

Delta Electronics, Inc. (“Company”)
Minutes of 2025 Annual General Shareholders’ Meeting
(Translation)

Time: 10:00 AM, May 29, 2025

Place: Auditorium, 8F., No.16, Tungyuan Road, Chungli District, Taoyuan City

Quorum: 2,349,369,950 shares were represented by the shareholders and proxies present, which amounted to 90.44% of the Company’s 2,597,543,329 issued and outstanding shares.

Board Members Present: Ping Cheng, Mark Ko, Bruce CH Cheng, Yancey Hai, Simon Chang, Shan-Shan Guo, Audrey Tseng (Independent Director), Shyue-Ching Lu (Independent Director), and Jack J. T. Huang (Independent Director). 9 members of the Board of Directors (including 3 Independent Directors) were present.

Attending members of the Audit and Risk Committee: Audrey Tseng, Shyue-Ching Lu and Jack J. T. Huang

Attending members of the Compensation Committee: Audrey Tseng, Shyue-Ching Lu and Jack J. T. Huang

Attending members of the Global ESG Committee: Ping Cheng, Mark Ko, Yancey Hai, Simon Chang, Shan-Shan Guo

Attendance: CPA, Ms. Hsiao, Chun-Yuan, PricewaterhouseCoopers, Taiwan, Director, Mr. Roger Wang, PricewaterhouseCoopers, Taiwan, Lee and Li, Attorneys-at-Law, Mr. James Chen, Corporate CFO, Mr. Beau Yu, Chief Legal Officer, Mr. Karl Yeh and Chief Sustainability Officer, Mr. Jesse Chou

Chairman: Ping Cheng, Chairman of the Board of Directors

Recorder: Yichun Chen

Commencement: (The aggregate shareholding of the shareholders and proxies present constituted a quorum. The Chairman called the meeting to order.)

Salute according to the etiquette

Chairman’s speech: (omitted)

1. Report Items

- (1) The Company's 2024 Operation Results (Please see Appendix 1)
- (2) The Company's 2024 Financial Results (Please see Appendix 2 and 3)
- (3) The Company's Audit and Risk Committee's Review Opinions on 2024 Annual Final Accounting Books and Statements (Please see Appendix 4)
- (4) The Company's Report on 2024 Employees' and Directors' Compensation
The Company's annual profit in 2024 is NT\$42,921,510,948, of which 7.8% is allocated as the employees' compensation in cash totaling NT\$3,346,714,857 and 0.41% is allocated as the directors' compensation in cash totaling NT\$177,542,178.
- (5) The Company's Report on Issuance of Domestic Unsecured Ordinary Corporate Bond
In order to replenish working capital, repay debt and/or support capital expenditures related to business expansion and other medium and long-term funding needs, the Board of Directors of the Company approved the issuance of domestic unsecured ordinary corporate bond and/or sustainable bond on February 29, 2024 and February 26, 2025 respectively. Each aggregate amount does not exceed NT\$30 billion, which may be issued once or in installments within one year from the date of the resolution of the Board of Directors. There is no issuance till the book closure date of the Annual General Shareholders' Meeting.

There is no question to report items raised by the shareholders.

2. Proposal Items

- (1) Adoption of the Company's 2024 Annual Business Report and Financial Statements
(Proposed by the Board of Directors)

Explanation:

- a) This Company's 2024 Annual Business Report and Financial Statements including the Parent Company Only Financial Statements and Consolidated Financial Statements (please refer to Appendix 1~3) were resolved by the Board and Directors and reviewed by the Company's Audit and Risk Committee, of which the Parent Company Only Financial Statements and the Consolidated Financial Statements were audited by CPA, Hsiao, Chun-Yuan and CPA, Hsu, Sheng-Chung from PricewaterhouseCoopers, Taiwan. The Company's Audit and Risk Committee found no discrepancies after a thorough review and has made written review opinions.
- b) It is proposed by the Board of Directors to submit the 2024 Annual Business Report and Financial Reports to this Annual General Shareholders' Meeting for adoption.

Resolution:

There is no question raised by the shareholders. Approved and acknowledged as proposed by the Board of Directors by voting. A total of 2,349,369,950 shares with voting rights were present when votes were cast; the number of voting rights for approval is 2,175,726,941, among which 1,455,653,691 was exercised by electronic transmission; the number of voting rights for rejection is 1,590,486, among which 1,590,486 was exercised by electronic transmission; the number of invalid votes is 0, the number of voting rights for abstention is 172,052,523, among which 172,045,250 was exercised by electronic transmission and 92.60% of the total voting rights voted for approval when votes were cast.

(2) Adoption of the Company's 2024 Earnings Distribution
(Proposed by the Board of Directors)

Explanation:

- a) The 2024 Earnings Distribution Table was prepared as follows in accordance with the "Company Act" and the "Articles of Incorporation. It was resolved by the Board of Directors and reviewed by the Company's Audit and Risk Committee. The Audit and Risk Committee found no discrepancies after a thorough review and has made written review opinions
- b) The Board of Directors proposed to set aside NT\$18,182,803,303 for 2024 cash dividend. According to the number of shares issued and entitled to distribution totaling 2,597,543,329, the cash dividend of NT\$7.00 per share will be distributed. The Board of Directors authorized the Chairman subject to the approval of Annual General Shareholders' Meeting to set an ex-dividend record date on which the proposed cash dividend would be distributed according to the shareholding ratio of shareholders appeared in the register of shareholders on the designated record date. In the event that the proposed payout ratio is affected by an amendment to relevant laws or regulations, a request by the competent authorities, or a change in common shares (such as, buyback of shares for transfer or cancellation, domestic capital increase by cash, and exercise of employee stock options), the Chairman was authorized to adjust the ratio accordingly.
- c) It is proposed by the Board of Directors to submit the 2024 Earnings Distribution to this Annual General Shareholders' Meeting for adoption.

Delta Electronics, Inc.
2024 Earnings Distribution Table

		Unit: NT\$
Item	Description	Amount
Net profit after tax for the year 2024		35,228,577,446
Subtract: Setting aside 10% legal reserve		3,562,287,943
Add: Reversal of special reserve		3,468,181,221
Earnings available for distribution by the end of 2024		35,134,470,724
Add: Retained earnings in the beginning of 2024		62,809,907,011
Profit on disposal of financial assets at fair value through other comprehensive income in 2024		1,059,176
Actuarial profit on defined benefit plan in 2024		393,242,812
Earnings available for distribution by the end of the fiscal year (Note 1)		98,338,679,723
Distribution Items:		
Shareholders' dividend - Cash	NT\$7.00 per share	18,182,803,303
Undistributed earnings by the end of 2024		80,155,876,420

(Note 1) The principle of 2024 earnings distribution: earnings available for distribution by the end of the fiscal year shall be distributed first.

(Note 2) Cash dividends distributed are rounded up to NT\$1. The total amount of fractional cash dividends less than NT\$1 shall be reversed to undistributed earnings.

Chairman: Ping Cheng

President: Simon Chang

Chief Accounting Officer: Beau Yu

Resolution:

There is no question raised by the shareholders. Approved and acknowledged as proposed by the Board of Directors by voting. A total of 2,349,369,950 shares with voting rights were present when votes were cast; the number of voting rights for approval is 2,179,084,731, among which 1,459,011,481 was exercised by electronic transmission; the number of voting rights for rejection is 131,661, among which 131,661 was exercised by electronic transmission; the number of invalid votes is 0, the number of voting rights for abstention is 170,153,558, among which 170,146,285 was exercised by electronic transmission and 92.75% of the total voting rights voted for approval when votes were cast.

3. Discussion Items

- (1) Discussion of the Amendments to the Company's "Articles of Incorporation"
(Proposed by the Board of Directors)

Explanation:

- a) In response to the amendment on Article 14, Paragraph 6 of the "Securities and Exchange Act" promulgated by the Financial Supervisory Commission and the FSC Directions No. 1130385442, it is proposed to amend certain provisions of the "Articles of Incorporation." Please see the comparison table of revised articles of the "Articles of Incorporation" for the detailed revisions.
- b) The proposed amendments are submitted for discussion.

Comparison Table of Revised Articles of the Articles of Incorporation

Article	Article after revision	Article before revision	Explanation
Article 30	<p>If the Company makes profits for the current year, the Board of Directors shall resolve on the allocation of at least 3% as the employee compensation and no more than 1% as the compensation for directors. If the Company has cumulative losses, the amount equivalent to such losses shall be reserved prior to the allocation and reported in the shareholders' meeting. Qualification requirements of employees, including the employees of subsidiaries of the company meeting certain specific requirements, entitled to receive the abovementioned compensation, may be specified by the authorized Board of Directors or the person authorized by the Board of Directors.</p> <p><u>The employee compensation mentioned in the preceding Paragraph includes no less than 4% for non-executive employees.</u></p> <p><u>As referred to the "Regulations for Tax Preferences Provided to Small and Medium Enterprise on Wage Payment Raising", the definition for the range of non-executive employees mentioned above is the personnel whose salary is lower than non-executive employees.</u></p> <p>(The rest is omitted)</p>	<p>If the Company makes profits for the current year, the Board of Directors shall resolve on the allocation of at least 3% as the employee compensation and no more than 1% as the compensation for directors. If the Company has cumulative losses, the amount equivalent to such losses shall be reserved prior to the allocation and reported in the shareholders' meeting. Qualification requirements of employees, including the employees of subsidiaries of the company meeting certain specific requirements, entitled to receive the abovementioned compensation, may be specified by the authorized Board of Directors or the person authorized by the Board of Directors.</p> <p>(The rest is omitted)</p>	<p>In response to the amended Article 14, Paragraph 6 of the "Securities and Exchange Act", the second and the third paragraphs of this article are added, and the original second and the third paragraphs are moved to the fourth and the fifth paragraphs.</p>
Article 33	<p>These Articles of Incorporation were enacted on July 28, 1975; (the 1st</p>	<p>These Articles of Incorporation were enacted on July 28, 1975; (the 1st</p>	<p>Addition of the 54th revision</p>

Article	Article after revision	Article before revision	Explanation
	through 52 nd revision dates have been omitted for simplicity) The fifty-third amendment was made on May 30, 2024; <u>The fifty-fourth amendment was made on May 29, 2025.</u>	through 52 nd revision dates have been omitted for simplicity) The fifty-third amendment was made on May 30, 2024.	date.

