

**DELTA ELECTRONICS, INC. AND  
SUBSIDIARIES  
CONSOLIDATED FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITORS' REVIEW REPORT  
MARCH 31, 2023 AND 2022**

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For the convenience of readers and for information purpose only, the auditors' report and the accompanying financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. In the event of any discrepancy between the English version and the original Chinese version or any differences in the interpretation of the two versions, the Chinese-language auditors' report and financial statements shall prevail.

## REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

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

### ***Introduction***

We have reviewed the accompanying consolidated balance sheets of Delta Electronics, Inc. and its subsidiaries (the “Group”) as at March 31, 2023 and 2022, and the related consolidated statements of comprehensive income, of changes in equity and of cash flows for the three months then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies. Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” and International Accounting Standard (IAS) No. 34, “Interim Financial Reporting” that came into effect as endorsed by the Financial Supervisory Commission (FSC). Our responsibility is to express a conclusion on these interim financial statements based on our reviews and the review reports of other independent auditors.

### ***Scope of review***

Except as explained in the Basis for Qualified Conclusion, we conducted our reviews in accordance with the 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 interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### ***Basis for Qualified Conclusion***

As explained in Note 4(3)B, the financial statements of certain insignificant consolidated subsidiaries and investments accounted for under the equity method were not reviewed by independent auditors. Those statements reflect total assets of NT\$31,477,948 thousand and NT\$25,978,618 thousand, constituting 7.38% and 6.94% of the consolidated total assets, and total liabilities of NT\$8,790,015 thousand and NT\$7,784,989 thousand, constituting 4.56% and 4.47% of the consolidated total liabilities as at March 31, 2023 and 2022, respectively, and total comprehensive income of NT\$326,448 thousand and NT\$354,899 thousand, constituting 4.25% and 2.55% of the consolidated total comprehensive income for the three months then ended, respectively.

### ***Qualified Conclusion***

Based on our reviews and the review reports of other independent auditors as described in the Other Matter–Review Reports By Other Independent Auditors section of our report, except for the possible effects of the matter described in the Basis for Qualified Conclusion section of our report, nothing has come to our attention that causes us to believe that the accompanying interim financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as at March 31, 2023 and 2022, and of its consolidated financial performance and its consolidated cash flows for the three months then ended in accordance with the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” and IAS No. 34, “Interim Financial Reporting” that came into effect as endorsed by the FSC.

### ***Other Matter – Review Reports By Other Independent Auditors***

We did not review the financial statements of certain subsidiaries which were reviewed by other independent auditors. Those statements reflect total assets amounting to NT\$77,633,215 thousand and NT\$58,323,953 thousand, constituting 18.20% and 15.59% of the consolidated total assets as at March 31, 2023 and 2022, respectively, and total operating revenues amounting to NT\$18,621,409 thousand and NT\$18,367,878 thousand, constituting 20.05% and 22.25% of the consolidated total operating revenues for the three months then ended, respectively.

The consolidated financial statements of Delta Electronics, Inc. and subsidiaries as at and for the three months ended March 31, 2023 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 \$30.45 to US\$1.00 at March 31, 2023. 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      Chou, Chien-Hung

for and on behalf of PricewaterhouseCoopers, Taiwan

April 27, 2023

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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 review 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 review report of independent auditors 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 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. AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
**MARCH 31, 2023, DECEMBER 31, 2022 AND MARCH 31, 2022**  
**(EXPRESSED IN THOUSANDS OF DOLLARS)**  
**(THE BALANCE SHEETS AS OF MARCH 31, 2023 AND 2022 ARE UNAUDITED)**

Assets	Notes	US Dollars		New Taiwan Dollars	
		March 31, 2023	March 31, 2023	December 31, 2022	March 31, 2022
<b>Current assets</b>					
Cash and cash equivalents	6(1)	\$ 2,272,346	\$ 69,192,921	\$ 61,546,836	\$ 53,165,861
Financial assets at fair value through profit or loss - current	6(2)	58,542	1,782,595	1,759,612	1,404,647
Financial assets at amortised cost - current	8	8,467	257,827	265,382	334,253
Contract assets - current	6(20)	135,997	4,141,119	4,135,672	3,130,988
Notes receivable, net	6(5)	82,434	2,510,127	3,123,642	2,998,591
Accounts receivable, net	6(5)	2,421,612	73,738,077	84,074,069	68,013,252
Accounts receivable - related parties	7	908	27,663	29,551	20,732
Other receivables	6(6) and 7	93,735	2,854,217	2,449,171	2,634,460
Current income tax assets		16,538	503,581	379,086	513,015
Inventories	6(7)	2,644,633	80,529,074	79,844,364	67,188,249
Prepayments		90,039	2,741,676	2,690,148	2,221,718
Other current assets		3,748	114,134	152,933	82,226
<b>Total current assets</b>		<b>7,828,999</b>	<b>238,393,011</b>	<b>240,450,466</b>	<b>201,707,992</b>
<b>Non-current assets</b>					
Financial assets at fair value through profit or loss - non-current	6(2)	79,338	2,415,856	2,771,627	3,078,138
Financial assets at fair value through other comprehensive income - non-current	6(3)	78,638	2,394,529	1,740,553	1,626,801
Contract assets - non-current	6(20)	21,598	657,659	503,403	490,986
Investments accounted for under the equity method		3,280	99,870	92,430	66,847
Property, plant and equipment	6(8) and 8	2,927,301	89,136,306	86,266,587	79,143,617
Right-of-use assets	6(9)	144,218	4,391,428	5,086,323	3,138,962
Investment property, net		462	14,070	18,128	14,070
Intangible assets	6(10)	2,536,264	77,229,255	77,169,854	75,163,017
Deferred income tax assets		276,529	8,420,307	8,175,453	7,439,889
Other non-current assets	6(5)(11) and 8	114,451	3,485,048	3,598,982	2,322,996
<b>Total non-current assets</b>		<b>6,182,079</b>	<b>188,244,328</b>	<b>185,423,340</b>	<b>172,485,323</b>
<b>Total assets</b>		<b>\$ 14,011,078</b>	<b>\$ 426,637,339</b>	<b>\$ 425,873,806</b>	<b>\$ 374,193,315</b>

(Continued)

**DELTA ELECTRONICS, INC. AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
**MARCH 31, 2023, DECEMBER 31, 2022 AND MARCH 31, 2022**  
**(EXPRESSED IN THOUSANDS OF DOLLARS)**  
**(THE BALANCE SHEETS AS OF MARCH 31, 2023 AND 2022 ARE UNAUDITED)**

Liabilities and Equity	Notes	US Dollars		New Taiwan Dollars	
		March 31, 2023	March 31, 2023	December 31, 2022	March 31, 2022
<b>Current liabilities</b>					
Short-term borrowings	6(12)	\$ 45,576	\$ 1,387,775	\$ 2,076,762	\$ 3,503,632
Financial liabilities at fair value	6(2)				
through profit or loss - current		6,328	192,676	74,232	56,377
Contract liabilities - current	6(20)	275,331	8,383,813	7,536,826	5,454,738
Notes payable		196	5,975	1,406	268
Accounts payable		1,845,436	56,193,539	62,685,739	51,418,230
Accounts payable - related parties	7	1,008	30,703	28,525	16,512
Other payables	6(13) and				
	7	1,251,515	38,108,639	40,718,682	33,883,482
Current income tax liabilities		197,501	6,013,913	5,547,274	4,077,918
Other current liabilities	6(15)	226,403	6,893,978	6,343,982	5,243,986
<b>Total current liabilities</b>		<u>3,849,294</u>	<u>117,211,011</u>	<u>125,013,428</u>	<u>103,655,143</u>
<b>Non-current liabilities</b>					
Bonds payable	6(14)	545,156	16,600,000	11,600,000	-
Long-term borrowings	6(15)	904,816	27,551,664	32,737,342	42,072,475
Deferred income tax liabilities		653,841	19,909,453	19,342,795	17,428,188
Lease liabilities - non-current		74,011	2,253,637	2,302,735	1,443,045
Other non-current liabilities		304,519	9,272,595	9,510,321	9,741,260
<b>Total non-current liabilities</b>		<u>2,482,343</u>	<u>75,587,349</u>	<u>75,493,193</u>	<u>70,684,968</u>
<b>Total liabilities</b>		<u>6,331,637</u>	<u>192,798,360</u>	<u>200,506,621</u>	<u>174,340,111</u>
<b>Equity</b>					
Share capital	6(17)				
Common stock		853,052	25,975,433	25,975,433	25,975,433
Capital surplus	6(18)				
Capital surplus		1,619,762	49,321,767	49,321,767	48,944,961
Retained earnings	6(19)				
Legal reserve		1,063,590	32,386,305	32,386,305	29,697,752
Special reserve		530,927	16,166,722	16,166,722	12,543,208
Unappropriated retained earnings		2,391,930	72,834,270	65,907,358	59,809,936
Other equity interest					
Other equity interest		( 111,948)	( 3,408,823)	( 2,968,678)	( 10,364,858)
<b>Equity attributable to owners of the parent</b>		6,347,313	193,275,674	186,788,907	166,606,432
<b>Non-controlling interest</b>	4(3)	1,332,128	40,563,305	35,578,278	33,246,772
<b>Total equity</b>		<u>7,679,441</u>	<u>233,838,979</u>	<u>225,367,185</u>	<u>199,853,204</u>
Significant contingent liabilities and unrecorded contract commitments	9				
Significant events after the balance sheet date	11				
<b>Total liabilities and equity</b>		<u>\$ 14,011,078</u>	<u>\$ 426,637,339</u>	<u>\$ 425,873,806</u>	<u>\$ 374,193,315</u>

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

**DELTA ELECTRONICS, INC. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**  
**THREE MONTHS ENDED MARCH 31, 2023 AND 2022**  
(EXPRESSED IN THOUSANDS OF DOLLARS, EXCEPT EARNINGS PER SHARE DATA)  
(UNAUDITED)

Items	Notes	US Dollars	New Taiwan Dollars	
		Three months ended March 31, 2023	Three months ended March 31, 2023	2022
<b>Sales revenue</b>	6(20) and 7	\$ 3,049,565	\$ 92,859,244	\$ 82,538,075
<b>Operating costs</b>	6(7)(25)(26) and 7	( 2,209,903)	( 67,291,540)	( 60,025,519)
<b>Gross profit</b>		<u>839,662</u>	<u>25,567,704</u>	<u>22,512,556</u>
<b>Operating expenses</b>	6(25)(26)			
Selling expenses		( 190,048)	( 5,786,959)	( 4,961,267)
General and administrative expenses		( 121,072)	( 3,686,641)	( 3,164,552)
Research and development expenses		( 251,939)	( 7,671,553)	( 6,865,896)
Expected credit impairment loss	12(2)	( 524)	( 15,963)	( 51,721)
<b>Total operating expenses</b>		<u>( 563,583)</u>	<u>( 17,161,116)</u>	<u>( 15,043,436)</u>
<b>Operating profit</b>		<u>276,079</u>	<u>8,406,588</u>	<u>7,469,120</u>
<b>Non-operating income and expenses</b>				
Interest income	6(21)	12,205	371,648	91,216
Other income	6(22)	30,592	931,537	844,458
Other gains and losses	6(23)	16,238	494,435	207,415
Finance costs	6(24)	( 8,338)	( 253,893)	( 73,524)
Share of profit of associates and joint ventures accounted for under the equity method		<u>295</u>	<u>8,986</u>	<u>692</u>
<b>Total non-operating income and expenses</b>		<u>50,992</u>	<u>1,552,713</u>	<u>1,070,257</u>
<b>Profit before income tax</b>		327,071	9,959,301	8,539,377
Income tax expense	6(27)	( 65,295)	( 1,988,220)	( 1,708,587)
<b>Profit for the period</b>		<u>\$ 261,776</u>	<u>\$ 7,971,081</u>	<u>\$ 6,830,790</u>

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**DELTA ELECTRONICS, INC. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**  
**THREE MONTHS ENDED MARCH 31, 2023 AND 2022**  
(EXPRESSED IN THOUSANDS OF DOLLARS, EXCEPT EARNINGS PER SHARE DATA)  
(UNAUDITED)

Items	Notes	US Dollars	New Taiwan Dollars	
		Three months ended March 31, 2023	Three months ended March 31, 2023                      2022	
<b>Other comprehensive income (loss)</b>				
<b>Components of other comprehensive income (loss) that will not be reclassified to profit or loss</b>				
Gain on remeasurements of defined benefit plans		\$ 959	\$ 29,202	\$ 130,154
Unrealised gain on valuation of equity investment at fair value through other comprehensive income	6(3)	21,006	639,635	33,959
Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	6(27)	( 2,829)	( 86,143)	-
Other comprehensive income that will not be reclassified to profit or loss		19,136	582,694	164,113
<b>Components of other comprehensive income (loss) that will be reclassified to profit or loss</b>				
Financial statements translation differences of foreign operations		( 30,334)	( 923,684)	7,357,483
Share of other comprehensive income of associates and joint ventures accounted for under the equity method that will be reclassified to profit or loss		12	356	64
Income tax relating to the components of other comprehensive income (loss) that will be reclassified to profit or loss	6(27)	1,815	55,278	( 415,852)
Other comprehensive (loss) income that will be reclassified to profit or loss		( 28,507)	( 868,050)	6,941,695
<b>Other comprehensive income (loss) for the period</b>		<b>(\$ 9,371)</b>	<b>(\$ 285,356)</b>	<b>\$ 7,105,808</b>
<b>Total comprehensive income for the period</b>		<b>\$ 252,405</b>	<b>\$ 7,685,725</b>	<b>\$ 13,936,598</b>
Profit attributable to:				
Owners of the parent		\$ 226,855	\$ 6,907,725	\$ 6,058,622
Non-controlling interest		\$ 34,921	\$ 1,063,356	\$ 772,168
Comprehensive income attributable to:				
Owners of the parent		\$ 213,030	\$ 6,486,767	\$ 11,989,100
Non-controlling interest		\$ 39,375	\$ 1,198,958	\$ 1,947,498
Earnings per share (in dollars)				
Basic earnings per share	6(28)	\$ 0.09	\$ 2.66	\$ 2.33
Diluted earnings per share		\$ 0.09	\$ 2.65	\$ 2.33

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



DELTA ELECTRONICS, INC. AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
THREE MONTHS ENDED MARCH 31, 2023 AND 2022  
(EXPRESSED IN THOUSANDS OF DOLLARS)  
(UNAUDITED)

