sales maintenance services	417,580 (USD 13,000,000)	Indirect investment from the third region (Elite View HK)	29,020 (USD 1,000,000)	-	-	29,020 (USD 1,000,000)	18,976	100.00%	18,976	1,385,295	-
Coretronic System Engineering (Shanghai)	Contractor in intelligent building engineering and provide related services to customers	USD 1,500,000	Indirect investment from the third region (Coretronic System Engineering HK)	USD 1,500,000	-	-	USD 1,500,000	1,183	100.00%	1,183	31,902	-
Optoma China	Marketing and after-sales service of Optoma's technology products in Mainland China	USD 1,200,000	Indirect investment from the third region (Optoma Holding Limited)	USD 1,200,000	-	-	USD 1,200,000	(12,154)	96.82%	(11,768)	80,519	-
Coretronic Robotek (Kunshan)	Provide intelligent solutions for warehousing and manufacturing	RMB 12,000,000	Indirect investment from the Mainland China subsidiary (Coretronic Projection (Kunshan) and Coretronic (Suzhou) )	-	-	-	-	2,442	100.00%	2,442	46,079	-

Accumulated investment in Mainland China as of June 30, 2024 (Note a, b)	Investment amounts authorized by Investment Commission, MOEA (Note b, i, and j)	Upper limit on investment
\$2,433,349 (USD 77,191,338)	\$2,149,269 (USD 77,191,338)	\$15,768,481

Note a : To use historical currency rates.

Note b : The investment amounts in Flying Success and Coretronic (Nanjing) has not been remitted to Coretronic Corporation in the event of liquidation in December 2012 and June 2018, and related registration processes for Investment Commission, MOEA were not applicable.

Note c : Greendale Investments Limited received cash dividends amounting to USD 14,065,436.4 from Coretronic Projection (Kunshan) from 2006 to 2007 and had remitted those back to Coretronic Corporation.

Note d : Bigshine (HK) Limited received cash dividends amounting to USD 8,735,525.72 for distribution profits from Coretronic (Shanghai) in 2006 and had remitted it back USD 1,000,000 to Coretronic Corporation.

Note e : Tecpoint received USD 2,795,270 in 2019 from Nano Precision (Suzhou), which was from the liquidation of Nano Precision (Nanjing) in 2006. Tecpoint had remitted it back to Coretronic Corporation.

Note f : Great Pride (HK) Investments Limited received cash dividends amounting to USD 3,565,645 for distribution profits from Nano Display (Suzhou) in 2018 and had remitted USD 3,215,142 back to Coretronic Corporation.

Note g : Nano Precision Investments Limited received cash dividends amounting to USD 2,290,604 for distribution profits from Nano Precision (Nanjing) in 2018 and had remitted USD 2,065,438 back to Coretronic Corporation.

Note h : The dissolution of Nano Display (Suzhou) and its merger with Coretronic (Suzhou) were approved by regulatory authority in August 2019.

Note i : Includes the investment of USD2,966,301 from Nano Precision (Nanjing) which was liquidated in April 2019. The investment amount cancellation was approved by MOEA.

Note j : In 2020, Viscorp received cash dividends amounting to USD 1,800,000 and USD 4,619,805 from Coretronic (Shanghai) and Coretronic (Ningbo), respectively, and had remitted totally USD 6,419,805 to Coretronic Corporation.

Besides, the rest of the capital of Nano Precision (Nanjing) amounting to USD 460,098 and the income from the liquidation of Coretronic (Nanjing) amounting to USD 490,094 had been remitted back to Coretronic Corporation.

Therefore, Coretronic Corporation has applied for the cancellation for investment in the amount of USD 7,369,997 in China, which was approved by MOEA.

Note k : Young Lighting Limited acquired 49% of shares of YLG Limited in December 2020. The ownership percentage of YLG Optotech was increased to 100%.

Note l : Young Bright Optical (Suzhou) was disregistered in August 2023.

Note m : In December 2023, Nano Display (Guangzhou) and YLG Optotech were absorbed by Coretronic (Guangzhou). This absorption was approved by authorities.

Note n : Coretronic Display (Suzhou) was absorbed by Coretronic Optics (Suzhou) from June 1, 2024. This absorption has not yet been approved by authorities.

Note o : To use the currency rate 1 USD =32.45 NTD as of June 30, 2024.