Resolution:

There is no question raised by the shareholders. Approved and acknowledged as proposed by the Board of Directors by voting. A total of 2,349,369,950 shares with voting rights were present when votes were cast; the number of voting rights for approval is 2,155,704,550, among which 1,435,631,300 was exercised by electronic transmission; the number of voting rights for rejection is 2,055,102, among which 2,055,102 was exercised by electronic transmission; the number of invalid votes is 0, the number of voting rights for abstention is 191,610,298, among which 191,603,025 was exercised by electronic transmission and 91.75% of the total voting rights voted for approval when votes were cast.

(2) Discussion of the Release from Non-competition Restrictions on the Company's Directors (Proposed by the Board of Directors)

Explanation:

- a) According to Article 209 of the "Company Act", a director who conducts business within the business scope of the Company for himself or others shall explain at the shareholders' meeting the essential contents of such conduct and obtain the shareholders' approval.
- b) As certain directors concurrently work for other companies, which may constitute the act restricted under Article 209 of the "Company Act", it is proposed to release the non-competition restrictions on the directors, without prejudice to the interests of the Company.
- c) The proposal is submitted for discussion.

Description of Positions of Directors in Other Companies (Newly added)

Title	Name	Positions in Other Companies		Business Activity	Whether it is a subsidiary or a related party of the Company
Independent Director	Audrey Tseng	St.Shine Optical Co., Ltd.	Director	Manufacturing and trading of contact lenses (soft and hard), optical lenses and its related products	No
Independent Director	Jack J. T. Huang	Taiwan Consulting Group	Chairman	Management Consulting Services	No
Independent Director	Rose Tsou	Giant Manufacturing Co. Ltd.	Independent Director, Audit Committee member, Compensation Committee member	Manufacturing and selling bicycles, electric bicycles and related parts	No

Title	Name	Positions in Other Companies		Business Activity	Whether it is a subsidiary or a related party of the Company
Independent Director	Doris Hsu	GlobalWafers Capital Co., Ltd.	Chairman	Investment activities	No

Resolution:

There is no question raised by the shareholders. Approved and acknowledged as proposed by the Board of Directors by voting. A total of 2,349,369,950 shares with voting rights were present when votes were cast; the number of voting rights for approval is 1,973,423,538, among which 1,253,350,288 was exercised by electronic transmission; the number of voting rights for rejection is 5,624,288, among which 5,624,288 was exercised by electronic transmission; the number of invalid votes is 0, the number of voting rights for abstention is 370,322,124, among which 370,314,851 was exercised by electronic transmission and 83.99% of the total voting rights voted for approval when votes were cast.

4. Extemporary Motions:

Shareholder (account number: 45390) raised the comments:

(1) Regarding the implementation of the retirement scheme, please advise why the Company is unable to accept the application for the early settlement of the labor retirement reserve fund (the defined benefit plan) through mutual agreement?

Chairman responded: The Company handles all matters in accordance with the applicable regulations, and a responsible officer will contact the shareholder after the meeting.

(2) What is the outcome regarding the legal action initiated by the Company against the former employee, Mr. Huang, in December 2024?

Chairman responded: The case is currently under investigation.

(3) Although the Company demonstrated excellent performance in terms of revenue and profitability during the Q1 2025 investor meeting, please advise the reasons for the streamlining of headcount in business units?

Chairman responded: Although the Company has overall growth in both revenue and profitability in 2025, the performance differs among the business units. Organizational adjustments will be made based on the revenue performance and business development of each unit. In cases where the streamlining of headcount is necessary within a unit, the Company will coordinate internal transfers, etc.

Shareholder (account number: 220812) raised the comment: What is the percentage of the Company's revenue derived from sustainable economic activities, and whether there are any plans to disclose relevant economic activities in accordance with the "Reference Guidelines for Recognition of Sustainable Economic Activities"?

Chairman responded: In 2024, 32.4% of the Company's revenue was generated from sustainable economic activities. The Company will disclose relevant information in accordance with applicable regulations in the future.

Meeting Adjourn: 10:33 AM, May 29, 2025

Chairman: Ping Cheng

Recorder: Yichun Chen

Appendix 1

Business Report

Business Overview

Despite signs of moderate recovery in 2024, global economic performance remained notably divided. While the data center market related to artificial intelligence (AI) continued to experience rapid growth, many other application markets appeared relatively sluggish. Against this backdrop, Taiwan's economic performance stood out among developed economies, largely driven by the surge in AI applications, fueling strong demand for information and communications technology (ICT) equipment and electronic components. This, in turn, provided significant momentum for the growth of both Taiwan's economy and its electronics manufacturing sector.

In 2024, Delta's consolidated revenue was NT\$421.1 billion, a 5% increase from the previous year; gross profit was NT\$136.6 billion with a gross profit margin of 32.4%; net operating profit was NT\$47.7 billion with a net profit margin of 11.3%; net income after tax was NT\$35.2 billion with a net after-tax profit margin of 8.4%; EPS was NT\$13.56 and return on equity (ROE) ratio was 16.4%. Both annual revenue and EPS have grown. Here is a summary of the performance and status of Delta's core business categories in 2024.

Power Electronics

With over a half century of expertise in power electronics technology, Delta has consistently maintained our leadership in power management and thermal solutions. In recent years, global semiconductor giants have introduced high-performance chips designed to support AI applications, resulting in a substantial increase in demand for power supplies. Concurrently, the requirements for critical power specifications, including power instantaneous, power density, and energy efficiency, have continued to increase.

Leveraging our expertise in key technologies, Delta remained at the forefront of the industry, consistently leading the market with the introduction of significant new products in the fields of power solutions for data center and server, as well as power conversion for GPUs. In the field of power supplies for data center racks, Delta's latest power shelves, compliant with the Open Rack v3 (ORV3) standard of the Open Compute Project, deliver a power output of 33 kW (21-inch 10U). This represents an over 83% increase in power output compared to the 18-kW model introduced in 2023, with energy efficiency reaching up to 97.5%. Additionally, Delta has taken the lead in the industry by downsizing the 33kW, 21-inch power shelves to a 19-inch (1RU) specification, enabling AI transformation or upgrades for existing data center servers. In response to the significant load that AI servers place on power grids when processing large volumes of high-speed data, which could potentially lead to server overloads and power outages, we have introduced our brand new 19-inch (1RUs) and 21-inch (10U, ORV3-compliant) high-power Peak Load Shaving Shelf (PLSS). These devices, equipped with built-in lithium-ion capacitors, provide surge rectification and filtration, along with backup power (delivering 20 kW power output for 15 seconds), stabilizing power delivery to AI servers and ensuring efficient and reliable operations. Additionally, Delta introduced an 8kW DC power distribution board designed for effective DC voltage conversion at the AI chip board. This board features two 4kW DC power modules that convert power from a 50V input down to 12V, supplying energy to two GB200 super chips within the server. This system delivers a total output power of 14.4 kW while achieving an energy conversion efficiency of 98.2%.

In the field of data center thermal management, Delta has expanded our product portfolio to

include both air and liquid cooling technologies, offering flexible solutions that address the infrastructure needs of both newly constructed and existing data centers. In response to the growing demands for thermal solutions driven by the increase in AI applications, Delta has introduced a liquid-cooled Cold Plate Loop specifically designed for the latest generation of AI GPUs and CPUs. This module features an advanced microchannel cold plate design and technology that balances liquid flow, ensuring exceptional thermal performance and efficient system operation, complemented by the high-performance Coolant Distribution Unit (CDU), a core component that further enhances the overall efficiency of the liquid-cooled rack. Delta's liquid cooling solutions have received approval from leading global cloud service providers (CSPs) and original design manufacturers (ODMs) and have entered the production phase. As demand for AI servers and racks continues to rise, these products are expected to gradually scale up in shipment volumes.

In the field of passive components, Delta's Board of Directors approved an investment of US\$ 68.5 million in January 2025 to acquire the power inductors and powder materials business from the Japan-listed Alps Alpine Co., Ltd. and its subsidiary Alps Electric Korea Co., Ltd. This acquisition includes production and R&D equipment, along with relevant patents and intellectual property assets, which we plan to integrate with the magnetic component technologies developed by our subsidiary, Cyntec Co., Ltd. This integration will achieve synergies in both technology and market reach. Alps Alpine's proprietary powder material patent technology enables the development of low-power-loss power inductors that improve the energy efficiency of devices and equipment. We anticipate this acquisition will further strengthen Delta's position in the application of passive components across various sectors, including data centers, AI high-performance computing, edge computing, electric vehicles, smartphones, and next-generation information and communication products.

Automation

In the field of industrial automation, Delta has introduced the Digital Twin solution, which enables both the pre-testing of equipment specifications and production line planning during the phase of new product introduction, ensuring seamless integration between the virtual and physical worlds. This solution will be applied throughout the entire product lifecycle, from design and equipment commissioning to mass production. Additionally, our virtual machine development platform DIATwin creates virtual models of product processes by automatically generating and optimizing production parameters through AI computing, thereby reducing the time required for new product trials by up to 50%. When paired with modularly designed physical equipment, this solution successfully contributed to a leading electronics assembly manufacturer in Taiwan reducing their setup time by over 80% and accelerating the mass production timeline for new products. Furthermore, integrating our Line Manager software into the production process achieves real-time management of the entire production line, improving production capacity by 3 to 4 times and reducing material waste, thus achieving energy savings and carbon reduction.