Items	Notes	Equity attributable to owners of the parent										Total	Non-controlling interest	Total equity
		Retained Earnings					Other Equity Interest							
		Share capital - common stock	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	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>2022 New Taiwan Dollars</u>														
Balance at January 1, 2022		\$ 25,975,433	\$ 49,114,151	\$ 29,697,752	\$ 12,543,208	\$ 53,622,701	(\$ 15,520,287)	(\$ 776,353)	\$ 129,917	\$ 154,786,522	\$ 31,338,136	\$ 186,124,658		
Profit for the period		-	-	-	-	6,058,622	-	-	-	6,058,622	772,168	6,830,790		
Other comprehensive income for the period		-	-	-	-	128,613	5,767,906	33,959	-	5,930,478	1,175,330	7,105,808		
Total comprehensive income for the period		-	-	-	-	6,187,235	5,767,906	33,959	-	11,989,100	1,947,498	13,936,598		
Changes in ownership interests in subsidiaries		-	( 171,583 )	-	-	-	-	-	-	( 171,583 )	-	( 171,583 )		
Difference between consideration and carrying amount of subsidiaries acquired or disposed	6(32)	-	2,393	-	-	-	-	-	-	2,393	( 38,862 )	( 36,469 )		
Balance at March 31, 2022		\$ 25,975,433	\$ 48,944,961	\$ 29,697,752	\$ 12,543,208	\$ 59,809,936	(\$ 9,752,381)	(\$ 742,394)	\$ 129,917	\$ 166,606,432	\$ 33,246,772	\$ 199,853,204		
<u>2023 New Taiwan Dollars</u>														
Balance at January 1, 2023		25,975,433	\$ 48,321,767	\$ 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 period		-	-	-	-	6,907,725	-	-	-	6,907,725	1,063,356	7,971,081		
Other comprehensive income (loss) for the period		-	-	-	-	19,187	( 993,637 )	553,492	-	( 420,958 )	135,602	( 285,356 )		
Total comprehensive income (loss) for the period		-	-	-	-	6,926,912	( 993,637 )	553,492	-	6,486,767	1,198,958	7,685,725		
Changes in non-controlling interests		-	-	-	-	-	-	-	-	-	786,069	786,069		
Balance at March 31, 2023		\$ 25,975,433	\$ 49,321,767	\$ 32,386,305	\$ 16,166,722	\$ 72,834,270	(\$ 3,523,853)	(\$ 14,887)	\$ 129,917	\$ 193,275,674	\$ 40,563,305	\$ 233,838,979		

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

DELTA ELECTRONICS, INC. AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
THREE MONTHS ENDED MARCH 31, 2023 AND 2022  
(EXPRESSED IN THOUSANDS OF DOLLARS)  
(UNAUDITED)

Items	Notes	Equity attributable to owners of the parent										Total	Non-controlling interest	Total equity
		Retained Earnings					Other Equity Interest							
		Share capital - common stock	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	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>2023 US Dollars</u>														
Balance at January 1, 2023		\$ 853,052	\$ 1,619,762	\$ 1,063,590	\$ 530,927	\$ 2,164,445	(\$ 83,094)	(\$ 18,666)	\$ 4,267	\$ 6,134,283	\$ 1,266,939	\$ 7,401,222		
Profit for the period		-	-	-	-	226,855	-	-	-	226,855	34,921	261,776		
Other comprehensive income (loss) for the period		-	-	-	-	630	( 32,632)	18,177	-	( 13,825)	4,454	( 9,371)		
Total comprehensive income (loss) for the period		-	-	-	-	227,485	( 32,632)	18,177	-	213,030	39,375	252,405		
Changes in non-controlling interests	6(31)	-	-	-	-	-	-	-	-	-	25,814	25,814		
Balance at March 31, 2023		\$ 853,052	\$ 1,619,762	\$ 1,063,590	\$ 530,927	\$ 2,391,930	(\$ 115,726)	(\$ 489)	\$ 4,267	\$ 6,347,313	\$ 1,332,128	\$ 7,679,441		

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

DELTA ELECTRONICS, INC. AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CASH FLOWS  
THREE MONTHS ENDED MARCH 31, 2023 AND 2022  
(EXPRESSED IN THOUSANDS OF DOLLARS)  
(UNAUDITED)

	Notes	US Dollars	New Taiwan Dollars	
		Three months ended March 31, 2023	Three months ended March 31, 2023                      2022	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Consolidated profit before tax for the period		\$ 327,071	\$ 9,959,301	\$ 8,539,377
Adjustments				
Income and expenses having no effect on cash flows				
Depreciation	6(8)(9)			
	(25)	134,062	4,082,177	3,541,717
Amortization	6(10)(25)	32,306	983,708	953,703
Expected credit impairment loss	12(2)	524	15,963	51,721
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	6(2)(23)	11,875	361,590 (	68,115)
Interest expense	6(24)	8,338	253,893	73,524
Interest income	6(21)	( 12,205) (	371,648) (	91,216)
Dividend income	6(22)	( 20) (	600) (	21,408)
Share-based payments	6(29)	364	11,077	55,262
Share of profit of associates accounted for under the equity method		( 295) (	8,986) (	692)
Loss on disposal of property, plant and equipment	6(23)	957	29,131	19,677
Gain on disposal of investments	6(23)	( 2,389) (	72,732)	-
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		6,227	189,615	20,454
Contract assets	(	5,245) (	159,703)	430,280
Notes receivable		20,148	613,515	422,042
Accounts receivable		343,952	10,473,354 (	637,241)
Accounts receivable - related parties		62	1,888	7,099
Other receivables	(	10,611) (	323,100) (	817,745)
Other receivables - related parties		32	960	201
Inventories	(	13,426) (	408,809) (	1,080,898)
Prepayments	(	1,223) (	37,246)	228,551
Other current assets		1,277	38,881	11,046
Other non-current assets		866	26,376	91,716
Net changes in liabilities relating to operating activities				
Contract liabilities		26,097	794,659	15,799
Notes payable		150	4,569 (	172)
Accounts payable	(	218,032) (	6,639,086) (	3,136,232)
Accounts payable - related parties		83	2,524	1,489
Other payables	(	88,260) (	2,687,528) (	1,769,498)
Other current liabilities		17,373	529,004	558,976
Other non-current liabilities	(	8,850) (	269,472)	822,549
Cash inflow generated from operations		571,208	17,393,275	8,221,966
Interest received		9,527	290,100	89,756
Dividends received		21	624	21,322
Interest paid	(	6,420) (	195,478) (	72,746)
Income taxes paid	(	38,383) (	1,168,764) (	1,264,957)
Net cash flows from operating activities		<u>535,953</u>	<u>16,319,757</u>	<u>6,995,341</u>

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DELTA ELECTRONICS, INC. AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CASH FLOWS  
THREE MONTHS ENDED MARCH 31, 2023 AND 2022  
(EXPRESSED IN THOUSANDS OF DOLLARS)  
(UNAUDITED)

	Notes	US Dollars	New Taiwan Dollars	
		Three months ended	Three months ended March 31,	
		March 31, 2023	2023	2022
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>				
Acquisition of financial assets at fair value through other comprehensive income		(\$ 432)	(\$ 13,160)	\$ -
Decrease in financial assets at amortised cost		17	509	66,186
Acquisition of property, plant and equipment	6(8)	( 203,212)	( 6,187,800)	( 4,132,959)
Proceeds from disposal of property, plant and equipment		403	12,270	27,635
Acquisition of intangible assets	6(10)	( 2,133)	( 64,953)	( 332,706)
Net cash flows from acquisition of subsidiaries (net of cash acquired)	6(30)	( 27,805)	( 846,673)	-
Proceeds from disposal of subsidiaries (net of cash disposed)	6(31)	2,922	89,006	-
Decrease (increase) in other non-current assets		3,466	105,529	( 135,436)
Net cash flows used in investing activities		( 226,774)	( 6,905,272)	( 4,507,280)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>				
Decrease in short-term borrowings		( 28,440)	( 866,008)	( 893,730)
Issuance of bonds payable	6(14)	164,204	5,000,000	-
Proceeds from long-term borrowings		262,674	7,998,418	11,426,154
Repayment of long-term borrowings		( 433,395)	( 13,196,885)	( 13,174,039)
Lease principal repayment		( 6,448)	( 196,324)	( 109,969)
Acquisition of ownership interests in subsidiaries	6(32)	-	-	( 36,469)
Increase in refundable deposits		83	2,544	29,267
Net cash flows used in financing activities		( 41,322)	( 1,258,255)	( 2,758,786)
Effects due to changes in exchange rate		( 16,754)	( 510,145)	3,581,533
Net increase in cash and cash equivalents		251,103	7,646,085	3,310,808
Cash and cash equivalents at beginning of period		2,021,243	61,546,836	49,855,053
Cash and cash equivalents at end of period		\$ 2,272,346	\$ 69,192,921	\$ 53,165,861

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

DELTA ELECTRONICS, INC. AND SUBSIDIARIES  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
THREE MONTHS ENDED MARCH 31, 2023 AND 2022  
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS,  
EXCEPT AS OTHERWISE INDICATED)  
(UNAUDITED)

1. HISTORY AND ORGANIZATION

Delta Electronics, Inc. (the Company) was incorporated as a company limited by shares under the provisions of the Company Law of the Republic of China (R.O.C.). The Company and its subsidiaries (collectively referred herein as the Group) are global leaders in power and thermal management solutions and are primarily engaged in the research and development, design, manufacturing and sales of electronic control systems, DC brushless fans, thermal system, and miniaturization key component, industrial automation products, digital display products, communication products, consumer electronics products, energy-saving lighting application, renewable energy applications, EV charging, energy technology services and consulting services of building management and control solutions, etc. The Group's mission statement, to provide innovative, clean and energy-efficient solutions for a better tomorrow, focuses on addressing key environmental issues such as global climate change. With the concern for the environment, the Group continues to develop innovative energy-efficient products and solutions. In recent years, the Group has transformed from a product provider towards a solution provider and the Group's business is segregated into power electronics business, automation business, and infrastructure business.

2. THE DATE OF AUTHORIZATION FOR ISSUANCE OF THE CONSOLIDATED FINANCIAL STATEMENTS AND PROCEDURES FOR AUTHORIZATION

These consolidated financial statements were authorized for issuance by the Board of Directors on April 27, 2023.

3. APPLICATION OF NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS

(1) Effect of the adoption of new issuances of or amendments to International Financial Reporting Standards ("IFRS") that came into effect as endorsed by the Financial Supervisory Commission ("FSC")

New standards, interpretations and amendments endorsed by the FSC and became effective from 2023 are as follows:

<u>New Standards, Interpretations and Amendments</u>	<u>Effective date by International Accounting Standards Board</u>
Amendments to IAS 1, 'Disclosure of accounting policies'	January 1, 2023
Amendments to IAS 8, 'Definition of accounting estimates'	January 1, 2023
Amendments to IAS 12, 'Deferred tax related to assets and liabilities arising from a single transaction'	January 1, 2023

The above standards and interpretations have no significant impact to the Group's financial condition

and financial performance based on the Group’s assessment.

(2) Effect of new issuances of or amendments to IFRSs as endorsed by the FSC but not yet adopted by the Group

None.

(3) Effect of IFRSs issued by IASB but not yet endorsed by the FSC

New standards, interpretations and amendments issued by IASB but not yet included in the IFRSs as endorsed by the FSC are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Amendments to IFRS 10 and IAS 28, ‘Sale or contribution of assets between an investor and its associate or joint venture’	To be determined by International Accounting Standards Board
Amendments to IFRS 16, ‘Lease liability in a sale and leaseback’	January 1, 2024
IFRS 17, ‘Insurance contracts’	January 1, 2023
Amendments to IFRS 17, ‘Insurance contracts’	January 1, 2023
Amendment to IFRS 17, ‘Initial application of IFRS 17 and IFRS 9 – comparative information’	January 1, 2023
Amendments to IAS 1, ‘Classification of liabilities as current or non-current’	January 1, 2024
Amendments to IAS 1, ‘Non-current liabilities with covenants’	January 1, 2024

The above standards and interpretations have no significant impact to the Group’s financial condition and financial performance based on the Group’s assessment.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted are consistent with Note 4 in the consolidated financial statements for the year ended December 31, 2022, except for the compliance statement, basis of preparation, basis of consolidation and additional policies as set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

(1) Compliance statement

A. The consolidated financial statements of the Group have been prepared in accordance with the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” and the International Accounting Standards 34, “Interim financial reporting” that came into effect as endorsed by the FSC .

B. These consolidated financial statements should be read along with the consolidated financial statements for the year ended December 31, 2022.

## (2) Basis of preparation

- A. Except for the following items, the consolidated financial statements have been prepared under the historical cost convention:
  - (a) Financial assets and financial liabilities (including derivative instruments) at fair value through profit or loss.
  - (b) Financial assets at fair value through other comprehensive income.
  - (c) Defined benefit liabilities recognised based on the net amount of pension fund assets less present value of defined benefit obligation.
- B. The preparation of financial statements in conformity with International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations that came into effect as endorsed by the FSC (collectively referred herein as the “IFRSs”) requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Group’s accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in Note 5.

## (3) Basis of consolidation

- A. Basis for preparation of consolidated financial statements:
  - (a) All subsidiaries are included in the Group’s consolidated financial statements. Subsidiaries are all entities (including structured entities) controlled by the Group. The Group controls an entity when the Group is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Consolidation of subsidiaries begins from the date the Group obtains control of the subsidiaries and ceases when the Group loses control of the subsidiaries.
  - (b) Inter-company transactions, balances and unrealised gains or losses on transactions between companies within the Group are eliminated. Accounting policies of subsidiaries are consistent with the policies adopted by the Group.
  - (c) Profit or loss and each component of other comprehensive income are attributed to the owners of the parent and to the non-controlling interests. Total comprehensive income 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.
  - (d) Changes in a parent’s ownership interest in a subsidiary that do not result in the parent losing control of the subsidiary (transactions with non-controlling interests) are accounted for as equity transactions, i.e. transactions with owners in their capacity as owners. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognised directly in equity.
  - (e) When the Group loses control of a subsidiary, the Group remeasures any investment retained in the former subsidiary at its fair value. That fair value is regarded as the fair value on initial recognition of a financial asset or the cost on initial recognition of the associate or joint venture. Any difference between fair value and carrying amount is recognised in profit or loss. All

amounts previously recognised in other comprehensive income in relation to the subsidiary are reclassified to profit or loss, on the same basis as if the related assets or liabilities were disposed of. That is, when the Group loses control of a subsidiary, all gains or losses previously recognised in other comprehensive income in relation to the subsidiary should be reclassified from equity to profit or loss, if such gains or losses would be reclassified to profit or loss when the related assets or liabilities are disposed of.