ATTACHMENT 7-1 (Investment in Mainland China as of June 30, 2024)  
(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

Investee company	Main businesses and products	Total amount of paid-in capital	Method of investment	Accumulated outflow of investment from Taiwan as of January 1, 2024	Investment flows		Accumulated outflow of investment from Taiwan as of June 30, 2024	Net income (loss) of investee company	Percentage of ownership by Young Optics Inc.	Investment income (loss) recognized (Note a)	Carrying value as of June 30, 2024 (Note a)	Accumulated inward remittance of earnings as of June 30, 2024
					Outflow	Inflow						
Young Optics (Kunshan)	Researching and developing, manufacturing of optics engine and related optics electronic equipment	\$217,275 (USD 5,000,000) (Note c, d, l and m)	Indirect investment from the third region (Best Alpha and Grace China)	\$164,450 (USD 5,000,000)	\$-	\$164,450 (USD 5,000,000) (Note n and o)	\$-	\$5,416 (USD 170,718)	100.00%	\$5,416 (USD 170,718)	\$673,559 (USD 20,812,608)	\$230,950 (USD 7,457,289) (Note b, Note i-j and Note n-Note o)
Young Optics (Suzhou)	Researching and developing, manufacturing of optics engine and related optics electronic equipment	33,951 (USD 1,000,000)	Indirect investment from the third region (Best Alpha)	33,951 (USD 1,000,000)	-	-	33,951 (USD 1,000,000)	(6,934) (-US\$ 218,893)	100.00%	(6,934) (-US\$ 218,893)	239,896 (USD 7,392,780)	1,328,957 (USD 31,295,415 and RMB 80,635,502) (Note b, Note e-h and Note k)

Accumulated investment in Mainland China as of June 30, 2024 (Note b)	Investment amounts authorized by Investment Commission, MOEA (Note b)	Upper limit on investment
\$33,951 (USD 1,000,000)	\$33,951 (USD 1,000,000)	\$1,646,654

Note a : The investments were fully consolidated in accordance with the Regulations.

Note b : To use historical currency rates.

Note c : Young Optics (Kunshan) invested USD 9,800,000 through capitalization of earnings in 2007. Best Alpha Investments Limited invested USD 2,300,000.

Note d : Young Optics (Kunshan) invested USD 1,300,000 through capitalization of earnings in April 2009. Grace China Investments Limited invested USD 824,850. Best Alpha Investments Limited invested USD 2,975,150.

Note e : Best Alpha Investments Limited received cash dividends amounting to USD 20,235,299 for distribution profits from Young Optics (Suzhou) in 2011 and had remitted it back to Young Optics.

Note f : Best Alpha Investments Limited received cash dividends amounting to RMB 27,691,452 and USD 4,509,641 for distribution profits from Young Optics (Suzhou) in 2014. The RMB 24,922,307 of them had been remitted back to Young Optics.

Note g : Best Alpha Investments Limited received cash dividends amounting to RMB 52,944,050 for distribution profits from Young Optics (Suzhou) in 2015 and had remitted it back to Young Optics.

Note h : Best Alpha Investments Limited received cash dividends amounting to USD 4,528,402 for distribution profits from Young Optics (Suzhou) in 2017 and had remitted it back to Young Optics.

Note i : Best Alpha Investments Limited received cash dividends amounting to USD 603,264 for distribution profits from Young Optics (Kunshan) in 2017 and had remitted it back to Young Optics.

Note j : Grace China Investments Limited received cash dividends amounting to USD 1,854,025 for distribution profits from Young Optics (Kunshan) in 2017 and had remitted it back to Young Optics.

Note k : Best Alpha Investments Limited received cash dividends amounting to USD 6,531,714 for distribution profits from Young Optics (Suzhou) in 2018 and had remitted it back to Young Optics.

Note l : Young Optic (Kunshan) conducted capital reduction amounting to USD10,000,000 in December 2020.

Note m : Young Optics (Kunshan) conducted capital reduction amounting to USD7,200,000 in November 2023, and completed the procedure in January, 2024.

Note n : The capital reduction amounts in Note l and Note m only USD 10,000,000 was remitted to Young Optics. USD 5,000,000 came from capitalization of earnings in Note c and Note d. The rest USD 5,000,000 was the original investment amount.