The newly constructed Chungli Plant 6 will serve as Delta's Smart Manufacturing Innovation Center. In addition to offering both virtual and physical training programs, this center leverages IoT technology to transmit equipment data, automatically generate optimized processing paths, and simulate them on a virtual platform. This enables customers to familiarize themselves with equipment operations and plan for full-line integration, thereby accelerating their transition toward the factory of the future.

Delta has actively advanced our building automation business for many years. Our solutions have been successfully implemented in commercial buildings and progressively expanded into more complex

campus environments. In 2024, Delta implemented a smart campus solution for the Taiwan International Ports Corporation, Ltd., Taichung Branch at Taichung Port. This solution integrates systems such as central monitoring, security surveillance, smart lighting, and smart energy management into a unified management platform, enabling real-time monitoring and management for the port's diverse facilities and equipment. This enhances operational efficiency while ensuring the security of the port area. The smart energy management platform integrates data on electricity, water usage, and renewable energy, visualizing carbon emissions and overall energy consumption metrics. The solution is built with a highly scalable system architecture, designed to support future integration with EV charging and energy storage systems, driving Taichung Port toward its goal of becoming a smart harbor and realizing its vision of a low-carbon, sustainable future.

Infrastructure

In the field of ICT infrastructure and in response to the rapidly growing demand for data center construction, Delta leverages its extensive power planning expertise and comprehensive product portfolio to develop highly efficient supply systems with flexible power, covering medium-voltage utility power supply to server-level requirements. These systems effectively enable customers to reduce both operational costs and time. To address the thermal challenges posed by AI computing, we have also introduced integrated solutions that combine both air and liquid cooling technologies. These include the Liquid to Air Systems, which can upgrade existing air-cooled data centers, and the 1.5MW Liquid to Liquid Coolant Distribution Unit (CDU), which is capable of managing the thermal demands of dozens of high-density racks exceeding 100 kW, and ensuring stable operations in complex and dynamic application environments.

In the field of energy infrastructure, Delta has not only partnered with McDonald's France to install 200kW supercharger stations in over 700 restaurants, addressing consumers' needs for immediate charging, but has also responded to the growth of the electric vehicle market by launching the 500 kW ultra-fast charger, the UFC 500, allowing us to be compliant with European standards. Additionally, Delta has been actively involved in renewable energy and grid integration, providing 3,500 Delta M125HV solar inverters to MOVE ON Energy GmbH. These inverters have been successfully deployed at Europe's largest solar power plant, generating sufficient green electricity to power 200,000 households annually, thereby contributing significantly to climate change mitigation.

Mobility

Despite the continued growth of the global electric vehicle market in 2024, the growth rate outside of China has slowed compared to the previous two years. Notably, the regional rollout of electric vehicles charging infrastructure has lagged behind market development, resulting in diversified market demand. Consequently, major automakers are revising their strategies over the next five years, shifting focus from solely battery electric vehicles (BEVs) to a dual approach that incorporates both BEVs and plug-in hybrid electric vehicles (PHEVs). Some automakers are even prioritizing the development of PHEVs to better respond to evolving market dynamics and challenges.

Delta is currently collaborating with several major automakers to develop power systems products for PHEVs, aiming to help them accelerate the release of the vehicles to the market. Concurrently, the integration of electric vehicle drive systems (X-in-1) is emerging as a significant industry trend. Delta has been entrusted by the top three German automakers to develop next-generation integrated systems, some of which have already deployed in vehicles available in the European market. These solutions are expected to be progressively introduced globally over the next few years, becoming a significant revenue

source for Delta's Mobility Business category.

Future Development Strategy of the Company

Delta's long-term strategic core remains committed to offering more innovative solutions and continuously enhancing our brand value. Thanks to our continued investment in R&D and a global business approach, Delta was selected as one of the Best Taiwan Global Brands for the 14th consecutive year. In 2024, the Company's brand value reached US\$ 593 million, marking a 9% increase from the previous year. However, considering the Company's wide range of products, spanning single components to comprehensive solutions with varying price points, sales volume alone is not the most effective metric for gauging operating performance. Nevertheless, we expect an increase in overall sales volume for the current year compared to the previous year.

We sincerely thank our shareholders, customers, employees, and partners for their long-term trust and support. Looking to the future, Delta remains committed to advancing R&D, fostering innovative thinking, and constantly optimizing and expanding our product portfolio to provide solutions that balance environmental sustainability with performance, making a more profound contribution to global sustainable development.

Chairman

Ping Cheng

President

Simon Chang

Chief Accounting Officer

Beau Yu

Appendix 2

INDEPENDENT AUDITORS' REPORT

To the Board of Directors and Shareholders of Delta Electronics, Inc.

Opinion

We have audited the accompanying parent company only balance sheets of Delta Electronics, Inc. (the “Company”) as at December 31, 2024 and 2023, and the related parent company only statements of comprehensive income, of changes in equity and of cash flows for the years then ended, and notes to the parent company only financial statements, including a summary of material accounting policies.

In our opinion, based on our audits and the reports of other auditors (refer to the Other matter section), the accompanying parent company only financial statements present fairly, in all material respects, the financial position of the Company as at December 31, 2024 and 2023, and its financial performance and its cash flows for the years then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers.

Basis for opinion

We conducted our audits in accordance with the Regulations Governing Financial Statement Audit and Attestation Engagements of Certified Public Accountants and Standards on Auditing of the Republic of China. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the parent company only financial statements section of our report. We are independent of the Company in accordance with the Norm of Professional Ethics for Certified Public Accountant of the Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirements. Based on our audits and the audit reports of other auditors, we believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Company's 2024 parent company only financial statements. These matters were addressed in the context of our audit of the parent company only financial statements as a whole and, in

forming our opinion thereon, we do not provide a separate opinion on these matters.

Key audit matter for the Company's 2024 parent company only financial statements is stated as follows:

Intangible assets (including subsidiaries) - Impairment assessment of goodwill

Refer to Note 4(20) for the accounting policies on impairment of non-financial assets, and Notes 5(2) and 6(10) for the impairment assessment of goodwill including critical accounting estimates.

As at December 31, 2024, the balance of goodwill arising from the acquisitions by the Company and its subsidiaries is material, and the recoverable amount of goodwill, measured using the value-in-use method, amounted to NT\$20,967,053 thousand. As the balance of goodwill is material, and the impairment assessment of goodwill is complex, has a high level of estimation uncertainty, and involves various assumptions which relies on management's subjective judgment, the assessment of goodwill impairment has been identified as a key audit matter.

How our audit addressed the matter

We performed the following procedures for the above key audit matter:

- A. Understood the process of goodwill impairment assessment, obtained the assessment form provided by management, and assessed whether the valuation models adopted by management are reasonable for the industry, environment, and the valued assets of the Company.
- B. Assessed the reasonableness of material assumptions, such as future cash flows, expected growth rates, operating margin, and discount rates, by:
 - (a) Checking the setting of parameters of valuation models and calculation formulas;
 - (b) Confirming whether the expected future cash flows are in agreement with the budget provided by the business units;
 - (c) Comparing the expected growth rate and operating margin with historical data, economic and industrial forecast documents; and
 - (d) Comparing the discount rate with cost of capital assumptions of cash generating units and rates of return of similar assets.

Other matter – Reference to the audits of other auditors

We did not audit the financial statements of certain investments accounted for under the equity method and information on investees disclosed in Note 13. Therefore, our opinion expressed herein, insofar as it relates to the amounts included in respect of these associates, is based solely on the reports of the other auditors. The balance of these investments accounted for under the equity method amounted to NT\$49,145,952 thousand and NT\$38,977,447 thousand, constituting 13.73% and 12.50% of total assets as at December 31, 2024 and 2023, respectively, and the comprehensive income recognised from associates and joint ventures accounted for under the equity method amounted to NT\$10,737,793 thousand and NT\$10,683,648 thousand, constituting 22.77% and 32.96% of the total comprehensive income for the years then ended, respectively.

Responsibilities of management and those charged with governance for the parent company only financial statements

Management is responsible for the preparation and fair presentation of the parent company only financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and for such internal control as management determines is necessary to enable the preparation of the parent company only financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the parent company only financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance, including the audit committee, are responsible for overseeing the Company's financial reporting process.

Auditors' responsibilities for the audit of the parent company only financial statements

Our objectives are to obtain reasonable assurance about whether the parent company only financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Standards on Auditing of the Republic of China will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these parent company only financial statements.

As part of an audit in accordance with the Standards on Auditing of the Republic of China, we exercise professional judgment and professional skepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the parent company only financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control;
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management;
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the parent company only financial statements or, if such

disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern;

5. Evaluate the overall presentation, structure and content of the parent company only financial statements, including the disclosures, and whether the parent company only financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Company to express an opinion on the parent company only financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the parent company only financial statements of the current year and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The parent company only financial statements of Delta Electronics, Inc. as at and for the year ended December 31, 2024 expressed in US dollars are presented solely for the convenience of the reader and were translated from the financial statements expressed in New Taiwan dollars using the exchange rate of \$32.785 to US\$1.00 at December 31, 2024. This basis of translation is not in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers.

Hsiao, Chun-Yuan Hsu, Sheng-Chung

for and on behalf of PricewaterhouseCoopers, Taiwan

February 26, 2025

The accompanying parent company only financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles generally accepted in countries and jurisdictions other than the Republic of China. The standards, procedures and practices in the Republic of China governing the audit of such financial statements may differ from those generally accepted in countries and jurisdictions other than the Republic of China. Accordingly, the accompanying parent company only financial statements and independent auditors' report are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice. As the financial statements are the responsibility of the management, PricewaterhouseCoopers, Taiwan 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.