B. Subsidiaries included in the consolidated financial statements:

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				March 31, 2023	December 31, 2022	March 31, 2022	
1	Delta Electronics, Inc.	Delta International Holding Limited B.V. (DIH)	Equity investments	100	100	100	
2	"	Delta Networks Holding Limited (DNH)	"	100	100	100	
3	"	Delta Electronics (Netherlands) B.V. (DEN)	Sales of power products, display solution products, electronic components, industrial automation products and materials	100	100	100	
4	"	Cyntec Co., Ltd. (Cyntec)	Research, development, manufacturing and sales of film optic-electronics devices	100	100	100	
5	"	DelBio Inc. (DelBio)	Manufacturing, wholesale and retail of medical equipment	100	100	100	Note 1 Note 2
6	"	Delta Electronics Capital Company (DECC)	Equity investments	100	100	100	
7	"	Delta Electronics Int'l (Singapore) Pte. Ltd. (DEIL-SG)	Research, development and sales of electronic products	100	100	100	
8	"	Allied Material Technology Corp. (AMT)	Lease services, etc.	-	-	99.97	Note 11



No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				March 31, 2023	December 31, 2022	March 31, 2022	
9	Delta Electronics, Inc. and DIH/Delta Electronics, Inc. and DEN	Delta America Ltd. (DAL)	Equity investments	100	100	100	Note 25
10	DEN	Delta Electronics (H.K.) Ltd. (DHK)	Equity investments, operations management and engineering services	100	100	100	
11	DIH	DEI Logistics (USA) Corp. (ALI)	Warehousing and logistics services	100	100	100	
12	"	Delta Electronics (Japan), Inc. (DEJ)	Sales of power products, display solution products, electronic components, industrial automation products and materials	100	100	100	Note 1 Note 2
13	DEN	Drake Investment (HK) Limited (Drake-HK)	Equity investments	100	100	100	
14	DGSG, Drake-HK and Boom	Delta Greentech (China) Co., Ltd. (DGC)	Sales of uninterruptible power systems and others	95.91	95.91	95.91	
15	DEN	Delta Greentech SGP Pte. Ltd. (DGSG)	Equity investments	100	100	100	
16	DIH	Delta Electronics Europe Ltd. (DEU)	Repair centre and providing support services	-	100	100	Note 2 Note 21
17	DEN	Boom Treasure Limited (Boom)	Equity investments	100	100	100	
18	DHK	Delta Electronics (Dongguan) Co., Ltd. (DDG)	Manufacturing and sales of transformer and thermal products	100	100	100	
19	"	Delta Electronics (Shanghai) Co., Ltd. (DPEC)	Product design, management consulting service and distribution of electronic products	100	100	100	
20	"	Delta Electronics (Jiangsu) Ltd. (DWJ)	Manufacturing and sales of power supplies and transformers	100	100	100	
21	"	Delta Electronics (Wuhu) Co., Ltd. (DWH)	Manufacturing and sales of LED light source, power supplies and others	100	100	100	

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				March 31, 2023	December 31, 2022	March 31, 2022	
22	DHK	Delta Electronics (Chenzhou) Co., Ltd. (DCZ)	Manufacturing and sales of transformers	100	100	100	
23	"	Cyntec Electronics (Wuhu) Co., Ltd. (CEWH)	Technology services, development, consultation, exchange, transfer and promotion; manufacturing, wholesale and retail of electronic components; manufacturing and sales of molds; manufacturing and sales of forgings and powder metallurgy products and import and export of goods or technique	100	100	100	
24	DHK and DIH	Delta Electronics International Mexico S.A. DE C.V. (DEIL-MX)	Sales of power management system of industrial automation product and telecommunications equipment	100	100	100	Note 1 Note 2 Note 6
25	DHK	Delta Green (Tianjin) Industries Co., Ltd. (DGT)	Manufacturing and sales of transformers	100	100	100	Note 1 Note 2
26	"	Delta Electronics (Pingtan) Co., Ltd. (Delta Pingtan)	Wholesale and retail of electronic products and energy-saving equipment	100	100	100	Note 1 Note 2
27	DEJ	Addtron Technology (Japan), Inc. (AT Japan)	Trading of networking system and peripherals	100	100	100	Note 1 Note 2
28	"	Delta Electronics (Korea), Inc. (Delta Korea)	Sales of power products, display solution products, electronic components, industrial automation products and their materials	100	100	100	Note 1 Note 2

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				March 31, 2023	December 31, 2022	March 31, 2022	
29	DCZ	Chenzhou Delta Technology Co., Ltd. (CDT)	Manufacturing and sales of transformers	100	100	100	
30	DPEC and DGC	Delta Energy Technology (Shanghai) Co., Ltd. (DET-SH)	Energy performance contracting, development of energy-saving technology, energy-saving equipment and energy management system as well as consulting service, installation, sales, etc.	-	-	100	Note 2 Note 12
31	DNH	Delta Networks, Inc. (DNI Cayman)	Equity investments	100	100	100	
32	DNI Cayman	Delta Networks (HK) Limited (DNHK)	"	100	100	100	
33	DHK/DHK and DNHK	Delta Networks (Dongguan) Ltd. (DII)	Manufacturing and sales of other radio-broadcast receivers and the equipment in relation to broadband access networking system	100	100	100	Note 7
34	Cyntec	Fairview Assets Ltd. (Fairview)	Equity investments	100	100	100	
35	Fairview	Grandview Holding Ltd. (Grandview)	"	100	100	100	
36	Grandview	CYNTEC HOLDING (HK) LIMITED (CHK)	"	100	100	100	
37	"	Cyntec International Ltd. (CIL-Labuan)	Trading	-	100	100	Note 22
38	DHK/CHK	Cyntec Electronics (Suzhou) Co., Ltd (CES)	Technical service, technical development, technical consultation, technical exchange, technical transfer, technical promotion; electronic components manufacturing, electronic components wholesale, electronic components retail, mold manufacturing, mold sales, forgings and powder metallurgy products sales	100	100	100	Note 16

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				March 31, 2023	December 31, 2022	March 31, 2022	
39	DelBio	DelBio (Wujiang) Co., Ltd.	Manufacturing, wholesale and retail of medical equipment	100	100	100	Note 1 Note 2
40	DIH	DELTA ELECTRONICS (NORWAY) AS	Research, development and sales of power supplies and others	100	100	100	Note 23
41	"	Delta Controls Inc. (DCI)	Provide solutions to building management and control	100	100	100	
42	"	DELTA ELECTRONICS HOLDING (USA) INC.	Equity investments	100	100	100	Note 1 Note 2
43	DELTA ELECTRONICS (NORWAY) AS	ELTEK PAKISTAN (PRIVATE) LIMITED	Sales of power supplies and others	100	100	100	Note 1 Note 2
44	"	DELTA Electronics (Germany) GmbH	Sales of power supplies and others and system installation	100	100	100	Note 1 Note 2 Note 14
45	Delta Energy Systems (Singapore) PTE. LTD.	Delta Electronics (Australia) Pty Ltd	"	100	100	100	
46	DELTA ELECTRONICS (NORWAY) AS	Eltek Egypt for Power Supply S.A.E.	Sales of power supplies and others	95	95	95	Note 1 Note 2
47	DELTA ELECTRONICS (NORWAY) AS and DELTA ELECTRONICS (USA) INC.	Eltek SGS Pvt Ltd.	Sales of power supplies and others and system installation	100	100	100	Note 1 Note 2

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				March 31, 2023	December 31, 2022	March 31, 2022	
48	DELTA ELECTRONICS (NORWAY) AS and Eltek SGS Pvt Ltd.	Eltek SGS Mechanics Pvt Ltd.	Sales of power supplies and others	51	51	51	Note 1 Note 2
49	DELTA ELECTRONICS (NORWAY) AS	DELTA ELECTRONICS (France) SAS	Sales of power supplies and others and system installation	100	100	100	Note 1 Note 2 Note 17
50	"	ELTEK MEA DMCC	Sales of power supplies and others	100	100	100	Note 1 Note 2
51	ELTEK MEA DMCC and DELTA ELECTRONICS (NORWAY) AS	ELTEK WEST AFRICA LIMITED	Sales of power supplies	-	-	100	Note 2 Note 18
52	DELTA ELECTRONICS (NORWAY) AS	Eltek Italia S.r.l.	Sales of power supplies and others	-	100	100	Note 2 Note 21
53	"	Delta Electronics (Sweden) AB	"	100	100	100	Note 1 Note 2
54	"	DELTA ELECTRONICS (UK) LTD	"	100	100	100	Note 1 Note 2 Note 13
55	"	OOO Eltek	Sales of power supplies and others and system installation	100	100	100	Note 1 Note 2
56	DELTA Electronics (Germany) GmbH	DELTA Montage GmbH	Installation and maintenance of power supplies	100	100	100	Note 1 Note 2 Note 15
57	DEIL-SG	ELTEK POWER INCORPORATED	Sales of power supplies and others	100	100	100	Note 1 Note 2
58	"	ELTEK POWER CO., LTD.	"	100	100	100	Note 1 Note 2 Note 3
59	"	ELTEK POWER (CAMBODIA) LTD	"	100	100	100	Note 1 Note 2
60	"	ELTEK POWER (MALAYSIA) SDN. BHD.	"	100	100	100	Note 1 Note 2 Note 4
61	DELTA ELECTRONICS HOLDING (USA) INC.	DELTA ELECTRONICS (USA) INC.	Manufacturing and sales of power supplies	100	100	100	

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				March 31, 2023	December 31, 2022	March 31, 2022	
62	DELTA ELECTRONICS (USA) INC. and DELTA ELECTRONICS HOLDING (USA) INC.	DELTA ELECTRONICS (ARGENTINA) S.R.L.	Sales of power supplies and others	100	100	100	Note 1 Note 2
63	DEN and DELTA ELECTRONICS (USA) INC.	ELTEK SISTEMAS DE ENERGIA INDUSTRIAL E COMERCIO LTDA.	Manufacturing and sales of power supplies	100	100	100	Note 1 Note 2 Note 9
64	DELTA ELECTRONICS (USA) INC. and DELTA ELECTRONICS HOLDING (USA) INC.	DELTA ELECTRONICS (PERU) INC. S.R.L.	Sales of power supplies and others	100	100	100	Note 1 Note 2
65	DELTA ELECTRONICS (USA) INC.	DELTA ELECTRONICS (COLOMBIA) S.A.S.	"	100	100	100	Note 1 Note 2
66	DELTA ELECTRONICS (USA) INC. and DELTA ELECTRONICS HOLDING (USA) INC.	Eltekenenergy Services, S.A. de C.V.	"	100	100	100	Note 1 Note 2
67	DHK and DIH	Eltekenenergy International de México, S. de R.L. de C.V.	"	-	-	100	Note 2 Note 6
68	DAL	Delta Electronics (Americas) Ltd.	Sales of electronic components	100	100	100	Note 2
69	Cyntec	Power Forest Technology Corporation (Power Forest)	IC design of power management	99.74	99.74	100	Note 1 Note 2

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				March 31, 2023	December 31, 2022	March 31, 2022	
70	DPEC and DGC / DET-SH	Delta Energy Technology Puhuan (Shanghai) Co., Ltd.	Sales of solar power products, solar power equipment, photovoltaic equipment and components, mechanical and electrical equipment, power electronic components and special equipment for semiconductor parts, rental of photovoltaic power equipment, engineering and technical research, testing, and development, energy saving management services and solar power technology services	100	100	100	Note 1 Note 2 Note 12
71	DEIL-SG	Loy Tec electronics GmbH (Loy Tec)	Consulting service of building management and control solutions	100	100	100	Note 1 Note 2
72	DHK	Delta Electronics (Beijing) Co., Ltd.	Installation of mechanic, electronic, telecommunication and circuit equipment	100	100	100	Note 1 Note 2
73	"	Delta Electronics (Xi'an) Co., Ltd.	Sales of computers, peripherals and software	100	100	100	Note 1 Note 2
74	DIH	Delta Electronics (Switzerland) AG (DECH)	Equity investments, research, development and sales of electronic products	100	100	100	Note 1 Note 2
75	DEN	Delta Greentech Electronics Industry LLC	Marketing and sales of electronic products	100	100	100	Note 1 Note 2
76	DEN and Delta Electronics (USA) INC.	DELTA GREENTECH (BRASIL) LTDA. (DGB)	Manufacturing and sales of electronic products	100	100	100	Note 1 Note 2 Note 10
77	DECH	Delta Electronics (Czech Republic), spol. s.r.o.	Sales of electronic products	100	100	100	Note 1 Note 2
78	"	Delta Electronics (Italy) S.r.l.	"	100	100	100	Note 1 Note 2

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				March 31, 2023	December 31, 2022	March 31, 2022	
79	DECH	Delta Electronics (Poland) Sp. z o.o.	Sales of electronic products	100	100	100	Note 1 Note 2
80	"	Delta Solutions (Finland) Oy	"	100	100	100	Note 1 Note 2
81	"	Delta Electronics Solutions (Spain) SL	"	100	100	100	Note 1 Note 2
82	Delta Electronics, Inc.	Vivotek Inc. (Vivotek)	Manufacturing and sales of video compression software and encoding, network video server, webcam and its related components	56.75	56.75	55.65	
83	Vivotek	Vivotek Holdings, Inc.	Holding company	100	100	100	
84	"	Realwin Investment Inc. (Realwin)	A venture capital company	100	100	100	
85	"	Vivotek Netherlands B.V.	Sales service	100	100	100	
86	"	Vivotek (Japan) Inc.	"	100	100	100	
87	Vivotek Holdings, Inc.	Vivotek USA, Inc.	Sales of webcams and related components	100	100	100	
88	Realwin	Wellstates Investment, LLC	Investment and commercial lease of real estate	100	100	100	
89	Vivotek	Otus Imaging, Inc.	Sales of webcams and related components	-	100	100	Note 24
90	Realwin	Aetek Inc.	"	56.21	56.21	56.21	
91	"	Lidlight Inc.	Sales of lighting equipment	51	51	51	
92	DEN	DELTA ELECTRONICS BRASIL LTDA.	Manufacturing and sales of electronic products	100	100	100	Note 1 Note 2
93	Delta Electronics, Inc., DEIL-SG and DIH	Delta Electronics (Thailand) Public Company Limited (DET)	Manufacturing and exporting power supplies, other electronic parts and components	63.78	63.78	63.78	
94	DET	DET International Holding B.V.	Equity investments	100	100	100	Note 19
95	"	Delta Energy Systems (Singapore) PTE. LTD.	Equity investments, trading, management and consultancy	100	100	100	