Note o : Accumulated inward remittance of earnings in amount of USD 7,457,289 was approved by Investment Commission, MOEA, to be deducted in the investment amounts Mainland China.

ATTACHMENT 8 (Financial instrument and derivative transaction as of June 30, 2024)

(The certain information is based on the unreviewed financial statements)

(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

Investment company	Financial statement account	Financial product	Type	Contract expiry date	Contract amount	Book value	Fair value	Note
Coretronic Corporation	Financial assets (liabilities) at fair value through profit or loss - current	Forward foreign exchange contract	Selling USD	From July, 2024 to September 2024	USD 637,000,000	\$(86,283)	\$(86,283)	Note a
Coretronic Corporation	Financial assets (liabilities) at fair value through profit or loss - current	Forward foreign exchange contract	Buying USD	From July, 2024 to April 2025	USD 762,000,000	934,057	934,057	Note a
Coretronic Optotech (Suzhou)	Financial assets (liabilities) at fair value through profit or loss - current	Forward foreign exchange contract	Selling USD	July, 2024	USD 5,000,000	(480)	(480)	Note d
Coretronic Optics (Suzhou)	Financial assets (liabilities) at fair value through profit or loss - current	Forward foreign exchange contract	Selling USD	July, 2024	USD 5,000,000	(480)	(480)	Note e
Optoma Europe	Financial assets (liabilities) at fair value through profit or loss - current	Forward foreign exchange contract	Selling EUR	From July, 2024 to September 2024	USD 17,000,000	1,358	1,358	Note f
Optoma USA	Financial assets (liabilities) at fair value through profit or loss - current	Forward foreign exchange contract	Selling CAD	From July, 2024 to September 2024	CAD 1,000,000	(3)	(3)	Note g

Note a : Coretronic Corporation entered into forward foreign exchange contracts and realized a loss amounting to NT\$460,368 thousand for the six months ended June 30, 2024.

Note b : Champ Vision Display entered into forward foreign exchange contracts and realized a loss amounting to NT\$458 thousand for the six months ended June 30, 2024.

Note c : Coretronic Projection (Kunshan) entered into forward foreign exchange contracts and realized a loss amounting to NT\$14,680 thousand for the six months ended June 30, 2024.

Note d : Coretronic Optotech (Suzhou) entered into forward foreign exchange contract and realized a loss amounting to NT\$19,411 thousand for the six months ended June 30, 2024.

Note e : Coretronic Optics (Suzhou) entered into forward foreign exchange contracts and realized a loss amounting to NT\$13,934 thousand for the six months ended June 30, 2024.

Note f : Optoma Europe entered into forward foreign exchange contracts and realized a profit amounting to NT\$11,550 thousand for the six months ended June 30, 2024.

Note g : Optoma USA entered into forward foreign exchange contracts and realized a loss amounting to NT\$285 thousand for the six months ended June 30, 2024.

ATTACHMENT 9 (The information of Major shareholder as of June 30, 2024)

Shares Name	Number of shares (Units/shares)	Percentage of ownership (%)
Taiwei Advanced Technology Co., Ltd.	41,259,196	10.55%
Yann Yuan Investment Co., Ltd.	32,825,000	8.39%
Fuh Hwa Taiwan Technology Dividend Highlight ETF (custodian institution: Taipei Fubon Bank)	22,836,000	5.84%

ATTACHMENT 10 (Individual securities acquired or disposed of with accumulated amount exceeding the lower of NT\$300 million or 20 percent of the capital stock for the six months ended June 30, 2024)  
(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

Investee company	Marketable securities type and name	Financial statement account	Counter-party	Relationship	Beginning balance		Addition		Disposal				June 30, 2024	
					Units / shares	Amount	Units / shares	Amount	Units / shares	Selling Price	Carrying amount	Gain (Loss) from disposal (Note)	Units / shares	Amount
Young Optics (Kunshan)	Structured Deposits	Financial assets measured at amortized cost-current	Kunshan Rural Commercial bank	-	-	\$ -	-	RMB 70,000,000	-	\$ -	RMB 70,000,000	RMB 289,346	-	\$ -
Young Optics (Suzhou)	Structured Deposits	Financial assets measured at amortized cost-current	Kunshan Rural Commercial bank	-	-	-	-	RMB 83,000,000	-	-	RMB 83,000,000	RMB 513,298	-	-

Note:To be recognized in interest income.