DELTA ELECTRONICS, INC.
PARENT COMPANY ONLY BALANCE SHEETS
DECEMBER 31, 2024 AND 2023
(EXPRESSED IN THOUSANDS OF DOLLARS)

Assets	Notes	US Dollars	New Taiwan Dollars		
		December 31, 2024	December 31, 2024	December 31, 2023	
Current assets					
Cash and cash equivalents	6(1)	\$ 101,636	\$ 3,332,125	\$ 2,186,076	
Financial assets at fair value through profit or loss - current	6(2)	56,672	1,857,988	2,218,935	
Financial assets at amortised cost – current	8	1,900	62,309	187,900	
Contract assets - current	6(20)	157,108	5,150,799	4,647,541	
Notes receivable, net	6(4)	936	30,679	24,813	
Accounts receivable, net	6(4)	219,244	7,187,901	6,415,624	
Accounts receivable - related parties, net	7	374,810	12,288,145	8,810,050	
Other receivables		7,570	248,170	267,728	
Other receivables - related parties	7	9,289	304,547	399,130	
Inventories	6(5)	289,507	9,491,488	8,002,074	
Prepayments		36,047	1,181,811	1,085,955	
Other current assets		55	1,815	1,510	
Total current assets		1,254,774	41,137,777	34,247,336	
Non-current assets					
Financial assets at fair value through profit or loss - non-current	6(2)	1,018	33,356	39,957	
Financial assets at fair value through other comprehensive income - non-current	6(3)	32,851	1,077,026	1,352,185	
Contract assets - non-current	6(20)	12,575	412,265	375,084	
Investments accounted for under the equity method	6(6)	8,318,234	272,713,311	242,374,117	
Property, plant and equipment	6(7)	1,011,989	33,178,052	30,138,122	
Right-of-use assets	6(8)	11,623	381,046	569,757	
Investment property, net	6(9)	143,508	4,704,918	-	
Intangible assets	6(10)	76,006	2,491,841	856,630	
Deferred income tax assets	6(27)	35,948	1,178,567	1,249,847	
Other non-current assets	6(4)(11)				
	and 8	20,116	659,510	556,044	
Total non-current assets		9,663,868	316,829,892	277,511,743	
Total assets		\$ 10,918,642	\$ 357,967,669	\$ 311,759,079	

(Continued)

DELTA ELECTRONICS, INC.
PARENT COMPANY ONLY BALANCE SHEETS
DECEMBER 31, 2024 AND 2023
(EXPRESSED IN THOUSANDS OF DOLLARS)

Liabilities and Equity	Notes	US Dollars	New Taiwan Dollars		
		December 31, 2024	December 31, 2024	December 31, 2023	
Current liabilities					
Contract liabilities - current	6(20)	\$ 71,946	\$ 2,358,762	\$ 2,557,660	
Accounts payable		189,728	6,220,234	4,008,846	
Accounts payable - related parties	7	242,694	7,956,713	7,821,531	
Other payables	6(13)	681,971	22,358,432	19,252,244	
Other payables - related parties	7	6,786	222,494	185,029	
Current income tax liabilities		45,581	1,494,379	2,453,879	
Long-term liabilities, current portion	6(14)(15)	182,096	5,970,000	2,490,095	
Other current liabilities		32,612	1,069,179	659,913	
Total current liabilities		<u>1,453,414</u>	<u>47,650,193</u>	<u>39,429,197</u>	
Non-current liabilities					
Bonds payable	6(14)	735,092	24,100,000	29,100,000	
Long-term borrowings	6(15)	900,567	29,525,067	21,897,353	
Deferred income tax liabilities	6(27)	660,690	21,660,730	18,947,786	
Lease liabilities - non-current		9,861	323,272	493,150	
Other non-current liabilities	6(16)	<u>140,952</u>	<u>4,621,121</u>	<u>2,727,815</u>	
Total non-current liabilities		<u>2,447,162</u>	<u>80,230,190</u>	<u>73,166,104</u>	
Total liabilities		<u>3,900,576</u>	<u>127,880,383</u>	<u>112,595,301</u>	
Equity					
Share capital	6(17)				
Common stock		792,296	25,975,433	25,975,433	
Capital surplus	6(18)				
Capital surplus		1,680,570	55,097,489	54,636,991	
Retained earnings	6(19)				
Legal reserve		1,190,766	39,039,276	35,674,625	
Special reserve		121,877	3,995,738	2,968,678	
Unappropriated retained earnings		3,002,373	98,432,786	83,903,789	
Other equity interest					
Other equity interest		<u>230,184</u>	<u>7,546,564</u>	<u>(3,995,738)</u>	
Total equity		<u>7,018,066</u>	<u>230,087,286</u>	<u>199,163,778</u>	
Significant contingent liabilities and unrecorded contract commitments	9				
Significant events after the balance sheet date	11				
Total liabilities and equity		\$ 10,918,642	\$ 357,967,669	\$ 311,759,079	

The notes are an integral part of these parent company only financial statements. Please refer to the notes in the parent company only financial statements and report of independent accountants.

DELTA ELECTRONICS, INC.
PARENT COMPANY ONLY STATEMENTS OF COMPREHENSIVE INCOME
YEARS ENDED DECEMBER 31, 2024 AND 2023
(EXPRESSED IN THOUSANDS OF DOLLARS, EXCEPT EARNINGS PER SHARE DATA)

Items	Notes	US Dollars	New Taiwan Dollars	
		2024	2024	2023
Operating revenue	6(20) and 7	\$ 2,804,947	\$ 91,960,194	\$ 86,866,626
Operating costs	6(5)(25) (26) and 7	(1,722,560)	(56,474,122)	(57,677,145)
Gross profit		1,082,387	35,486,072	29,189,481
Operating expenses	6(25)(26)			
Selling expenses		(55,843)	(1,830,804)	(1,474,529)
General and administrative expenses		(116,097)	(3,806,256)	(3,282,352)
Research and development expenses		(630,886)	(20,683,613)	(17,770,231)
Expected credit impairment (loss) gain	12(2)	(5,970)	(195,720)	4,760
Total operating expenses		(808,796)	(26,516,393)	(22,522,352)
Operating profit		273,591	8,969,679	6,667,129
Non-operating income and expenses				
Interest income	6(21)	2,911	95,440	50,002
Other income	6(22)	47,469	1,556,281	1,240,608
Other gains and losses	6(23)	(35,887)	(1,176,563)	(1,359,097)
Finance costs	6(24)	(37,883)	(1,241,985)	(874,398)
Share of profit of subsidiaries, associates and joint ventures accounted for under the equity method	6(6)	953,577	31,263,016	29,463,562
Total non-operating income and expenses		930,187	30,496,189	31,238,871
Profit before income tax		1,203,778	39,465,868	37,906,000
Income tax expense	6(27)	(129,244)	(4,237,291)	(4,513,335)
Profit for the year		<u>\$ 1,074,534</u>	<u>\$ 35,228,577</u>	<u>\$ 33,392,665</u>
Other comprehensive income (loss)				
Components of other comprehensive income (loss) that will not be reclassified to profit or loss				
Gain (loss) on remeasurements of defined benefit plans	6(16)	\$ 9,126	\$ 299,186	(\$ 12,475)
Unrealised loss on valuation of equity investment at fair value through other comprehensive income	6(3)	(8,393)	(275,159)	(4,589)
Share of other comprehensive income (loss) of subsidiaries, associates and joint ventures accounted for under the equity method that will not be reclassified to profit or loss		4,530	148,535	(13,015)
Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	6(27)	(1,825)	(59,837)	2,495
Other comprehensive income (loss) that will not be reclassified to profit or loss		3,438	112,725	(27,584)
Components of other comprehensive income (loss) that will be reclassified to profit or loss				
Financial statements translation differences of foreign operations		414,625	13,593,485	(481,330)
Share of other comprehensive loss of subsidiaries, associates and joint ventures accounted for under the equity method that will be reclassified to profit or loss		(31,902)	(1,045,919)	(499,085)
Income tax relating to the components of other comprehensive income that will be reclassified to profit or loss	6(27)	(22,074)	(723,687)	26,277
Other comprehensive income (loss) that will be reclassified to profit or loss		360,649	11,823,879	(954,138)
Other comprehensive income (loss) for the year		<u>\$ 364,087</u>	<u>\$ 11,936,604</u>	<u>(\$ 981,722)</u>
Total comprehensive income for the year		<u>\$ 1,438,621</u>	<u>\$ 47,165,181</u>	<u>\$ 32,410,943</u>
Earnings per share				
Basic earnings per share	6(28)	\$ 0.41	\$ 13.56	\$ 12.86
Diluted earnings per share	6(28)	\$ 0.41	\$ 13.51	\$ 12.80

The notes are an integral part of these parent company only financial statements. Please refer to the notes in the parent company only financial statements and report of independent accountants.