No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				March 31, 2023	December 31, 2022	March 31, 2022	
96	DET	Delta Green Industrial (Thailand) Co., Ltd.	Integration, sales, trading, installation and providing services of uninterruptible power supply, photovoltaic inverter, electric cars charger and data center	100	100	100	
97	"	Delta Electronics (Vietnam) Company Limited	Sales of electronic products	100	100	100	
98	DET and Delta Energy Systems (Singapore) PTE. LTD.	DELTA ELECTRONICS INDIA MANUFACTURING PRIVATE LIMITED	Manufacturing and sales of electronic products	100	100	100	
99	DET International Holding B.V.	DET Logistics (USA) Corporation	Providing logistics services in USA	100	100	100	
100	"	Delta Energy Systems (Germany) GmbH	Development, marketing and sales of electronic products	100	100	100	
101	"	Delta Energy Systems (India) Private Ltd.	Marketing and sales of electronic products	100	100	100	
102	DET International Holding B.V. and Delta Energy Systems (Singapore) PTE. LTD.	Delta Electronics (Slovakia) s.r.o.	Manufacturing and sales of power supplies, power system and OEM power system	100	100	100	
103	DET International Holding B.V.	Delta Energy Systems (Romania) S.R.L.	Research and development	100	100	100	
104	Delta Energy Systems (Germany) GmbH	Delta Energy Systems Property (Germany) GmbH	Property rights business	100	100	100	
105	Delta Energy Systems (Singapore) PTE. LTD.	Delta Electronics (Holdings) Australia Pty Ltd	Marketing and sales of renewable energy products	100	100	100	
106	"	Delta Electronics India Pvt. Ltd.	Manufacturing and marketing of non-telecom power system and uninterruptible power supply, and sales of uninterruptible power supply	100	100	100	

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				March 31, 2023	December 31, 2022	March 31, 2022	
107	Delta Energy Systems (Singapore) PTE. LTD.	Delta Electronics (Myanmar) Co., Ltd.	Manufacturing of electronic products used in CMP manufacturing process and machinery	100	100	100	
108	"	Delta Energy Systems (UK) Ltd.	Research and development of electronic products	100	100	100	
109	"	Delta Greentech (Netherlands) B.V.	Equity investments	100	100	100	
110	Delta Greentech (Netherlands) B.V.	Delta Energy Systems LLC	Marketing and sales of power systems	100	100	100	
111	"	Eltek s.r.o.	Manufacturing of telecom power system	100	100	100	
112	"	Delta Electronics (Automotive) Americas Inc.	Research and development of automotive power and traction inverter	100	100	100	
113	DEN	Amerlux, LLC (Amerlux)	Design and production of dedicated lighting system and facilities	100	100	100	Note 1 Note 2
114	Amerlux	Amerlux Lighting Asia, LLC	Equity investments	100	100	100	Note 1 Note 2
115	Amerlux Lighting Asia, LLC	Amerlux Lighting Hong Kong Limited	"	100	100	100	Note 1 Note 2
116	Amerlux Lighting Hong Kong Limited	Guangzhou Amerlux Lighting Solutions Company Limited	Wholesale of lighting fixture and decorative objects	100	100	100	Note 1 Note 2
117	DIH	Digital Projection International Ltd. (DPI)	Equity investments	100	100	100	Note 1 Note 2
118	DPI	Digital Projection Holdings Ltd.	"	100	100	100	Note 1 Note 2
119	Digital Projection Holdings Ltd.	Digital Projection Ltd.	Research, development and sales of projector products	100	100	100	Note 1 Note 2
120	Digital Projection Ltd.	Digital Projection Inc.	Sales of projector products	100	100	100	Note 1 Note 2

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				March 31, 2023	December 31, 2022	March 31, 2022	
121	DIH/DEN	Trihedral Engineering Limited (Trihedral)	Graphic control software and related engineering services	100	100	100	Note 1 Note 2 Note 25
122	Trihedral	Trihedral Inc.	"	100	100	100	Note 1 Note 2
123	"	Trihedral UK Limited	"	100	100	100	Note 1 Note 2
124	DIH	March Networks Holdings Ltd.	Equity investments	100	100	100	Note 1 Note 2
125	March Networks Holdings Ltd.	March Networks Corporation	Security surveillance software and hardware and related engineering services	100	100	100	Note 1 Note 2
126	March Networks Corporation	March Networks, Inc.	"	100	100	100	Note 1 Note 2
127	"	March Networks de Mexico, S.A.de C.V.	"	100	100	100	Note 1 Note 2
128	"	March Networks (Australia) Pty Limited	"	100	100	100	Note 1 Note 2
129	"	March Networks Limited	"	100	100	100	Note 1 Note 2
130	"	March Networks (Singapore) Pte. Limited	"	100	100	100	Note 1 Note 2
131	"	March Networks B.V.	"	100	100	100	Note 1 Note 2
132	March Networks B.V.	March Networks S.r.l.	"	100	100	100	Note 1 Note 2
133	"	March Networks (France) SAS	"	100	100	100	Note 1 Note 2

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				March 31, 2023	December 31, 2022	March 31, 2022	
134	DHK	Delta Electronics (Chongqing) Ltd.	Manufacturing electronic parts of new energy vehicles and parts for power of electronic equipment	100	100	100	Note 1 Note 2 Note 8
135	Delta Electronics, Inc.	Delmind Inc. (Delmind)	Provide vertical add-on value solution	70	70	-	Note 1 Note 8
136	Delta Electronics, Inc. and DECC	Ancora Semiconductors Inc. (Ancora)	Gallium Nitride (GaN) technologies and solutions	74.28	74.28	-	Note 1 Note 8
137	DIH	UI Acquisition Holding Co.	Equity investments	100	100	-	Note 1 Note 8
138	UI Acquisition Holding Co.	UI Holding Co.	"	100	100	-	Note 1 Note 8
139	UI Holding Co.	Universal Instruments Corporation	Precision automation solutions	100	100	-	Note 1 Note 8
140	"	Hover-Davis, Inc.	"	100	100	-	Note 1 Note 8
141	UI Acquisition Holding Co., UI Holding Co.	UI European Holdco. Cooperatief U.A.	Equity investments	100	100	-	Note 1 Note 8
142	UI European Holdco. Cooperatief U.A.	Universal Instruments (Hong Kong) Limited	Precision automation solutions	100	100	-	Note 1 Note 8
143	"	Universal Instruments s.r.o.	"	100	100	-	Note 1 Note 8
144	"	Universal Instruments Mfg. (Shenzhen) Co. Ltd.	"	100	100	-	Note 1 Note 8
145	UI Holding Co. and UI European Holdco. Cooperatief U.A.	Universal Instrument de Mexico S.A. de C.V	"	100	100	-	Note 1 Note 8
146	DELTA ELECTRONICS (NORWAY) AS	Graterudveien 8 AS	Property rights business	100	100	-	Note 1 Note 8
147	March Networks S.r.l.	March Networks Poland Sp. Z o.o.	Research and development on business intelligence applications	100	100	-	Note 1 Note 8 Note 20

No.	Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
				March 31, 2023	December 31, 2022	March 31, 2022	
148	Delta Electronics, Inc.	Atrust Computer Corporation (Atrust)	Research, development, manufacturing and sales of Thin Client, Zero Client, server and management software	55.02	-	-	Note 1 Note 5
149	Atrust	APLUS COMPUTER (SAMOA) COMPANY LIMITED	Equity investments	100	-	-	Note 1 Note 5
150	APLUS COMPUTER (SAMOA) COMPANY LIMITED	Atrust Japan	Providing support services	100	-	-	Note 1 Note 5
151	Delta Electronics, Inc.	Delta Energy Inc. (Delta Energy)	Provide energy technology services	100	-	-	Note 1 Note 5

Note 1: As the subsidiaries do not meet the definition of significant subsidiaries, their financial statements as at March 31, 2023 were not reviewed by independent auditors.

Note 2: As the subsidiaries do not meet the definition of significant subsidiaries, their financial statements as at March 31, 2022 were not reviewed by independent auditors.

Note 3: 55% of shares are held through others due to local regulations.

Note 4: 71% of shares are held through others due to local regulations.

Note 5: The company was established or acquired through merger during 2023.

Note 6: Eltekenergy International de Mexico, S. de R.L. de C.V. and DEIL-MX resolved to set the effective date of the merger on February 1, 2022. DEIL-MX was the surviving company. The merger procedures were completed in December 2022.

Note 7: In December 2022 and 2021, Delta Electronics (HK) Ltd. acquired 49% and 51% equity interests, respectively, in Delta Networks (Dongguan) Ltd. from Delta Networks (HK) Limited.

Note 8: The company was established or acquired through merger during 2022.

Note 9: Formerly named Eltek Sistemas de Energia Industria e Comercio S.A. and was renamed as ELTEK SISTEMAS DE ENERGIA INDUSTRIA E COMERCIO LTDA. in February 2022.

Note 10: Formerly named Delta Greentech (Brasil) S.A. and was renamed as DELTA GREENTECH (BRASIL) LTDA. in February 2022.

Note 11: The Company merged with AMT in May 2022. After the merger, the Company was the surviving company with AMT as the dissolved company.

Note 12: The deregistration of DET-SH has been completed in June 2022. Delta Energy

Technology Puhuan (Shanghai) Co., Ltd. was originally held by DET-SH but was changed to be jointly held by DPEC and DGC. DET-SH was merged with Delta Energy Technology Puhuan (Shanghai) Co., Ltd. after its deregistration. The merger was completed in July 2022.

Note 13: Formerly named Eltek Power (UK) Ltd. and was renamed as DELTA ELECTRONICS (UK) LTD in June 2022.

Note 14: Formerly named Eltek Deutschland GmbH and was renamed as DELTA Electronics (Germany) GmbH in September 2022.

Note 15: Formerly named Eltek Montage GmbH and was renamed as DELTA Montage GmbH in September 2022.

Note 16: In December 2022, Delta Electronics (H.K.) Ltd. acquired a 100% equity interest in Cyntec Electronics (Suzhou) Co., Ltd from CYNTEC HOLDING (HK) LIMITED.

Note 17: Formerly named ELTEK POWER FRANCE SAS and was renamed as DELTA ELECTRONICS (France) SAS in November 2022.

Note 18: This company had been liquidated in December 2022.

Note 19: Formerly named DET International Holding Limited and was renamed as DET International Holding B.V. in December 2022.

Note 20: Formerly named Samtartess Investments sp. z o.o. and was renamed as March Networks Poland Sp. Z o.o. in October 2022.

Note 21: This company had been liquidated in January 2023.

Note 22: This company had been liquidated in March 2023.

Note 23: Formerly named ELTEK AS and was renamed as DELTA ELECTRONICS (NORWAY) AS in March 2023.

Note 24: The investor disposed the subsidiary in March 2023 and had no control over the subsidiary.

Note 25: In March 2023, Delta International Holding Limited B.V. acquired a 100% equity interest in Delta America Ltd. and Trihedral Engineering Limited from Delta Electronics (Netherlands) B.V..

C. Subsidiaries not included in the consolidated financial statements: None.

D. Adjustments for subsidiaries with different balance sheet dates: None.

E. Significant restrictions: None.

F. Subsidiaries that have non-controlling interests that are material to the Group:

As at March 31, 2023, December 31, 2022, and March 31, 2022, the non-controlling interest amounted to \$40,563,305, \$38,578,278 and \$33,246,772 respectively. The information on non-controlling interest and respective subsidiary is as follows:

Name of subsidiary	Principal place of business	Non-controlling interest			
		March 31, 2023		December 31, 2022	
		Amount	Ownership (%)	Amount	Ownership (%)
Vivotek Inc. (Vivotek)	Taiwan	\$ 3,547,356	43.25%	\$ 3,498,166	43.25%
Delta Electronics (Thailand) Public Company limited (DET)	Thailand	34,855,364	36.22%	33,992,121	36.22%

Name of subsidiary	Principal place of business	Non-controlling interest	
		March 31, 2022	
		Amount	Ownership (%)
Vivotek Inc. (Vivotek)	Taiwan	\$ 3,365,889	44.35%
Delta Electronics (Thailand) Public Company limited (DET)	Thailand	29,376,764	36.22%

Summarised financial information of the subsidiary:

Balance sheets

	DET		
	March 31, 2023	December 31, 2022	March 31, 2022
Current assets	\$ 61,780,561	\$ 59,033,050	\$ 42,702,555
Non-current assets	68,203,218	67,524,042	61,428,892
Current liabilities	( 30,123,834)	( 29,209,851)	( 20,024,638)
Non-current liabilities	( 3,336,286)	( 3,250,195)	( 3,000,336)
Total net assets	<u>\$ 96,523,659</u>	<u>\$ 94,097,046</u>	<u>\$ 81,106,473</u>

  

	Vivotek		
	March 31, 2023	December 31, 2022	March 31, 2022
Current assets	\$ 4,566,615	\$ 5,703,205	\$ 4,066,838
Non-current assets	5,778,107	5,772,970	5,910,499
Current liabilities	( 1,923,533)	( 3,187,495)	( 2,045,529)
Non-current liabilities	( 315,878)	( 290,286)	( 342,431)
Total net assets	<u>\$ 8,105,311</u>	<u>\$ 7,998,394</u>	<u>\$ 7,589,377</u>

Statements of comprehensive income

	DET	
	Three months ended March 31,	
	2023	2022
Revenue	\$ 28,712,251	\$ 20,757,733
Profit before income tax	2,940,587	2,019,159
Income tax expense	( 107,440)	( 32,848)
Profit for the period from continuing operations	2,833,147	1,986,311
Other comprehensive loss, net of tax	( 218,828)	( 421,851)
Total comprehensive income for the period	<u>\$ 2,614,319</u>	<u>\$ 1,564,460</u>
Comprehensive income attributable to non-controlling interest	<u>\$ 946,916</u>	<u>\$ 566,646</u>

  

	Vivotek	
	Three months ended March 31,	
	2023	2022
Revenue	\$ 2,425,834	\$ 1,869,777
Profit before income tax	121,171	81,176
Income tax expense	( 10,091)	( 20,643)
Profit for the period from continuing operations	111,080	60,533
Other comprehensive (loss) income, net of tax	( 4,163)	12,900
Total comprehensive income for the period	<u>\$ 106,917</u>	<u>\$ 73,433</u>
Comprehensive income attributable to non - controlling interest	<u>\$ 49,215</u>	<u>\$ 36,054</u>



## Statements of cash flows

	DET	
	Three months ended March 31,	
	2023	2022
Net cash provided by operating activities	\$ 4,304,212	\$ 2,593,425
Net cash used in investing activities	( 1,057,898)	( 1,132,333)
Net cash used in financing activities	( 832,593)	( 1,141,489)
Effect of exchange rates on cash and cash equivalents	( 102,705)	( 30,979)
Increase in cash and cash equivalents	2,311,016	288,624
Cash and cash equivalents, beginning of period	9,068,141	5,454,401
Cash and cash equivalents, end of period	<u>\$ 11,379,157</u>	<u>\$ 5,743,025</u>

  

	Vivotek	
	Three months ended March 31,	
	2023	2022
Net cash used in operating activities	(\$ 316,542)	(\$ 428,463)
Net cash provided by investing activities	73,625	1,775
Net cash (used in) provided by financing activities	( 74,154)	108,902
Effect of exchange rates on cash and cash equivalents	( 2,607)	11,376
Decrease in cash and cash equivalents	( 319,678)	( 306,410)
Cash and cash equivalents, beginning of period	1,044,823	994,898
Cash and cash equivalents, end of period	<u>\$ 725,145</u>	<u>\$ 688,488</u>

### (4) Employee benefits

#### A. Short-term employee benefits

Short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in respect of service rendered by employees in a period and should be recognised as expense in that period when the employees render service.