DELTA ELECTRONICS, INC.
PARENT COMPANY ONLY STATEMENTS OF CHANGES IN EQUITY
YEARS ENDED DECEMBER 31, 2024 AND 2023
(EXPRESSED IN THOUSANDS OF DOLLARS)

	Notes	Share capital - common stock	Capital surplus	Retained earnings		Unappropriated retained earnings	Financial statements translation differences of foreign operations	Other equity interest		Total equity
				Legal reserve	Special reserve			Unrealised gains (losses) on financial assets measured at fair value through other comprehensive income	Gains (losses) on hedging instruments	
<u>2023 New Taiwan Dollars</u>										
Balance at January 1, 2023		\$ 25,975,433	\$ 49,321,767	\$ 32,386,305	\$ 16,166,722	\$ 65,907,358	(\$ 2,530,216)	(\$ 568,379)	\$ 129,917	\$ 186,788,907
Profit for the year		-	-	-	-	33,392,665	-	-	-	33,392,665
Other comprehensive (loss) income for the year		-	-	-	-	(144,952)	(954,138)	287,639	(170,271)	(981,722)
Total comprehensive income (loss) for the year		-	-	-	-	33,247,713	(954,138)	287,639	(170,271)	32,410,943
Distribution of 2022 earnings	6(19)									
Legal reserve appropriated		-	-	3,288,320	-	(3,288,320)	-	-	-	-
Special reserve reversed		-	-	-	(13,198,044)	13,198,044	-	-	-	-
Cash dividends of ordinary share		-	-	-	-	(25,559,802)	-	-	-	(25,559,802)
Changes in ownership interests in subsidiaries		-	31,584	-	-	-	-	-	-	31,584
Difference between consideration and carrying amount of subsidiaries acquired or disposed		-	5,283,640	-	-	(507)	38,742	-	-	5,321,875
Adjustment of profit and loss basis of hedging instruments		-	-	-	-	-	-	-	170,271	170,271
Disposal of equity investment at fair value through other comprehensive income by subsidiaries		-	-	-	-	399,303	-	(399,303)	-	-
Balance at December 31, 2023		\$ 25,975,433	\$ 54,636,991	\$ 35,674,625	\$ 2,968,678	\$ 83,903,789	(\$ 3,445,612)	(\$ 680,043)	\$ 129,917	\$ 199,163,778
<u>2024 New Taiwan Dollars</u>										
Balance at January 1, 2024		\$ 25,975,433	\$ 54,636,991	\$ 35,674,625	\$ 2,968,678	\$ 83,903,789	(\$ 3,445,612)	(\$ 680,043)	\$ 129,917	\$ 199,163,778
Profit for the year		-	-	-	-	35,228,577	-	-	-	35,228,577
Other comprehensive income (loss) for the year		-	-	-	-	393,243	11,823,879	(280,518)	-	11,936,604
Total comprehensive income (loss) for the year		-	-	-	-	35,621,820	11,823,879	(280,518)	-	47,165,181
Distribution of 2023 earnings	6(19)									
Legal reserve appropriated		-	-	3,364,651	-	(3,364,651)	-	-	-	-
Special reserve appropriated		-	-	-	1,027,060	(1,027,060)	-	-	-	-
Cash dividends of ordinary share		-	-	-	-	(16,702,171)	-	-	-	(16,702,171)
Changes in ownership interests in subsidiaries		-	437,337	-	-	-	-	-	-	437,337
Disposal of financial assets at fair value through other comprehensive income by subsidiaries		-	-	-	-	1,059	-	(1,059)	-	-
Unclaimed dividends by shareholders		-	23,161	-	-	-	-	-	-	23,161
Balance at December 31, 2024		\$ 25,975,433	\$ 55,097,489	\$ 39,039,276	\$ 3,995,738	\$ 98,432,786	\$ 8,378,267	(\$ 961,620)	\$ 129,917	\$ 230,087,286

(Continued)

DELTA ELECTRONICS, INC.
PARENT COMPANY ONLY STATEMENTS OF CHANGES IN EQUITY
YEARS ENDED DECEMBER 31, 2024 AND 2023
(EXPRESSED IN THOUSANDS OF DOLLARS)

	Notes	Share capital - common stock	Capital surplus	Retained earnings			Other equity interest			Total equity
				Legal reserve	Special reserve	Unappropriated retained earnings	Financial statements translation differences of foreign operations	Unrealised gains (losses) on financial assets measured at fair value through other comprehensive income	Gains (losses) on hedging instruments	
<u>2024 US Dollars</u>										
Balance at January 1, 2024		\$ 792,296	\$ 1,666,524	\$ 1,088,138	\$ 90,550	\$ 2,559,213	(\$ 105,097)	(\$ 20,743)	\$ 3,963	\$ 6,074,844
Profit for the year		-	-	-	-	1,074,534	-	-	-	1,074,534
Other comprehensive income (loss) for the year		-	-	-	-	11,994	360,649	(8,556)	-	364,087
Total comprehensive income (loss) for the year		-	-	-	-	1,086,528	360,649	(8,556)	-	1,438,621
Distribution of 2023 earnings	6(19)									
Legal reserve appropriated		-	-	102,628	-	(102,628)	-	-	-	-
Special reserve appropriated		-	-	-	31,327	(31,327)	-	-	-	-
Cash dividends of ordinary share		-	-	-	-	(509,445)	-	-	-	(509,445)
Changes in ownership interests in subsidiaries		-	13,340	-	-	-	-	-	-	13,340
Disposal of equity investment at fair value through other comprehensive income by subsidiaries		-	-	-	-	32	-	(32)	-	-
Unclaimed dividends by shareholders		-	706	-	-	-	-	-	-	706
Balance at December 31, 2024		<u>\$ 792,296</u>	<u>\$ 1,680,570</u>	<u>\$ 1,190,766</u>	<u>\$ 121,877</u>	<u>\$ 3,002,373</u>	<u>\$ 255,552</u>	<u>(\$ 29,331)</u>	<u>\$ 3,963</u>	<u>\$ 7,018,066</u>

The notes are an integral part of these parent company only financial statements. Please refer to the notes in the parent company only financial statements and report of independent accountants.

DELTA ELECTRONICS, INC.
PARENT COMPANY ONLY STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2024 AND 2023
(EXPRESSED IN THOUSANDS OF DOLLARS)

	Notes	US Dollars 2024	New Taiwan Dollars 2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit before tax for the year		\$ 1,203,778	\$ 39,465,868	\$ 37,906,000
Adjustments				
Income and expenses having no effect on cash flows				
Depreciation	6(7)(8)(9)(25)	88,315	2,895,403	2,454,757
Amortization	6(10)(25)	16,036	525,748	481,272
Expected credit impairment loss (gain)	12(2)	5,970	195,720 (	4,760)
Interest expense	6(24)	37,883	1,241,985	874,398
Interest income	6(21)	(2,911 ) (	95,440 ) (	50,002)
Dividend income	6(22)	(4,545 ) (	149,003 ) (	65,996)
Share of profit of subsidiaries, associates and joint ventures accounted for under the equity method	6(6)	(953,577 ) (	31,263,016 ) (	29,463,562)
Net loss (gain) on financial assets at fair value through profit or loss	6(2)(23)	11,211	367,548 (	1,325,069)
Loss (gain) on disposal of property, plant and equipment	6(23)	2,611	85,620 (	3,163)
Gain on disposal of investments	6(23)	(32 ) (	1,054)	-
Impairment loss on non-financial assets	6(10)(23)	17,529	574,677	6,287
Changes in assets/liabilities relating to operating activities				
Net changes in assets relating to operating activities				
Contract assets	(	16,484 ) (	540,439 ) (	482,570)
Notes receivable, net	(	179 ) (	5,866 ) (	693)
Accounts receivable	(	29,526 ) (	967,997)	2,941,453
Accounts receivable - related parties	(	106,088 ) (	3,478,095)	37,410
Other receivables		630	20,642 (	139,991)
Other receivables - related parties		2,885	94,583	395,984
Inventories	(	45,430 ) (	1,489,414)	1,276,628
Prepayments	(	2,924 ) (	95,856)	226,750
Other current assets	(	9 ) (	305)	2,727
Other non-current assets	(	134 ) (	4,399)	16,327
Net changes in liabilities relating to operating activities				
Contract liabilities		17,945	588,323 (	4,913)
Accounts payable		67,451	2,211,388 (	2,208,366)
Accounts payable - related parties		4,123	135,182 (	3,160,694)
Other payables		65,361	2,142,880	3,336,341
Other payables - related parties		1,143	37,465	57,239
Other current liabilities		13,108	429,733	142,241
Other non-current liabilities		25,691	842,274	106,130
Cash inflow generated from operations		419,831	13,764,155	13,352,165
Interest received		2,878	94,356	48,669
Dividends received		396,444	12,997,445	12,210,954
Interest paid	(	35,667 ) (	1,169,342 ) (	859,957)
Income taxes paid	(	85,442 ) (	2,801,232 ) (	1,662,564)
Net cash flows from operating activities		698,044	22,885,382	23,089,267

(Continued)

DELTA ELECTRONICS, INC.
PARENT COMPANY ONLY STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2024 AND 2023
(EXPRESSED IN THOUSANDS OF DOLLARS)

	Notes	US Dollars 2024	New Taiwan Dollars 2024	2023
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>				
Decrease in financial assets at amortised cost		\$ 140	\$ 4,593	\$ 41,831
Acquisition of financial assets at fair value through other comprehensive income		-	-	(13,160)
Acquisition of investments accounted for under the equity method		(6,505)	(213,261)	(1,262,759)
Proceeds from disposal of investments accounted for under the equity method		156	5,109	-
Proceeds from capital reduction of investments accounted for under the equity method		-	-	56,216
Acquisition of property, plant and equipment		(173,577)	(5,690,722)	(4,954,535)
Proceeds from disposal of property, plant and equipment		459	15,062	12,451
Acquisition of intangible assets		(144,538)	(1,469,374)	(318,171)
Acquisition of investment property	6(9)	(44,818)	(4,738,692)	-
Decrease (increase) in other non-current assets		669	21,931	(103,477)
Net cash flows used in investing activities		(368,014)	(12,065,354)	(6,541,604)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>				
Proceeds from long-term borrowings	6(29)	2,443,675	80,115,894	66,072,601
Repayment of long-term borrowings	6(29)	(2,257,382)	(74,008,275)	(73,901,809)
Lease principal repayment		(2,705)	(88,693)	(77,638)
Cash dividends paid	6(19)	(509,445)	(16,702,171)	(25,559,802)
Issuance of bonds payable	6(29)	-	-	17,500,000
Increase (decrease) in refundable deposits	6(29)	30,784	1,009,266	(303,515)
Net cash flows used in financing activities		(295,073)	(9,673,979)	(16,270,163)
Net increase in cash and cash equivalents		34,957	1,146,049	277,500
Cash and cash equivalents at beginning of year		66,679	2,186,076	1,908,576
Cash and cash equivalents at end of year		\$ 101,636	\$ 3,332,125	\$ 2,186,076

The notes are an integral part of these parent company only financial statements. Please refer to the notes in the parent company only financial statements and report of independent accountants. .

Appendix 3

INDEPENDENT AUDITORS' REPORT

To the Board of Directors and Shareholders of Delta Electronics, Inc.

Opinion

We have audited the accompanying consolidated balance sheets of Delta Electronics, Inc. and subsidiaries (the “Group”) as at December 31, 2024 and 2023, and the related consolidated statements of comprehensive income, of changes in equity and of cash flows for the years then ended, and notes to the consolidated financial statements, including a summary of material accounting policies.

In our opinion, based on our audits and the reports of other auditors (refer to the Other matter section), the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as at December 31, 2024 and 2023, and its consolidated financial performance and its consolidated cash flows for the years then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations that came into effect as endorsed by the Financial Supervisory Commission.

Basis for opinion

We conducted our audits in accordance with the Regulations Governing Financial Statement Audit and Attestation Engagements of Certified Public Accountants and Standards on Auditing of the Republic of China. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the consolidated financial statements section of our report. We are independent of the Group in accordance with the Norm of Professional Ethics for Certified Public Accountant of the Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirements. Based on our audits and the audit reports of other auditors, we believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Group's 2024 consolidated financial statements. These matters were addressed in the context of our audit of the consolidated financial statements as a whole and, in forming our opinion thereon, we do not provide a separate opinion on these matters.

Key audit matters for the Group's 2024 consolidated financial statements are stated as follows:

Intangible Assets - Impairment assessment of goodwill

Description

Refer to Note 4(20) for the accounting policies on impairment of non-financial assets, and Notes 5(2) and 6(10) for the impairment assessment of goodwill including critical accounting estimates.

As of December 31, 2024, the balance of goodwill arising from the Group's acquisitions is material, and the recoverable amount of goodwill, measured using the value-in-use method, amounted to NT\$20,967,053 thousand, constituting 3.94% of the consolidated total assets. As the balance of goodwill is material, and the impairment assessment of goodwill is complex, has a high level of estimation uncertainty, and involves various assumptions which relies on management's subjective judgment, the assessment of goodwill impairment has been identified as a key audit matter.

How our audit addressed the matter

We performed the following procedures for the above key audit matter:

- A. Understood the process of goodwill impairment assessment, obtained the assessment form provided by management and assessed whether the valuation models adopted by management are reasonable for the industry, environment and the valued assets of the Company.
- B. Assessed the reasonableness of material assumptions, such as expected future cash flows, expected growth rates, operating margin and discount rates, by:
 - (a) Checking the setting of parameters of valuation models and calculation formulas;
 - (b) Confirming whether the expected future cash flows are in agreement with the budget provided by the business units;
 - (c) Comparing the expected growth rate and operating margin with historical data, economic and industrial forecast documents; and

- (d) Comparing the discount rate with cost of capital assumptions of cash generating units and rates of return of similar assets.

Other matter – Reference to the audits of other auditors

We did not audit the consolidated financial statements of certain subsidiaries which were audited by other auditors. Therefore, our opinion expressed herein, insofar as it relates to the amounts included in respect of these subsidiaries, is based solely on the reports of the other auditors. Total assets of these subsidiaries amounted to NT\$99,927,801 thousand and NT\$80,670,851 thousand, constituting 18.79% and 17.62% of the consolidated total assets as at December 31, 2024 and 2023, respectively, and the operating revenue amounted to NT\$104,480,748 thousand and NT\$86,453,765 thousand, constituting 24.81% and 21.55% of the consolidated total operating revenue for the years then ended, respectively.

Other matter – Parent company only financial reports

We have audited and expressed an unmodified opinion with other matter section on the parent company only financial statements of Delta Electronics, Inc. as at and for the years ended December 31, 2024 and 2023.

Responsibilities of management and those charged with governance for the consolidated financial statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and the International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations that came into effect as endorsed by the Financial Supervisory Commission, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group

or to cease operations, or has no realistic alternative but to do so.

Those charged with governance, including audit committee, are responsible for overseeing the Group's financial reporting process.

Auditors' responsibilities for the audit of the consolidated financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Standards on Auditing of the Republic of China will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with the Standards on Auditing of the Republic of China, we exercise professional judgment and professional skepticism throughout the audit. We also:

- A. Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- B. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control;
- C. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management;
- D. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern.

If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group to cease to continue as a going concern;

- E. Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation; and
- F. Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current year and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The consolidated financial statements of Delta Electronics, Inc. and subsidiaries as at and for the year ended December 31, 2024 expressed in US dollars are presented solely for the convenience of the reader and were translated from the financial statements expressed in New Taiwan dollars using the

exchange rate of \$32.785 to US\$1.00 at December 31, 2024. This basis of translation is not in accordance with International Financial Reporting Standards, International Accounting Standards, and relevant interpretations and interpretative bulletins that are ratified by the FSC.

Hsiao, Chun-Yuan Hsu, Sheng-Chung

for and on behalf of PricewaterhouseCoopers, Taiwan

February 26, 2025

The accompanying consolidated financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles generally accepted in countries and jurisdictions other than the Republic of China. The standards, procedures and practices in the Republic of China governing the audit of such financial statements may differ from those generally accepted in countries and jurisdictions other than the Republic of China. Accordingly, the accompanying consolidated financial statements and independent auditors' report are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice.

DELTA ELECTRONICS, INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
DECEMBER 31, 2024 AND 2023
(EXPRESSED IN THOUSANDS OF DOLLARS)

Assets	Notes	US Dollars	New Taiwan Dollars		
		December 31, 2024	December 31, 2024	December 31, 2023	
Current assets					
Cash and cash equivalents	6(1)	\$ 3,582,713	\$ 117,459,250	\$ 87,455,916	
Financial assets at fair value through profit or loss - current	6(2)	127,506	4,180,276	4,904,074	
Financial assets at amortised cost - current	8	4,667	153,016	259,567	
Contract assets - current		178,422	5,849,578	5,529,060	
Notes receivable, net	6(5)	74,064	2,428,199	2,245,939	
Accounts receivable, net	6(5) and 8	2,668,318	87,480,791	77,127,923	
Accounts receivable - related parties, net	7	351	11,511	5,801	
Other receivables	7	68,928	2,259,790	2,326,227	
Current income tax assets		59,618	1,954,568	805,368	
Inventories	6(6)	2,557,765	83,856,341	76,226,562	
Prepayments		158,142	5,184,675	2,996,762	
Other current assets		3,259	106,853	74,985	
Total current assets		9,483,753	310,924,848	259,958,184	
Non-current assets					
Financial assets at fair value through profit or loss - non-current	6(2)	44,591	1,461,913	1,367,375	
Financial assets at fair value through other comprehensive income - non-current	6(3)	63,691	2,088,104	1,995,030	
Contract assets - non-current		22,075	723,739	708,329	
Investments accounted for under the equity method		7,132	233,811	99,423	
Property, plant and equipment	6(7) and 8	3,529,371	115,710,424	98,001,515	
Right-of-use assets	6(8)	137,606	4,511,414	4,834,885	
Investment property, net	6(9)	143,937	4,718,988	14,070	
Intangible assets	6(10)	2,403,014	78,782,813	78,544,404	
Deferred income tax assets	6(28)	280,810	9,206,364	8,833,470	
Other non-current assets	6(5)(11) and 8	107,833	3,535,299	3,389,893	
Total non-current assets		6,740,060	220,972,869	197,788,394	
Total assets		\$ 16,223,813	\$ 531,897,717	\$ 457,746,578	

(Continued)

DELTA ELECTRONICS, INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
DECEMBER 31, 2024 AND 2023
(EXPRESSED IN THOUSANDS OF DOLLARS)

Liabilities and Equity	Notes	US Dollars	New Taiwan Dollars	
		December 31, 2024	December 31, 2024	December 31, 2023
Current liabilities				
Short-term borrowings	6(12)	\$ 58,498	\$ 1,917,874	\$ 3,334,888
Financial liabilities at fair value through profit or loss - current	6(2)	8,813	288,931	54,410
Contract liabilities - current	6(21)	328,536	10,771,046	9,156,906
Notes payable		94	3,068	4,538
Accounts payable		2,110,367	69,188,388	53,496,221
Accounts payable - related parties	7	970	31,795	38,185
Other payables	6(13) and 7	1,569,843	51,467,315	44,336,025
Current income tax liabilities		186,987	6,130,382	5,683,107
Long-term liabilities, current portion	6(14)(15)	189,205	6,203,089	2,539,678
Other current liabilities		191,589	6,281,238	7,440,595
Total current liabilities		4,644,902	152,283,126	126,084,553
Non-current liabilities				
Bonds payable	6(14)	735,092	24,100,000	29,100,000
Long-term borrowings	6(15)	982,428	32,208,906	22,320,422
Deferred income tax liabilities	6(28)	834,316	27,353,051	23,678,006
Lease liabilities - non-current		67,640	2,217,571	2,555,275
Other non-current liabilities	6(16)	432,202	14,169,727	11,272,829
Total non-current liabilities		3,051,678	100,049,255	88,926,532
Total liabilities		7,696,580	252,332,381	215,011,085
Equity				
Share capital	6(17)			
Common stock		792,296	25,975,433	25,975,433
Capital surplus	6(18)			
Capital surplus		1,680,570	55,097,489	54,636,991
Retained earnings	6(19)			
Legal reserve		1,190,766	39,039,276	35,674,625
Special reserve		121,877	3,995,738	2,968,678
Unappropriated retained earnings		3,002,373	98,432,786	83,903,789
Other equity interest				
Other equity interest		230,184	7,546,564	(3,995,738)
Equity attributable to owners of the parent		7,018,066	230,087,286	199,163,778
Non-controlling interest	4(3) and 6(20)	1,509,167	49,478,050	43,571,715
Total equity		8,527,233	279,565,336	242,735,493
Significant contingent liabilities and unrecorded contract commitments	9			
Significant events after the balance sheet date	11			
Total liabilities and equity		\$ 16,223,813	\$ 531,897,717	\$ 457,746,578

The notes are an integral part of these consolidated financial statements. Please refer to the notes in the consolidated financial statements and report of independent accountants.