#### B. Pensions

##### Defined benefit plan

Pension cost for the interim period is calculated on a year-to-date basis by using the pension cost rate derived from the actuarial valuation at the end of the prior financial year, adjusted for significant market fluctuations since that time and for significant curtailments, settlements, or other significant one-off events. Also, the related information is disclosed accordingly.

### (5) Income tax

The interim period income tax expense is recognised based on the estimated average annual effective income tax rate expected for the full financial year applied to the pretax income of the interim period, and the related information is disclosed accordingly.

## 5. CRITICAL ACCOUNTING JUDGEMENTS, ESTIMATES AND KEY SOURCES OF ASSUMPTION UNCERTAINTY

There was no significant change in the reporting period. Refer to Note 5 in the consolidated financial statements for the year ended December 31, 2022.

## 6. DETAILS OF SIGNIFICANT ACCOUNTS

### (1) Cash and cash equivalents

	<u>March 31, 2023</u>	<u>December 31, 2022</u>	<u>March 31, 2022</u>
Cash on hand	\$ 8,449	\$ 6,746	\$ 5,402
Checking accounts and demand deposits	45,292,377	45,250,071	40,030,703
Time deposits	23,854,516	16,044,200	13,106,344
Cash equivalents	37,579	245,819	23,412
	<u>\$ 69,192,921</u>	<u>\$ 61,546,836</u>	<u>\$ 53,165,861</u>

A. The Group associates with a variety of financial institutions all with high credit quality to disperse credit risk, so it expects that the probability of counterparty default is remote.

B. Details of the Group's cash and cash equivalents pledged to others as collateral are provided in Note 8.

### (2) Financial assets at fair value through profit or loss

<u>Asset Items</u>	<u>March 31, 2023</u>	<u>December 31, 2022</u>	<u>March 31, 2022</u>
Current items:			
Financial assets mandatorily measured at fair value through profit or loss			
Listed stocks	\$ 836,913	\$ 618,669	\$ 612,205
Emerging stocks	71,748	71,748	4,621
Derivatives	125,555	605,847	232,389
Hybrid instrument-			
Convertible bonds	47,672	45,009	28,015
	1,081,888	1,341,273	877,230
Valuation adjustment	700,707	418,339	527,417
	<u>\$ 1,782,595</u>	<u>\$ 1,759,612</u>	<u>\$ 1,404,647</u>

<u>Asset Items</u>	<u>March 31, 2023</u>	<u>December 31, 2022</u>	<u>March 31, 2022</u>
Non-current items:			
Financial assets mandatorily measured at fair value through profit or loss			
Listed stocks	\$ 259,902	\$ 340,756	\$ 279,571
Emerging stocks	33,000	222,000	416,300
Unlisted stocks	1,534,131	1,521,372	1,375,878
Hybrid instrument-			
Convertible preferred stocks	197,148	209,577	197,148
Hybrid instrument-			
Convertible bonds	913,449	913,449	913,399
	2,937,630	3,207,154	3,182,296
Valuation adjustment	( 521,774)	( 435,527)	( 104,158)
	<u>\$ 2,415,856</u>	<u>\$ 2,771,627</u>	<u>\$ 3,078,138</u>
<u>Liability Items</u>			
Current items:			
Financial liabilities held for trading			
Derivatives	<u>\$ 192,676</u>	<u>\$ 74,232</u>	<u>\$ 56,377</u>

A. The Group has recognised the (loss) gain from financial assets and liabilities at fair value of (\$361,590) and \$68,115 for the three months ended March 31, 2023 and 2022, respectively.

B. Details of the transactions and contract information in respect of derivative financial assets and liabilities for which the Group did not adopt hedge accounting are as follows:

March 31, 2023			
Financial instruments	Contract amount (nominal principal) (in thousands)		Contract period
Forward exchange contracts:			
- Sell AUD / Buy USD	AUD	15,500	2022.12.02~2023.08.23
- Sell BRL / Buy USD	BRL	42,032	2023.02.07~2023.05.05
- Sell EUR / Buy NOK	EUR	25,700	2022.12.13~2023.08.15
- Sell EUR / Buy USD	EUR	47,000	2023.01.03~2023.09.20
- Sell GBP / Buy NOK	GBP	1,000	2023.02.27~2023.04.13
- Sell GBP / Buy USD	GBP	1,000	2023.03.07~2023.05.05
- Sell HKD / Buy USD	HKD	5,000	2023.01.16~2023.07.06
- Sell INR / Buy USD	INR	1,534,346	2023.01.09~2023.06.29
- Sell JPY / Buy USD	JPY	988,965	2023.01.19~2023.09.21
- Sell SEK / Buy NOK	SEK	10,000	2023.03.28~2023.06.29
- Sell THB / Buy JPY	THB	88,396	2023.01.20~2023.06.26
- Sell TRY / Buy USD	TRY	140,439	2023.01.10~2023.06.27
- Sell USD / Buy NOK	USD	2,000	2023.02.13~2023.05.05
- Sell USD / Buy RMB	USD	117,000	2023.01.18~2023.04.10
- Sell USD / Buy SGD	USD	47,490	2022.11.01~2023.06.05
- Sell USD / Buy THB	USD	307,000	2022.12.16~2023.07.07
- Sell USD / Buy TWD	USD	10,800	2023.02.01~2023.06.15
Cross currency swap:			
- Sell EUR / Buy NOK	EUR	13,000	2023.03.28~2023.06.30
- Sell PLN / Buy NOK	PLN	8,000	2023.03.28~2023.06.30

December 31, 2022

Financial instruments	Contract amount (nominal principal) (in thousands)		Contract period
Forward exchange contracts:			
- Sell AUD / Buy USD	AUD	4,900	2022.08.16~2023.05.04
- Sell BRL / Buy USD	BRL	42,245	2022.11.01~2023.02.06
- Sell COP / Buy USD	COP	12,418,840	2022.11.01~2023.02.06
- Sell EUR / Buy NOK	EUR	20,700	2022.09.19~2023.05.05
- Sell EUR / Buy USD	EUR	39,300	2022.09.06~2023.03.29
- Sell GBP / Buy NOK	GBP	4,000	2022.11.22~2023.02.06
- Sell HKD / Buy USD	HKD	15,000	2022.08.16~2023.03.03
- Sell INR / Buy USD	INR	1,861,085	2022.10.18~2023.03.29
- Sell JPY / Buy USD	JPY	753,957	2022.08.19~2023.03.22
- Sell SEK / Buy NOK	SEK	20,000	2022.12.28~2023.03.29
- Sell THB / Buy JPY	THB	75,464	2022.10.26~2023.03.24
- Sell TRY / Buy USD	TRY	135,836	2022.10.13~2023.03.30
- Sell TWD / Buy USD	TWD	147,375	2022.07.21~2023.01.18
- Sell USD / Buy CZK	USD	400	2022.12.19~2023.01.18
- Sell USD / Buy NOK	USD	2,111	2022.12.12~2023.03.06
- Sell USD / Buy RMB	USD	179,000	2022.11.24~2023.02.06
- Sell USD / Buy SGD	USD	41,649	2022.09.12~2023.06.05
- Sell USD / Buy THB	USD	358,000	2022.09.12~2023.04.25
- Sell USD / Buy TWD	USD	10,000	2022.11.29~2023.03.17
Cross currency swap:			
- Sell EUR / Buy NOK	EUR	13,000	2022.12.21~2023.03.30
- Sell PLN / Buy NOK	PLN	8,500	2022.12.21~2023.03.30

March 31, 2022

Financial instruments	Contract amount (nominal principal) (in thousands)		Contract period
Forward exchange contracts:			
- Sell AUD / Buy USD	AUD	3,200	2021.10.18~2022.07.05
- Sell BRL / Buy USD	BRL	36,748	2022.02.04~2022.05.06
- Sell EUR / Buy CAD	EUR	1,716	2021.12.17~2022.06.21
- Sell EUR / Buy NOK	EUR	16,200	2021.12.17~2022.06.30
- Sell EUR / Buy USD	EUR	48,500	2021.10.13~2022.09.07
- Sell GBP / Buy NOK	GBP	1,300	2022.02.14~2022.05.06
- Sell HKD / Buy USD	HKD	62,000	2021.10.18~2022.07.05
- Sell INR / Buy USD	INR	650,403	2022.02.21~2022.05.31
- Sell JPY / Buy USD	JPY	977,235	2021.11.29~2022.07.21
- Sell THB / Buy JPY	THB	44,634	2022.02.23~2022.06.24
- Sell TWD / Buy USD	TWD	3,311,205	2021.09.24~2022.09.27
- Sell USD / Buy EUR	USD	1,855	2022.03.07~2022.04.11
- Sell USD / Buy JPY	USD	2,400	2022.03.11~2022.04.25
- Sell USD / Buy NOK	USD	2,000	2022.01.25~2022.04.06
- Sell USD / Buy PEN	USD	1,500	2022.02.04~2022.04.06
- Sell USD / Buy RMB	USD	286,600	2021.12.23~2022.06.10
- Sell USD / Buy SGD	USD	25,814	2021.09.16~2022.07.05
- Sell USD / Buy THB	USD	232,000	2021.12.02~2022.07.08
- Sell USD / Buy TWD	USD	4,500	2022.02.24~2022.04.18
- Sell RUB / Buy USD	RUB	38,163	2022.02.08~2022.04.06
- Sell TRY / Buy USD	TRY	46,216	2022.02.22~2022.07.28
Cross currency swap:			
- Sell EUR / Buy NOK	EUR	6,000	2021.12.17~2022.06.30
- Sell PLN / Buy NOK	PLN	14,600	2021.12.21~2022.06.30
- Sell SEK / Buy NOK	SEK	20,000	2021.12.21~2022.06.30

The Group entered into forward exchange contracts and cross currency swap to manage exposures to foreign exchange rate fluctuations of import or export sales, loans between related parties and dividend distribution within the Group. However, the forward exchange transactions did not meet the criteria for hedge accounting. Therefore, the Group did not apply hedge accounting.

C. The Group has no financial assets at fair value through profit or loss pledged to others.

D. Information relating to credit risk is provided in Note 12(2).

(3) Financial assets at fair value through other comprehensive income

Items	March 31, 2023	December 31, 2022	March 31, 2022
Non-current items:			
Equity instruments			
Listed stocks	\$ 1,608,699	\$ 1,608,699	\$ 1,608,699
Unlisted stocks	729,508	714,532	764,370
	2,338,207	2,323,231	2,373,069
Valuation adjustment	56,322	(582,678)	(746,268)
	\$ 2,394,529	\$ 1,740,553	\$ 1,626,801

- A. The Group has elected to classify investments that are considered to be strategic investments as financial assets at fair value through other comprehensive income. The fair value of such investments amounted to \$2,394,529, \$1,740,553 and \$1,626,801 as at March 31, 2023, December 31, 2022, and March 31, 2022, respectively.
- B. No gain or loss on disposal was recognized as there was no stock sold in the first quarter of 2023 and 2022.
- C. Amounts recognised in profit or loss and other comprehensive income in relation to the financial assets at fair value through other comprehensive income are listed below:

	Three months ended March 31,	
	2023	2022
<u>Equity instruments at fair value through other comprehensive income</u>		
Fair value change recognised in other comprehensive income	\$ 639,635	\$ 33,959

- D. As at March 31, 2023, December 31, 2022, and March 31, 2022, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the financial assets at fair value through other comprehensive income held by the Group were \$2,394,529, \$1,740,553 and \$1,626,801, respectively.
- E. The Group has no financial assets at fair value through other comprehensive income pledged to others as collateral.

(4) Hedging financial assets and liabilities

- A. As at March 31, 2023, December 31, 2022, and March 31, 2022, there were no financial assets and liabilities used for hedging.
- B. Information on cash flow hedges and hedges of net investments in foreign operations recognised in profit or loss and other comprehensive income:

	Three months ended March 31,	
	2023	2022
<u>Other equity</u>		
At January 1	\$ 129,917	\$ 129,917
Add: Loss on hedge effectiveness-amount recognised in other comprehensive income	-	-
At March 31	<u>\$ 129,917</u>	<u>\$ 129,917</u>

(a) The purpose of hedge accounting is that the hedged highly probable forecast transactions denominated in foreign currency are expected to occur, which are recycled into profit or loss in the period or periods when the hedged item affects profit or loss.

(b) Hedges of net investments in foreign operations

In the first quarter of 2018, due to the reorganisation of the Group, the risk of USD exchange rate fluctuating by fair value initially designated as hedged items of hedges of net investments in foreign operations was no longer material. Consequently, the hedge relationship did not meet the conditions of hedge accounting. The effective portion of hedges of net investments in foreign operations was accumulated in other equity previously. Since the foreign operations was not disposed, it was not reclassified from equity to profit or loss.

(5) Notes and accounts receivable

	<u>March 31, 2023</u>	<u>December 31, 2022</u>	<u>March 31, 2022</u>
Notes receivable	\$ 2,510,127	\$ 3,123,642	\$ 2,998,591
Accounts receivable	\$ 74,263,307	\$ 84,577,637	\$ 68,422,633
Less: Allowance for uncollectible accounts	( 525,230)	( 503,568)	( 409,381)
	<u>\$ 73,738,077</u>	<u>\$ 84,074,069</u>	<u>\$ 68,013,252</u>
Overdue receivables (shown as other non-current assets)	\$ 282,216	\$ 293,877	\$ 323,415
Less: Allowance for uncollectible accounts	( 282,216)	( 293,877)	( 323,415)
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



A. The aging analysis of accounts receivable is as follows:

	March 31, 2023	December 31, 2022	March 31, 2022
Not past due	\$ 67,866,709	\$ 73,676,921	\$ 61,811,780
1 to 90 days	5,402,078	9,781,373	5,874,717
91 to 180 days	532,203	687,649	417,974
181 to 365 days	257,080	213,655	149,608
Over 366 days	205,237	218,039	168,554
	<u>\$ 74,263,307</u>	<u>\$ 84,577,637</u>	<u>\$ 68,422,633</u>

The above aging analysis was based on past due date.

B. As at March 31, 2023, December 31, 2022, and March 31, 2022, there was no notes receivable past due.

C. As at March 31, 2023, December 31, 2022, and March 31, 2022, accounts receivable and notes receivable were all from contracts with customers. As at January 1, 2022, the balance of receivables from contracts with customers amounted to \$70,857,010.

D. The Group has no notes receivable and accounts receivable pledged to others as collateral.

E. As at March 31, 2023, December 31, 2022, and March 31, 2022, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the Group's notes receivable were \$2,510,127, \$3,123,642 and \$2,998,591, and accounts receivable were \$73,738,077, \$84,074,069 and \$68,013,252, respectively.

F. Information relating to credit risk is provided in Note 12(2).

(6) Transfer of financial assets

The Group entered into a factoring agreement with financial institutions to sell its accounts receivable. Under the agreement, the Group is not required to bear the default risk of the accounts receivable and the percentage of advance payments is zero, but is liable for the losses incurred on any business dispute. As at March 31, 2023, December 31, 2022, and March 31, 2022, the relevant information on unsettled accounts receivable that were sold is set forth below:

March 31, 2023						
Purchaser of accounts receivable	Accounts receivable transferred	Amount derecognised	Facilities	Amount advanced	Amount available for advance	Interest rate of amount advanced
Taishin International Bank	\$ 12,323	\$ 12,323	\$ 304,500	\$ -	\$ -	-

December 31, 2022						
Purchaser of accounts receivable	Accounts receivable transferred	Amount derecognised	Facilities	Amount advanced	Amount available for advance	Interest rate of amount advanced
Taishin International Bank	\$ 13,254	\$ 13,254	\$ 307,100	\$ -	\$ -	-

March 31, 2022

Purchaser of accounts receivable	Accounts receivable transferred	Amount derecognised	Facilities	Amount advanced	Amount available for advance	Interest rate of amount advanced
Taishin International Bank	\$ 49,733	\$ 49,733	\$ 286,250	\$ -	\$ -	-

(7) Inventories

	March 31, 2023		
	Cost	Allowance for valuation loss	Book value
Raw materials	\$ 39,811,499	(\$ 8,472,622)	\$ 31,338,877
Work in process	7,931,732	( 2,327)	7,929,405
Finished goods	47,057,775	( 6,567,776)	40,489,999
Inventory in transit	770,793	-	770,793
	<u>\$ 95,571,799</u>	<u>(\$ 15,042,725)</u>	<u>\$ 80,529,074</u>
	December 31, 2022		
	Cost	Allowance for valuation loss	Book value
Raw materials	\$ 38,320,991	(\$ 7,474,693)	\$ 30,846,298
Work in process	8,284,302	( 14,298)	8,270,004
Finished goods	45,601,495	( 5,520,193)	40,081,302
Inventory in transit	646,760	-	646,760
	<u>\$ 92,853,548</u>	<u>(\$ 13,009,184)</u>	<u>\$ 79,844,364</u>
	March 31, 2022		
	Cost	Allowance for valuation loss	Book value
Raw materials	\$ 31,763,880	(\$ 4,955,050)	\$ 26,808,830
Work in process	7,105,774	( 11,259)	7,094,515
Finished goods	36,817,457	( 4,197,835)	32,619,622
Inventory in transit	665,282	-	665,282
	<u>\$ 76,352,393</u>	<u>(\$ 9,164,144)</u>	<u>\$ 67,188,249</u>

The cost of inventories recognised as expense or loss for the period:

	Three months ended March 31,	
	2023	2022
Cost of goods sold	\$ 63,273,892	\$ 57,683,002
Loss on market value decline and obsolete and slow-moving inventories	2,286,214	1,359,439
Others	( 189,424)	( 197,890)
	<u>\$ 65,370,682</u>	<u>\$ 58,844,551</u>

(8) Property, plant and equipment

	<u>Land</u>	<u>Buildings and structures</u>	<u>Machinery and equipment</u>	<u>Testing equipment</u>	<u>Others</u>	<u>Unfinished construction and equipment under acceptance</u>	<u>Total</u>
<u>At January 1, 2023</u>							
Cost	\$ 16,093,942	\$ 55,651,841	\$ 61,671,200	\$ 22,998,550	\$ 23,840,987	\$ 9,853,136	\$ 190,109,656
Accumulated depreciation and impairment	( 10,036)	( 25,212,383)	( 41,448,111)	( 17,897,282)	( 19,275,257)	-	( 103,843,069)
	<u>\$ 16,083,906</u>	<u>\$ 30,439,458</u>	<u>\$ 20,223,089</u>	<u>\$ 5,101,268</u>	<u>\$ 4,565,730</u>	<u>\$ 9,853,136</u>	<u>\$ 86,266,587</u>
<u>2023</u>							
Opening net book amount	\$ 16,083,906	\$ 30,439,458	\$ 20,223,089	\$ 5,101,268	\$ 4,565,730	\$ 9,853,136	\$ 86,266,587
Additions	37,925	122,458	2,092,974	851,001	530,878	2,552,564	6,187,800
Acquired through business combinations	-	-	253	432	4,484	-	5,169
Effect on decrease in business entities	-	-	-	-	( 547)	-	( 547)
Disposals	( 3,501)	( 10,177)	( 23,350)	( 2,452)	( 1,921)	-	( 41,401)
Transfers/Reclassification	-	1,367,212	781,507	( 7,976)	241,605	( 1,750,997)	631,351
Depreciation charge	-	( 567,344)	( 1,994,332)	( 672,407)	( 663,568)	-	( 3,897,651)
Net exchange differences	( 25,383)	( 18,829)	43,814	3,406	5,631	( 23,641)	( 15,002)
Closing net book amount	<u>\$ 16,092,947</u>	<u>\$ 31,332,778</u>	<u>\$ 21,123,955</u>	<u>\$ 5,273,272</u>	<u>\$ 4,682,292</u>	<u>\$ 10,631,062</u>	<u>\$ 89,136,306</u>
<u>At March 31, 2023</u>							
Cost	\$ 16,102,828	\$ 57,077,436	\$ 63,779,165	\$ 23,564,683	\$ 24,460,592	\$ 10,631,062	\$ 195,615,766
Accumulated depreciation and impairment	( 9,881)	( 25,744,658)	( 42,655,210)	( 18,291,411)	( 19,778,300)	-	( 106,479,460)
	<u>\$ 16,092,947</u>	<u>\$ 31,332,778</u>	<u>\$ 21,123,955</u>	<u>\$ 5,273,272</u>	<u>\$ 4,682,292</u>	<u>\$ 10,631,062</u>	<u>\$ 89,136,306</u>

	Land	Buildings and structures	Machinery and equipment	Testing equipment	Others	Unfinished construction and equipment under acceptance	Total
<u>At January 1, 2022</u>							
Cost	\$ 15,139,283	\$ 51,485,311	\$ 52,261,356	\$ 19,872,926	\$ 21,356,997	\$ 8,264,905	\$ 168,380,778
Accumulated depreciation and impairment	( 10,395)	( 23,378,205)	( 35,386,205)	( 15,840,483)	( 17,158,205)	-	( 91,773,493)
	<u>\$ 15,128,888</u>	<u>\$ 28,107,106</u>	<u>\$ 16,875,151</u>	<u>\$ 4,032,443</u>	<u>\$ 4,198,792</u>	<u>\$ 8,264,905</u>	<u>\$ 76,607,285</u>
<u>2022</u>							
Opening net book amount	\$ 15,128,888	\$ 28,107,106	\$ 16,875,151	\$ 4,032,443	\$ 4,198,792	\$ 8,264,905	\$ 76,607,285
Additions	-	205,767	1,221,802	656,472	494,529	1,554,389	4,132,959
Disposals	-	-	( 30,288)	( 5,033)	( 11,991)	-	( 47,312)
Transfers (Note)	98,395	192,919	1,104,403	120,900	129,119	( 1,325,185)	320,551
Depreciation charge	-	( 528,748)	( 1,680,436)	( 582,413)	( 602,247)	-	( 3,393,844)
Net exchange differences	129,891	508,858	524,089	65,957	113,795	181,388	1,523,978
Closing net book amount	<u>\$ 15,357,174</u>	<u>\$ 28,485,902</u>	<u>\$ 18,014,721</u>	<u>\$ 4,288,326</u>	<u>\$ 4,321,997</u>	<u>\$ 8,675,497</u>	<u>\$ 79,143,617</u>
<u>At March 31, 2022</u>							
Cost	\$ 15,367,336	\$ 52,945,347	\$ 55,702,985	\$ 21,007,840	\$ 22,333,891	\$ 8,675,497	\$ 176,032,896
Accumulated depreciation and impairment	( 10,162)	( 24,459,445)	( 37,688,264)	( 16,719,514)	( 18,011,894)	-	( 96,889,279)
	<u>\$ 15,357,174</u>	<u>\$ 28,485,902</u>	<u>\$ 18,014,721</u>	<u>\$ 4,288,326</u>	<u>\$ 4,321,997</u>	<u>\$ 8,675,497</u>	<u>\$ 79,143,617</u>

Note: On October 1, 2021, the Board of Directors resolved to dispose a number of battery cell assembly equipment and transferred the equipment amounting to \$320,551 to non-current assets held for sale at the lower of carrying amount and fair value less costs to sell. However, the equipment was transferred back from assets held for sale as the Company and the buyer both agreed to terminate the contract for the disposal of the equipment on March 31, 2022.

- A. The Group's property, plant and equipment are mainly owner-occupied.
- B. No interest expense was capitalised to property, plant and equipment.
- C. Information about the property, plant and equipment that were pledged to others as collateral is provided in Note 8.

(9) Leasing arrangements - lessee

A. The Group leases various assets including land, buildings and transportation equipment. Rental contracts are typically made for periods of 1 to 21 years. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. The lease agreements do not impose covenants, but leased assets may not be used as security for borrowing purposes.

B. The carrying amount of right-of-use assets and the depreciation charge are as follows:

	<u>March 31, 2023</u>	<u>December 31, 2022</u>	<u>March 31, 2022</u>
	<u>Book value</u>	<u>Book value</u>	<u>Book value</u>
Land	\$ 2,194,277	\$ 2,842,408	\$ 1,698,799
Buildings and structures	2,018,865	2,064,549	1,322,969
Transportation equipment	123,596	117,174	93,876
Other equipment	54,690	62,192	23,318
	<u>\$ 4,391,428</u>	<u>\$ 5,086,323</u>	<u>\$ 3,138,962</u>

  

	<u>Three months ended March 31,</u>	
	<u>2023</u>	<u>2022</u>
	<u>Depreciation charge</u>	<u>Depreciation charge</u>
Land	\$ 13,420	\$ 12,561
Buildings and structures	146,327	115,954
Transportation equipment	18,314	16,396
Other equipment	6,465	2,962
	<u>\$ 184,526</u>	<u>\$ 147,873</u>

C. For the three months ended March 31, 2023 and 2022, the additions to right-of-use assets (excluding those acquired through business combinations) were \$148,135 and \$140,388, respectively.

D. Information on profit or loss in relation to lease contracts is as follows:

	<u>Three months ended March 31,</u>	
	<u>2023</u>	<u>2022</u>
<u>Items affecting profit or loss</u>		
Interest expense on lease liabilities	<u>\$ 6,475</u>	<u>\$ 4,796</u>
Expense on short-term lease contracts	<u>\$ 196,646</u>	<u>\$ 156,783</u>

E. For the three months ended March 31, 2023 and 2022, the Group's total cash outflow for leases were \$399,445 and \$271,548, respectively.

F. Extension options

(a) Extension options are included in the Group's lease contracts pertaining to certain land. These terms and conditions are the lessor's general practice and for the Group to effectively utilise the assets.

(b) In determining the lease term, the Group takes into consideration all facts and circumstances that create an economic incentive to exercise an extension option. The assessment of lease period is reviewed if a significant event occurs which affects the assessment.

(10) Intangible assets

	<u>Trademarks</u>	<u>Patents</u>	<u>Goodwill</u>	<u>Customer Relationship</u>	<u>Technical Skill</u>	<u>Others</u>	<u>Total</u>
<u>At January 1, 2023</u>							
Cost	\$ 4,307,832	\$ 1,829,078	\$ 60,126,073	\$ 19,451,343	\$ 13,277,950	\$ 4,001,160	\$ 102,993,436
Accumulated amortisation and impairment	( 1,906,823)	( 1,710,031)	( 1,288,023)	( 11,932,672)	( 5,780,326)	( 3,205,707)	( 25,823,582)
	<u>\$ 2,401,009</u>	<u>\$ 119,047</u>	<u>\$ 58,838,050</u>	<u>\$ 7,518,671</u>	<u>\$ 7,497,624</u>	<u>\$ 795,453</u>	<u>\$ 77,169,854</u>
<u>2023</u>							
Opening net book amount	\$ 2,401,009	\$ 119,047	\$ 58,838,050	\$ 7,518,671	\$ 7,497,624	\$ 795,453	\$ 77,169,854
Additions - acquired separately	232	-	-	-	-	64,721	64,953
Additions - acquired through business combinations (Note)	455	-	749,158	-	782,631	1,281	1,533,525
Reclassifications (Note)	104,790	-	( 110,239)	-	5,449	-	-
Amortisation	( 64,710)	( 6,254)	-	( 378,213)	( 339,780)	( 194,751)	( 983,708)
Net exchange differences	( 9,512)	9,580	( 429,596)	( 58,906)	( 75,989)	9,054	( 555,369)
Closing net book amount	<u>\$ 2,432,264</u>	<u>\$ 122,373</u>	<u>\$ 59,047,373</u>	<u>\$ 7,081,552</u>	<u>\$ 7,869,935</u>	<u>\$ 675,758</u>	<u>\$ 77,229,255</u>
<u>At March 31, 2023</u>							
Cost	\$ 4,389,821	\$ 1,836,878	\$ 60,328,090	\$ 19,316,071	\$ 13,955,977	\$ 4,060,935	\$ 103,887,772
Accumulated amortisation and impairment	( 1,957,557)	( 1,714,505)	( 1,280,717)	( 12,234,519)	( 6,086,042)	( 3,385,177)	( 26,658,517)
	<u>\$ 2,432,264</u>	<u>\$ 122,373</u>	<u>\$ 59,047,373</u>	<u>\$ 7,081,552</u>	<u>\$ 7,869,935</u>	<u>\$ 675,758</u>	<u>\$ 77,229,255</u>

(Note) The additions - acquired through business combinations and reclassifications resulted from the reallocation of the purchase price relative to the acquisition of Atrust Computer and UI Acquisition Holding Co. (UI). The allocation of the acquisition price for UI was completed in the first quarter of 2023 and the amount of the allocation of the acquisition price decreased by \$33,473 as the equity was adjusted. The allocation of the acquisition price for Atrust Computer will be completed within one year.