DELTA ELECTRONICS, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
YEARS ENDED DECEMBER 31, 2024 AND 2023
(EXPRESSED IN THOUSANDS OF DOLLARS, EXCEPT EARNINGS PER SHARE DATA)

Items	Notes	US Dollars	New Taiwan Dollars	
		2024	2024	2023
Operating revenue	6(21) and 7	\$ 12,845,739	\$ 421,147,557	\$ 401,226,501
Operating costs	6(6)(26)			
	(27) and 7	(8,679,804)	(284,567,383)	(284,013,473)
Gross profit		<u>4,165,935</u>	<u>136,580,174</u>	<u>117,213,028</u>
Operating expenses	6(26)(27)			
Selling expenses		(848,805)	(27,828,065)	(24,136,041)
General and administrative expenses		(591,502)	(19,392,387)	(15,951,952)
Research and development expenses		(1,268,103)	(41,574,772)	(36,047,850)
Expected credit impairment loss	12(2)	(4,062)	(133,182)	(127,348)
Total operating expenses		<u>(2,712,472)</u>	<u>(88,928,406)</u>	<u>(76,263,191)</u>
Operating profit		<u>1,453,463</u>	<u>47,651,768</u>	<u>40,949,837</u>
Non-operating income and expenses				
Interest income	6(22)	103,913	3,406,797	2,070,115
Other income	6(23)	145,080	4,756,442	4,440,902
Other gains and losses	6(24)	(87,820)	(2,879,167)	2,343,695
Finance costs	6(25)	(47,196)	(1,547,313)	(1,170,718)
Share of profit of associates and joint ventures accounted for under the equity method		<u>(2,223)</u>	<u>(72,899)</u>	<u>8,280</u>
Total non-operating income and expenses		<u>111,754</u>	<u>3,663,860</u>	<u>7,692,274</u>
Profit before income tax		<u>1,565,217</u>	<u>51,315,628</u>	<u>48,642,111</u>
Income tax expense	6(28)	(333,217)	(10,924,528)	(9,761,744)
Profit for the year		<u>\$ 1,232,000</u>	<u>\$ 40,391,100</u>	<u>\$ 38,880,367</u>

(Continued)

DELTA ELECTRONICS, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
YEARS ENDED DECEMBER 31, 2024 AND 2023
(EXPRESSED IN THOUSANDS OF DOLLARS, EXCEPT EARNINGS PER SHARE DATA)

Items	Notes	US Dollars	New Taiwan Dollars	
		2024	2024	2023
Other comprehensive income (loss)				
Components of other comprehensive income (loss) that will not be reclassified to profit or loss				
Gain (loss) on remeasurements of defined benefit plans		\$ 14,111	\$ 462,628	(\$ 212,064)
Unrealised (loss) gain on valuation of equity investment at fair value through other comprehensive income	6(3)	(8,594)	(281,757)	352,641
Loss on hedging instrument that will not be reclassified to profit or loss	6(4)	-	-	(170,271)
Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	6(28)	(2,005)	(65,718)	(62,162)
Other comprehensive income (loss) that will not be reclassified to profit or loss		<u>3,512</u>	<u>115,153</u>	<u>(91,856)</u>
Components of other comprehensive income (loss) that will be reclassified to profit or loss				
Financial statements translation differences of foreign operations		472,517	15,491,455	(602,681)
Share of other comprehensive loss of associates and joint ventures accounted for under the equity method that will be reclassified to profit or loss		(125)	(4,100)	(2,307)
Income tax relating to the components of other comprehensive income that will be reclassified to profit or loss	6(28)	(29,040)	(952,057)	27,444
Other comprehensive income (loss) that will be reclassified to profit or loss		<u>443,352</u>	<u>14,535,298</u>	<u>(577,544)</u>
Other comprehensive income (loss) for the year		<u>\$ 446,864</u>	<u>\$ 14,650,451</u>	<u>(\$ 669,400)</u>
Total comprehensive income for the year		<u>\$ 1,678,864</u>	<u>\$ 55,041,551</u>	<u>\$ 38,210,967</u>
Profit attributable to:				
Owners of the parent		<u>\$ 1,074,534</u>	<u>\$ 35,228,577</u>	<u>\$ 33,392,665</u>
Non-controlling interest		<u>\$ 157,466</u>	<u>\$ 5,162,523</u>	<u>\$ 5,487,702</u>
Comprehensive income attributable to:				
Owners of the parent		<u>\$ 1,438,621</u>	<u>\$ 47,165,181</u>	<u>\$ 32,410,943</u>
Non-controlling interest		<u>\$ 240,243</u>	<u>\$ 7,876,370</u>	<u>\$ 5,800,024</u>
Earnings per share				
Basic earnings per share	6(29)	<u>\$ 0.41</u>	<u>\$ 13.56</u>	<u>\$ 12.86</u>
Diluted earnings per share	6(29)	<u>\$ 0.41</u>	<u>\$ 13.51</u>	<u>\$ 12.80</u>

The notes are an integral part of these consolidated financial statements. Please refer to the notes in the consolidated financial statements and report of independent accountants.

DELTA ELECTRONICS, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
YEARS ENDED DECEMBER 31, 2024 AND 2023
(EXPRESSED IN THOUSANDS OF DOLLARS)

Equity attributable to owners of the parent												
		Retained earnings				Other equity interest						
							Financial statements translation differences of foreign operations	Unrealised gain (loss) on financial assets measured at fair value through other comprehensive income	Gain (loss) on hedging instruments		Non-controlling interest	Total equity
	Notes	Share capital - common stock	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings				Total		
2023 New Taiwan Dollars												
Balance at January 1, 2023		\$ 25,975,433	\$ 49,321,767	\$ 32,386,305	\$ 16,166,722	\$ 65,907,358	(\$ 2,530,216)	(\$ 568,379)	\$ 129,917	\$ 186,788,907	\$ 38,578,278	\$ 225,367,185
Profit for the year		-	-	-	-	33,392,665	-	-	-	33,392,665	5,487,702	38,880,367
Other comprehensive income (loss) for the year		-	-	-	-	(144,952)	(954,138)	287,639	(170,271)	(981,722)	312,322	(669,400)
Total comprehensive income (loss) for the year		-	-	-	-	33,247,713	(954,138)	287,639	(170,271)	32,410,943	5,800,024	38,210,967
Distribution of 2022 earnings	6(19)											
Legal reserve appropriated		-	-	3,288,320	-	(3,288,320)	-	-	-	-	-	-
Special reserve reversed		-	-	-	(13,198,044)	13,198,044	-	-	-	-	-	-
Cash dividends of ordinary share		-	-	-	-	(25,559,802)	-	-	-	(25,559,802)	-	(25,559,802)
Change in ownership interests in subsidiaries		-	31,584	-	-	-	-	-	-	31,584	-	31,584
Difference between consideration and carrying amount of subsidiaries acquired or disposed	6(33)	-	5,283,640	-	-	(507)	38,742	-	-	5,321,875	451,901	5,773,776
Adjustment of profit and loss basis of hedging instruments	6(4)	-	-	-	-	-	-	-	170,271	170,271	-	170,271
Disposal of investments in equity instruments designated at fair value through other comprehensive income		-	-	-	-	399,303	-	(399,303)	-	-	-	-
Changes in non-controlling interests		-	-	-	-	-	-	-	-	-	(1,258,488)	(1,258,488)
Balance at December 31, 2023		\$ 25,975,433	\$ 54,636,991	\$ 35,674,625	\$ 2,968,678	\$ 83,903,789	(\$ 3,445,612)	(\$ 680,043)	\$ 129,917	\$ 199,163,778	\$ 43,571,715	\$ 242,735,493
2024 New Taiwan Dollars												
Balance at January 1, 2024		\$ 25,975,433	\$ 54,636,991	\$ 35,674,625	\$ 2,968,678	\$ 83,903,789	(\$ 3,445,612)	(\$ 680,043)	\$ 129,917	\$ 199,163,778	\$ 43,571,715	\$ 242,735,493
Profit for the year		-	-	-	-	35,228,577	-	-	-	35,228,577	5,162,523	40,391,100
Other comprehensive income for the year		-	-	-	-	393,243	11,823,879	(280,518)	-	11,936,604	2,713,847	14,650,451
Total comprehensive income (loss) for the year		-	-	-	-	35,621,820	11,823,879	(280,518)	-	47,165,181	7,876,370	55,041,551
Distribution of 2023 earnings	6(19)											
Legal reserve appropriated		-	-	3,364,651	-	(3,364,651)	-	-	-	-	-	-
Special reserve appropriated		-	-	-	1,027,060	(1,027,060)	-	-	-	-	-	-
Cash dividends of ordinary share		-	-	-	-	(16,702,171)	-	-	-	(16,702,171)	-	(16,702,171)
Changes in ownership interests in subsidiaries		-	437,337	-	-	-	-	-	-	437,337	-	437,337
Disposal of investments in equity instruments designated at fair value through other comprehensive income		-	-	-	-	1,059	-	(1,059)	-	-	-	-
Unclaimed dividends by shareholders		-	23,161	-	-	-	-	-	-	23,161	-	23,161
Changes in non-controlling interests		-	-	-	-	-	-	-	-	-	(1,970,035)	(1,970,035)
Balance at December 31, 2024		\$ 25,975,433	\$ 55,097,489	\$ 39,039,276	\$ 3,995,738	\$ 98,432,786	\$ 8,378,267	(\$ 961,620)	\$ 129,917	\$ 230,087,286	\$ 49,478,050	\$ 279,565,336

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DELTA ELECTRONICS, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
YEARS ENDED DECEMBER 31, 2024 AND 2023
(EXPRESSED IN THOUSANDS OF DOLLARS)

Equity attributable to owners of the parent											
Notes	Share capital - common stock	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Retained earnings			Total	Non-controlling interest	Total equity
						Financial statements translation differences of foreign operations	Unrealised gain (loss) on financial assets measured at fair value through other comprehensive income	Gain (loss) on hedging instruments			
<u>2024 US Dollars</u>											
Balance at January 1, 2024	\$ 792,296	\$ 1,666,524	\$ 1,088,138	\$ 90,550	\$ 2,559,213	(\$ 105,097)	(\$ 20,743)	\$ 3,963	\$ 6,074,844	\$ 1,329,014	\$ 7,403,858
Profit for the year	-	-	-	-	1,074,534	-	-	-	1,074,534	157,466	1,232,000
Other comprehensive income for the year	-	-	-	-	11,994	360,649	(8,556)	-	364,087	82,777	446,864
Total comprehensive income (loss) for the year	-	-	-	-	1,086,528	360,649	(8,556)	-	1,438,621	240,243	1,678,864
Distribution of 2023 earnings	6(19)										
Legal reserve appropriated	-	-	102,628	-	(102,628)	-	-	-	-	-	-
Special reserve appropriated	-	-	-	31,327	(31,327)	-	-	-	-	-	-
Cash dividends of ordinary share	-	-	-	-	(509,445)	-	-	-	(509,445)	-	(509,445)
Change in ownership interests in subsidiaries	-	13,340	-	-	-	-	-	-	13,340	-	13,340
Disposal of investments in equity instruments designated at fair value through other comprehensive income	-	-	-	-	32	-	(32)	-	-	-	-
Unclaimed dividends by shareholders	-	706	-	-	-	-	-	-	706	-	706
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	(60,090)	(60,090)
Balance at December 31, 2024	\$ 792,296	\$ 1,680,570	\$ 1,190,766	\$ 121,877	\$ 3,002,373	\$ 255,552	(\$ 29,331)	\$ 3,963	\$ 7,018,066	\$ 1,509,167	\$ 8,527,233

The notes are an integral part of these consolidated financial statements. Please refer to the notes in the consolidated financial statements and report of independent accountants.

DELTA ELECTRONICS, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2024 AND 2023
(EXPRESSED IN THOUSANDS OF DOLLARS)

	Notes	US Dollars 2024	New Taiwan Dollars 2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES				
Consolidated profit before tax for the year		\$ 1,565,217	\$ 51,315,628	\$ 48,642,111
Adjustments				
Income and expenses having no effect on cash flows				
Depreciation	6(7)(8)(9)(26)	643,420	21,094,536	17,577,068
Amortization	6(10)(26)	119,617	3,921,636	4,012,685
Expected credit impairment loss	12(2)	4,062	133,182	127,348
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	6(2)(24)	22,830	748,489	(1,891,458)
Interest expense	6(25)	47,196	1,547,313	1,170,718
Interest income	6(22)	(103,913)	(3,406,797)	(2,070,115)
Dividend income	6(23)	(13,353)	(437,793)	(213,856)
Share-based payments	6(30)	726	23,805	45,869
Share of loss (profit) of associates accounted for under the equity method		2,223	72,899	(8,280)
Loss on disposal of property, plant and equipment	6(24)	4,944	162,080	196,768
Gain on disposal of investments	6(24)	(32)	(1,054)	(207,397)
Impairment loss on non-financial assets	6(7)(10)(24)	81,962	2,687,117	318,915
Changes in assets/liabilities relating to operating activities				
Net changes in assets relating to operating activities				
Financial assets mandatorily measured at fair value through profit or loss		(6,243)	(204,675)	338,833
Contract assets		(10,246)	(335,928)	(895,832)
Notes receivable		(5,559)	(182,260)	877,703
Accounts receivable		(317,343)	(10,404,087)	7,245,438
Accounts receivable - related parties		(174)	(5,710)	23,750
Other receivables		7,815	256,220	49,058
Other receivables - related parties		95	3,122	453,284
Inventories		(232,722)	(7,629,779)	4,132,104
Prepayments		(66,735)	(2,187,913)	(170,154)
Other current assets		(972)	(31,868)	90,946
Other non-current assets		1,545	50,668	115,452
Net changes in liabilities relating to operating activities				
Contract liabilities		68,856	2,257,457	1,366,907
Notes payable		(45)	(1,470)	3,132
Accounts payable		478,639	15,692,167	(9,826,389)
Accounts payable - related parties		(195)	(6,390)	10,006
Other payables		148,279	4,861,311	2,876,788
Other current liabilities		(35,665)	(1,169,261)	717,425
Other non-current liabilities		22,202	727,891	1,793,941
Cash inflow generated from operations		2,426,431	79,550,536	76,902,768
Interest received		98,034	3,214,041	1,949,060
Dividends received		13,349	437,644	213,859
Interest paid		(44,882)	(1,471,457)	(952,693)
Income taxes paid		(269,508)	(8,835,807)	(7,026,581)
Net cash flows from operating activities		2,223,424	72,894,957	71,086,413

(Continued)

DELTA ELECTRONICS, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2024 AND 2023
(EXPRESSED IN THOUSANDS OF DOLLARS)

	Notes	US Dollars 2024	New Taiwan Dollars	
		2024	2024	2023
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>				
Acquisition of financial assets at fair value through other comprehensive income		(\$ 10,226)	(\$ 335,263)	(\$ 461,120)
Disposal of financial asset at fair value through other comprehensive income		38	1,232	554,179
(Increase) decrease in financial assets at amortised cost		(2,774)	(90,934)	120,039
Increase in financial assets for hedging		-	-	(4,540,389)
Decrease in financial assets for hedging		-	-	4,540,389
Acquisition of investments accounted for using equity		(6,501)	(213,147)	-
Net cash flow from acquisition of subsidiaries (net of cash acquired)	6(31)	-	-	(5,629,812)
Proceeds from disposal of subsidiaries (net of cash disposed)	6(32)	-	-	89,006
Acquisition of property, plant and equipment		(1,019,672)	(33,429,953)	(27,829,767)
Proceeds from government grants - property, plant and equipment		1,207	39,584	13,611
Proceeds from disposal of property, plant and equipment		1,530	50,167	51,934
Increase in prepayment for land and building	6(11)	(1,675)	(54,900)	-
Acquisition of intangible assets		(50,158)	(1,644,428)	(469,890)
(Acquisition) disposal of investment property	6(9)	(144,538)	(4,738,692)	4,058
Decrease in other non-current assets		1,718	56,311	56,069
Net cash flows used in investing activities		(1,231,051)	(40,360,023)	(33,501,693)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>				
(Decrease) increase in short-term borrowings	6(34)	(43,222)	(1,417,014)	874,114
Issuance of bonds payable	6(34)	-	-	17,500,000
Proceeds from long-term debts		2,519,703	82,608,465	66,150,386
Repayment of long-term debts		(2,258,855)	(74,056,570)	(74,197,912)
Lease principal repayment		(19,008)	(623,183)	(816,154)
Increase in refundable deposits		32,537	1,066,730	87,910
Cash dividends paid	6(19)	(509,445)	(16,702,171)	(25,559,802)
Cash dividends paid to minority share interests	6(20)	(60,816)	(1,993,839)	(1,895,556)
Acquisition of ownership interests in subsidiaries	6(33)	-	-	(1,619)
Disposal of ownership interests in subsidiaries (without losing control)	6(33)	-	-	7,380,571
Net cash flows used in financing activities		(339,106)	(11,117,582)	(10,478,062)
Effects due to changes in exchange rate		261,887	8,585,982	(1,197,578)
Net increase in cash and cash equivalents		915,154	30,003,334	25,909,080
Cash and cash equivalents at beginning of year		2,667,559	87,455,916	61,546,836
Cash and cash equivalents at end of year		<u>\$ 3,582,713</u>	<u>\$ 117,459,250</u>	<u>\$ 87,455,916</u>

The notes are an integral part of these consolidated financial statements. Please refer to the notes in the consolidated financial statements and report of independent accountants.

Appendix 4

Audit and Risk Committee's Review Report

Attention: 2025 Annual General Shareholders' Meeting of Delta Electronics, Inc.

We, the Audit and Risk Committee of the Company have reviewed the business report, parent company only financial statements, consolidated financial statements and proposal for earnings distribution of the Company for the year 2024 in accordance with applicable laws and regulations and found the same have been complied with. We hereby report to the shareholders as described above in accordance with Article 14-4 of the "Securities and Exchange Act" and Article 219 of the "Company Act".

The Audit and Risk Committee of Delta Electronics, Inc.

Convenor of the Audit and Risk Committee: Audrey Tseng

Date: February 26, 2025