	<u>Trademarks</u>	<u>Patents</u>	<u>Goodwill</u>	<u>Customer Relationship</u>	<u>Technical Skill</u>	<u>Others</u>	<u>Total</u>
<u>At January 1, 2022</u>							
Cost	\$ 4,072,330	\$ 1,590,408	\$ 54,420,933	\$ 18,089,972	\$ 11,152,791	\$ 5,241,533	\$ 94,567,967
Accumulated amortisation and impairment	( 1,397,642)	( 1,403,201)	( 785,167)	( 9,517,533)	( 4,128,341)	( 3,726,519)	( 20,958,403)
	<u>\$ 2,674,688</u>	<u>\$ 187,207</u>	<u>\$ 53,635,766</u>	<u>\$ 8,572,439</u>	<u>\$ 7,024,450</u>	<u>\$ 1,515,014</u>	<u>\$ 73,609,564</u>
<u>2022</u>							
Opening net book amount	\$ 2,674,688	\$ 187,207	\$ 53,635,766	\$ 8,572,439	\$ 7,024,450	\$ 1,515,014	\$ 73,609,564
Additions - acquired separately	147	5,428	-	-	-	327,131	332,706
Amortisation	( 59,489)	( 24,875)	-	( 362,221)	( 275,260)	( 231,858)	( 953,703)
Net exchange differences	<u>54,300</u>	<u>2,122</u>	<u>1,564,142</u>	<u>289,479</u>	<u>235,478</u>	<u>28,929</u>	<u>2,174,450</u>
Closing net book amount	<u>\$ 2,669,646</u>	<u>\$ 169,882</u>	<u>\$ 55,199,908</u>	<u>\$ 8,499,697</u>	<u>\$ 6,984,668</u>	<u>\$ 1,639,216</u>	<u>\$ 75,163,017</u>
<u>At March 31, 2022</u>							
Cost	\$ 4,176,002	\$ 1,598,246	\$ 56,012,191	\$ 18,629,027	\$ 11,440,122	\$ 5,641,778	\$ 97,497,366
Accumulated amortisation and impairment	( 1,506,356)	( 1,428,364)	( 812,283)	( 10,129,330)	( 4,455,454)	( 4,002,562)	( 22,334,349)
	<u>\$ 2,669,646</u>	<u>\$ 169,882</u>	<u>\$ 55,199,908</u>	<u>\$ 8,499,697</u>	<u>\$ 6,984,668</u>	<u>\$ 1,639,216</u>	<u>\$ 75,163,017</u>

A. Details of amortisation on intangible assets are as follows:

	Three months ended March 31,	
	2023	2022
Operating costs	\$ 17,875	\$ 16,306
Selling expenses	444,592	423,228
Administrative expenses	36,965	73,092
Research and development expenses	484,276	441,077
	<u>\$ 983,708</u>	<u>\$ 953,703</u>

B. The Group acquired registered or under-application trademark rights such as , , , , , 麗訊, , , , , , ,  and . Trademarks are assessed to have finite useful lives. The remaining trademarks which have indefinite useful lives shall not be amortised but are tested for impairment annually.

C. Goodwill and trademarks with indefinite useful lives are allocated as follows to the Group's cash-generating units identified according to operating segment:

	March 31, 2023	December 31, 2022	March 31, 2022
Goodwill:			
DET	\$ 36,205,336	\$ 36,514,479	\$ 34,035,394
Eltek	5,246,440	5,291,237	4,931,998
Cyntec	5,146,053	5,146,053	5,146,053
Vivotek	3,232,954	3,232,954	3,232,954
DCI	2,526,277	2,547,848	2,374,867
DGC	1,750,357	1,765,303	1,645,451
Amerlux	1,181,192	1,191,277	1,110,398
March	1,020,958	1,029,676	754,038
Atrust Computer	782,631	-	-
Trihedral	742,428	748,767	697,931
Others	1,212,747	1,370,456	1,270,824
	<u>\$ 59,047,373</u>	<u>\$ 58,838,050</u>	<u>\$ 55,199,908</u>
Trademarks:			
Automation business	\$ 798,386	\$ 691,811	\$ 868,714
Infrastructure business	386,823	386,823	386,823
	<u>\$ 1,185,209</u>	<u>\$ 1,078,634</u>	<u>\$ 1,255,537</u>

Acquisition prices in business combination are calculated based on the price of acquisition and direct costs related to the acquisition. The amount of goodwill recognised is the difference between the acquisition price and the net fair value of identifiable assets acquired. The amortisation duration of acquisition price shall not exceed one year after the acquisition.



(11) Other non-current assets

	<u>March 31, 2023</u>	<u>December 31, 2022</u>	<u>March 31, 2022</u>
Guarantee deposits paid	\$ 1,388,661	\$ 1,722,926	\$ 302,154
Prepayments for business facilities	1,318,277	1,090,269	1,282,794
Financial assets at amortised cost	150,544	143,498	144,929
Cash surrender value of life insurance	28,834	28,106	31,424
Prepayments for long-term investments	11,181	16,772	27,953
Others	587,551	597,411	533,742
	<u>\$ 3,485,048</u>	<u>\$ 3,598,982</u>	<u>\$ 2,322,996</u>

(12) Short-term borrowings

	<u>March 31, 2023</u>	<u>December 31, 2022</u>	<u>March 31, 2022</u>
Unsecured bank loans	\$ 1,387,775	\$ 2,076,762	\$ 3,503,632
Credit lines	\$ 78,587,649	\$ 76,659,861	\$ 70,605,496
Interest rate range	<u>0.48%~18.26%</u>	<u>0.48%~18.30%</u>	<u>0.40%~10.86%</u>

(13) Other payables

	<u>March 31, 2023</u>	<u>December 31, 2022</u>	<u>March 31, 2022</u>
Salary, bonus and compensation payable	\$ 22,872,327	\$ 24,175,196	\$ 19,588,675
Others	15,236,312	16,543,486	14,294,807
	<u>\$ 38,108,639</u>	<u>\$ 40,718,682</u>	<u>\$ 33,883,482</u>

(14) Bonds payable

	<u>March 31, 2023</u>	<u>December 31, 2022</u>	<u>March 31, 2022</u>
Domestic unsecured corporate bonds	\$ 16,600,000	\$ 11,600,000	\$ -

The Company issued the domestic unsecured ordinary corporate bonds for the three months ended March 31, 2023. The main conditions are as follows:

Issuance	Type of bonds	Issuance period	Total issuance amount	Coupon rate	Repayment term
First issuance in 2022	Tranche A	April 2022 - April 2027	\$ 5,900,000	0.85%	Principal is repayable at maturity and interest is repayable
First issuance in 2022	Tranche B	April 2022 - April 2029	700,000	0.90%	"
Second issuance in 2022		October 2022 - October 2025	5,000,000	1.45%	"
First issuance in 2023		January 2023 - January 2026	5,000,000	1.83%	"

(15) Long-term borrowings

Type of borrowings	March 31, 2023	December 31, 2022	March 31, 2022
Credit loans	\$ 27,414,657	\$ 32,503,019	\$ 41,880,469
Collateral loans	179,019	276,747	330,558
	<u>27,593,676</u>	<u>32,779,766</u>	<u>42,211,027</u>
Less: Current portion (shown as other current liabilities)	( <u>42,012</u> )	( <u>42,424</u> )	( <u>138,552</u> )
	<u>\$ 27,551,664</u>	<u>\$ 32,737,342</u>	<u>\$ 42,072,475</u>
Credit lines	<u>\$ 98,318,826</u>	<u>\$ 98,916,583</u>	<u>\$ 85,272,011</u>
Interest rate range	<u>0.43%~6.23%</u>	<u>0.43%~6.23%</u>	<u>0.43%~6.23%</u>

- A. As at March 31, 2023, the revolving loans of \$21,069,050 can be drawn down during the period from June 1, 2022 to February 1, 2025 and are payable before the due date under the agreement.
- B. Information in relation to the assets pledged to others as collateral for bank borrowings is provided in Note 8.

(16) Pensions

A. Defined benefit plan

(a) The Group has a defined benefit pension plan as follows:

- i. The Company and its domestic subsidiaries have a defined benefit pension plan in accordance with the Labor Standards Act, covering all regular employees' service years prior to the enforcement of the Labor Pension Act on July 1, 2005 and service years thereafter of employees who chose to continue to be subject to the pension mechanism under the Labor Standards Act. Under the defined benefit pension plan, two units are accrued for each year of service for the first 15 years and one unit for each additional year thereafter, subject to a maximum of 45 units. Pension benefits are based on the number of units accrued and the average monthly salaries and wages of the last 6 months prior to retirement. The Company and its domestic subsidiaries contribute monthly an amount equal to 2% of the employees' monthly salaries and wages to the retirement fund deposited

with Bank of Taiwan, the trustee, under the name of the independent retirement fund committee. Also, the Company and its domestic subsidiaries would assess the balance in the aforementioned labor pension reserve account by December 31, every year. If the account balance is not enough to pay the pension calculated by the aforementioned method to the employees expected to qualify for retirement in the following year, the Company and its domestic subsidiaries will make contribution for the deficit by next March.

ii. Certain subsidiaries located in Mainland China maintain defined benefit retirement (resignation) plans with relative contribution scheme. The employees and the subsidiaries contribute an amount relatively based on a certain percentage of the monthly basic salary depending on the employee's position. When an employee retires or resigns, the total contribution from the employee is reimbursed based on the accumulated contribution (without interest) less withdrawals made by the employee in advance during the service period. The employee is also entitled to receive benefits calculated based on the accumulated contribution (without interest) from the related subsidiary multiplied by the approved benefit percentage for the employee's service years less withdrawals made by the employee in advance during the service period. The scheme mentioned above ceased on August 1, 2004. The amount contributed before was archived, and the payment scheme was not changed.

iii. The subsidiaries in Thailand, Switzerland and Norway, etc. have an obligation to pay certain retirement benefits when employees retire based on labor regulations.

(b) For the aforementioned pension plan, the Group recognised pension costs of \$45,605 and \$37,434 for the three months ended March 31, 2023 and 2022, respectively.

(c) Expected contributions to the defined benefit pension plans of the Group within one year from March 31, 2023 are \$164,120.

#### B. Defined contribution plan

(a) Effective July 1, 2005, the Company and its domestic subsidiaries have established a defined contribution pension plan (the "New Plan") under the Labor Pension Act, covering all regular employees with R.O.C. nationality. Under the New Plan, the Company and its domestic subsidiaries contribute monthly an amount based on 6% of the employees' monthly salaries and wages to the employees' individual pension accounts at the Bureau of Labor Insurance. The benefits accrued are paid monthly or in lump sum upon termination of employment.

(b) Other overseas companies have defined contribution plans in accordance with the local regulations. Other than the periodic contribution, the overseas companies have no further obligations.

#### (17) Share capital

A. In accordance with the Company's Articles of Incorporation, the total authorised common stock is 4 billion shares (including 100 million shares for stock warrants conversion). As at March 31, 2023, the total issued and outstanding common stock was 2,597,543 thousand shares with par value of \$10 (in dollars) per share.

B. On December 20, 2004, the Board of Directors of the Company adopted a resolution that allowed certain stockholders to issue 16 million units of global depository receipts (GDRs), represented by 80 million shares of common stock (Deposited Shares), with one unit of GDR representing 5 shares of common stock. After obtaining approval from SFB, these GDRs were listed on the Securities Exchange of Luxembourg on March 29, 2005, with total proceeds of US\$134,666 thousand. The issuance of GDRs was represented by outstanding shares, therefore, there is no dilutive effect on the common shares' equity. The main terms and conditions of the GDRs are as follows:

(a) Voting rights

GDR holders may, pursuant to the Depositary Agreement and the relevant laws and regulations of the R.O.C., exercise the voting rights pertaining to the underlying common shares represented by the GDRs.

(b) Redemption of GDRs

For sales and redemption of the underlying common shares represented by the GDRs when the holders of the GDRs request the Depositary to redeem the GDRs in accordance with the relevant R.O.C. regulations and the provisions in the Depositary Agreement, the Depositary may (i) deliver the underlying common shares represented by the GDRs to the GDR holders, or (ii) sell the underlying common shares represented by the GDRs in the R.O.C. stock market on behalf of the GDR holder. The payment of proceeds from such sale shall be made subject to the relevant R.O.C. laws and regulations and the provisions in the Depositary Agreement.

(c) Distribution of dividends, preemptive rights and other rights

Distribution of dividends, preemptive rights and other rights and interests of GDR units bear the same rights as common shares.

(d) After considering the stock dividend distribution year by year, as at March 31, 2023, there were 562 thousand units outstanding, representing 2,811 thousand common shares of the Company's common stock.

(18) Capital surplus

Pursuant to the R.O.C. Company Law, capital surplus arising from paid-in capital in excess of par value on issuance of common stocks and donations can be used to cover accumulated deficit or to issue new stocks or cash to shareholders in proportion to their share ownership, provided that the Company has no accumulated deficit. Further, the R.O.C. Securities and Exchange Law requires that the amount of capital surplus to be capitalised mentioned above should not exceed 10% of the paid-in capital each year. Capital surplus should not be used to cover accumulated deficit unless the legal reserve is insufficient.

(19) Retained earnings

- A. Under the Company's Articles of Incorporation, the current year's earnings, if any, shall be distributed in the following order:
- (a) Payment of all taxes and dues.
  - (b) Offset against prior years' operating losses, if any.
  - (c) Set aside 10% of the remaining amount as legal reserve, unless the accumulated amount of the legal reserve has reached the total authorised capital of the Company.
  - (d) Setting aside or reversing a special reserve according to relevant regulations when necessary.
  - (e) The remainder along with beginning unappropriated earnings shall be stockholders' bonus. The appropriation of earnings shall be proposed by the Board of Directors and resolved by the shareholders. As the Company is in the growth stage, and taking into consideration the shareholders' benefits, financial health and business development, the amount of bonus distributed to shareholders shall not be less than 60% of the distributable earnings for the current period. Cash dividends shall be at least 15% of the bonus distributed to shareholders.
- B. Except for covering accumulated deficit or issuing new stocks or cash to shareholders in proportion to their share ownership, the legal reserve shall not be used for any other purpose. The use of legal reserve for the issuance of stocks or cash to shareholders in proportion to their share ownership is permitted, provided that the distribution of the reserve is limited to the portion in excess of 25% of the Company's paid-in capital.
- C. (a) In accordance with the regulations, the Company shall set aside special reserve from the debit balance on other equity items at the balance sheet date before distributing earnings. When debit balance on other equity items is reversed subsequently, the reversed amount could be included in the distributable earnings.
- (b) The amounts previously set aside by the Company as special reserve on initial application of IFRSs in accordance with Order No. Financial-Supervisory-Securities-Corporate-1010012865, dated April 6, 2012, shall be reversed proportionately when the relevant assets are used, disposed of or reclassified subsequently. Such amounts are reversed upon disposal or reclassified if the assets are investment property of land, and reversed over the use period if the assets are investment property other than land.

D. The appropriations of 2022 earnings had been proposed by the Board of Directors on February 22, 2023 and the appropriations of 2021 earnings had been approved by the shareholders during their meeting on June 14, 2022. Details are summarised below:

	Years ended December 31,			
	2022		2021	
	Amount	Dividends per share (in dollars)	Amount	Dividends per share (in dollars)
Legal reserve appropriated	\$ 3,288,320		\$ 2,688,553	
Special reserve (reversed) appropriated	( 13,198,044)		3,623,514	
Cash dividends (Note)	25,559,826	\$ 9.84	14,286,488	\$ 5.5

(Note) As at April 27, 2023, the above mentioned 2022 earnings appropriation have not yet been approved by the shareholders. These financial statements do not reflect the dividends payable. Information about the appropriations of earnings as resolved at the meeting of shareholders will be posted in the “Market Observation Post System” at the website of the Taiwan Stock Exchange.

(20) Operating revenue

	Three months ended March 31,	
	2023	2022
Revenue from contracts with customers	\$ 92,859,244	\$ 82,538,075

A. Disaggregation of revenue from contracts with customers

The Group derives revenue from the transfer of goods and services over time and at a point in time in the following major business:

	Three months ended March 31, 2023				
	Power electronics	Automation	Infrastructure	Others	Total
Revenue from external customer contracts	\$ 54,594,365	\$ 13,920,649	\$ 24,301,252	\$ 42,978	\$ 92,859,244
Timing of revenue recognition					
At a point in time	\$ 54,594,365	\$ 13,363,441	\$ 23,312,089	\$ 32,361	\$ 91,302,256
Over time	-	557,208	989,163	10,617	1,556,988
	\$ 54,594,365	\$ 13,920,649	\$ 24,301,252	\$ 42,978	\$ 92,859,244
	Three months ended March 31, 2022				
	Power electronics	Automation	Infrastructure	Others	Total
Revenue from external customer contracts	\$ 49,242,670	\$ 11,726,863	\$ 21,369,068	\$ 199,474	\$ 82,538,075
Timing of revenue recognition					
At a point in time	\$ 49,220,819	\$ 11,354,585	\$ 20,612,776	\$ 57,662	\$ 81,245,842
Over time	21,851	372,278	756,292	141,812	1,292,233
	\$ 49,242,670	\$ 11,726,863	\$ 21,369,068	\$ 199,474	\$ 82,538,075

## B. Contract assets and liabilities

The Group has recognised the revenue-related contract assets primarily from automation equipment contracts and resolution of communication equipment power resource system; contract liabilities primarily pertain to advance sales receipts, advance receipts for automation equipment contract and resolution of communication equipment power resource system, etc.

Revenue recognised that was included in the contract liability balance at the beginning of the period is as follows:

	Three months ended March 31,	
	2023	2022
Revenue recognised that was included in the contract liability balance at the beginning of the period		
Advance sales receipts, advance receipts for automation equipment contract and resolution of communication equipment power resource system, etc.	\$ 3,275,825	\$ 3,442,800

### (21) Interest income

	Three months ended March 31,	
	2023	2022
Interest income from bank deposits	\$ 370,078	\$ 89,680
Other interest income	1,570	1,536
	<u>\$ 371,648</u>	<u>\$ 91,216</u>

### (22) Other income

	Three months ended March 31,	
	2023	2022
Mold fee income	\$ 77,711	\$ 33,561
Sample sales income	67,994	70,311
Government grant income	54,171	100,996
Testing fee income	43,733	24,358
Rental income	32,106	25,177
Dividend income	600	21,408
Others	655,222	568,647
	<u>\$ 931,537</u>	<u>\$ 844,458</u>

(23) Other gains and losses

	Three months ended March 31,	
	2023	2022
Loss on disposal of property, plant and equipment	(\$ 29,131)	(\$ 19,677)
Gain on disposal of investments (Note)	72,732	-
Net currency exchange gain	887,162	205,099
(Loss) gain on financial assets/liabilities at fair value through profit or loss	( 361,590)	68,115
Miscellaneous disbursements	( 74,738)	( 46,122)
	<u>\$ 494,435</u>	<u>\$ 207,415</u>

Refer to Note 6(31).

(24) Finance costs

	Three months ended March 31,	
	2023	2022
Interest expense	<u>\$ 253,893</u>	<u>\$ 73,524</u>

(25) Expenses by nature

	Three months ended March 31,	
	2023	2022
Employee benefit expense	\$ 19,072,450	\$ 16,842,888
Depreciation charges on property, plant and equipment	3,897,651	3,393,844
Depreciation charges on right-of-use assets	184,526	147,873
Amortisation charges on intangible assets	983,708	953,703
	<u>\$ 24,138,335</u>	<u>\$ 21,338,308</u>

(26) Employee benefit expense

	Three months ended March 31,	
	2023	2022
Post-employment benefits		
Defined contribution plans	\$ 327,057	\$ 249,693
Defined benefit plans	45,605	37,434
	<u>372,662</u>	<u>287,127</u>
Other employee benefits	18,699,788	16,555,761
	<u>\$ 19,072,450</u>	<u>\$ 16,842,888</u>

A. According to the Articles of Incorporation of the Company, a ratio of profit of the current year distributable, after covering accumulated losses, shall be distributed as employees' compensation and directors' remuneration. The ratio shall not be lower than 3% for employees' compensation and shall not be higher than 1% for directors' remuneration.



B. For the three months ended March 31, 2023 and 2022, employees' compensation were accrued at \$787,436 and \$738,846, respectively; while directors' remuneration were accrued at \$17,800 and \$19,384, respectively. The aforementioned amounts were recognised in salary expenses.

For the three months ended March 31, 2023, the employees' compensation and directors' remuneration were estimated and accrued based on profit of current year distributable as prescribed by the Company's Articles of Incorporation.

The employees' compensation of \$3,103,244 and directors' remuneration of \$47,520 for 2022 were actual amounts resolved by the Board of Directors on February 22, 2023. The difference between the resolved amounts and the amounts recognised in the 2022 financial statements is accounted for as changes in estimates and recognised in profit or loss for 2023.

Information about employees' compensation and directors' remuneration of the Company as resolved by the Board of Directors will be posted in the "Market Observation Post System" at the website of the Taiwan Stock Exchange.

(27) Income tax

A. Income tax expense

(a) Components of income tax expense:

	Three months ended March 31,	
	2023	2022
Current tax:		
Current tax on profits for the period	\$ 1,722,683	\$ 1,732,203
Prior year income tax overestimation	( 25,402)	( 6,380)
Total current tax	1,697,281	1,725,823
Deferred tax:		
Origination and reversal of temporary differences	290,939	( 17,236)
	\$ 1,988,220	\$ 1,708,587

(b) The income tax (charge)/credit relating to components of other comprehensive income is as follows:

	Three months ended March 31,	
	2023	2022
Currency translation differences	(\$ 55,278)	\$ 415,852
Unrealised gains from financial assets measured at fair value through other comprehensive income	86,143	-
	\$ 30,865	\$ 415,852

B. The status of the Company and its domestic subsidiaries' assessed and approved income tax returns are as follows:

	<u>Latest year assessed by Tax Authority</u>
The Company, DECC, DelBio, Vivotek, Lidlight Inc., Realwin., Otus Imaging (Note 1), Aetek Inc. and Atrust Computer	2020
Cyntec and Power Forest Technology Corporation	2021
Delmind, Ancora and Delta Energy	Note 2

(Note 1): The Group had sold all shares of Otus Imaging on March 31, 2023.

(Note 2): Delmind, Ancora Semiconductors and Delta Energy are subsidiaries established after 2022 and their income tax returns had not exceed the time limit of the filing period.

(28) Earnings per share

	<u>Three months ended March 31, 2023</u>		
	<u>Amount after tax</u>	<u>Weighted average number of ordinary shares outstanding (shares in thousands)</u>	<u>Earnings per share (in dollars)</u>
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 6,907,725	2,597,543	\$ 2.66
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 6,907,725	2,597,543	
Assumed conversion of all dilutive potential ordinary shares:			
Employees' compensation	-	8,323	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ 6,907,725	2,605,866	\$ 2.65

Three months ended March 31, 2022

	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 6,058,622	2,597,543	\$ 2.33
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 6,058,622	2,597,543	
Assumed conversion of all dilutive potential ordinary shares:			
Employees' compensation	-	8,150	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ 6,058,622	2,605,693	\$ 2.33

(29) Share-based payment

A. For the three months ended March 31, 2023 and 2022, the Group's share-based payment arrangements were as follows:

Type of arrangement	Grant date	Quantity granted (shares in thousands)	Contract period	Vesting conditions
Power Forest - Employee stock options	2022.01.10~ 2023.01.01	3,158	7 years	Vested immediately
Ancora Semiconductors - Employee stock options	2022.11.11~ 2023.02.21	4,025	10 years	Note

Note: The option life is 10 years; accumulated ratios of initially granted stock options that are exercisable upon 18 months, 30 months and 3 years of continuous services from the grant date are 30%, 60% and 100%, respectively.

B. Details of the share-based payment arrangements are as follows:

Employee share options

	2023		2022	
	No. of options (shares in thousands)	Weighted-average exercise price (in dollars)	No. of options (shares in thousands)	Weighted-average exercise price (in dollars)
Options outstanding opening balance at January 1	5,761	\$10~\$22.50	-	\$ -
Options granted	728	10~22.50	2,436	22.50
Options expired	(91)	22.50	(90)	22.50
Options outstanding at March 31	<u>6,398</u>	<u>\$10~\$22.50</u>	<u>2,346</u>	<u>\$ 22.50</u>
Options exercisable at March 31	<u>2,373</u>	<u>\$ 22.50</u>	<u>2,346</u>	<u>\$ 22.50</u>

C. The expiry date and exercise price of stock options outstanding at balance sheet date are as follows:

Type of arrangement	Approved release date	Due date	March 31, 2023	
			No. of shares (shares in thousands)	Exercise price (in dollars)
Power Forest- Employee stock options	2022.01.10~ 2023.01.01	2025.01.09~ 2025.12.31	2,373	\$ 22.5
Ancora Semiconductors - Employee stock options	2022.11.11~ 2023.02.21	2032.11.10~ 2033.02.20	4,025	10

Type of arrangement	Approved release date	Due date	December 31, 2022	
			No. of shares (shares in thousands)	Exercise price (in dollars)
Power Forest- Employee stock options	2022.01.10~ 2022.10.25	2025.01.09~ 2025.10.24	2,261	\$ 22.5
Ancora Semiconductors - Employee stock options	2022.11.11	2032.11.10	3,500	10

Type of arrangement	Approved release date	Due date	March 31, 2022	
			No. of shares (shares in thousands)	Exercise price (in dollars)
Power Forest- Employee stock options	2022.01.10	2025.01.09	2,346	\$ 22.5

D. The fair value of stock options granted is measured using the Black-Scholes option-pricing model. Relevant information is as follows:

Type of arrangement	Grant date	Stock price (in dollars)	Exercise price (in dollars)	Expected price volatility	Expected option life (years)	Expected dividends	Risk-free interest rate	Fair value per unit (in dollars)
Power Forest- Employee stock options	2022.01.10~ 2022.10.25	\$ 44.17	\$ 22.50	55.89%	1.5	0%	0.42%	\$23.5559
Power Forest- Employee stock options	2023.01.01	27.46	22.50	51.88%	1.5	0%	1.10%	9.1849
Ancora Semiconductors - Employee stock options	2022.11.11~ 2023.02.21	30.00	10.00	64.69%	6.2	0%	1.49%	23.8408

Note: Expected price volatility rate was estimated by using the stock prices of the most recent period with length of this period approximate to the length of the stock options' expected life, and the standard deviation of return on the stock during this year.

E. Expenses incurred on share-based payment transactions are shown below:

	Three months ended March 31,	
	2023	2022
Equity-settled	\$ 11,077	\$ 55,262

(30) Business combinations

A. Business combinations of the Group for the year ended December 31, 2022 and 2021 are as follows:

- (a) On February 1, 2023, the Group acquired 55.02% of the share capital of Atrust Computer for \$950,259 and obtained control over Atrust. As a result of the acquisition, the Group is expected to strengthen networking solution capability. The allocation of the acquisition price of Atrust Computer will be completed within a year.
- (b) On July 18, 2022, the Group acquired 100% of the share capital of UI Acquisition Holding Co. (UI) for \$2,766,456 and obtained control over UI. In the fourth quarter of 2022, the acquisition price increased by \$30,890 in accordance with the price adjustment mechanism in the contract. As a result of the acquisition, the Group is expected to strengthen industrial automation. The allocation of the acquisition price of UI was completed in the first quarter of 2023, and the price decreased by \$33,473 as the equity was adjusted based on the audited financial statements.
- (c) On December 1, 2021, the Group acquired 100% of the share capital of March Networks Holdings Ltd. (March) for \$3,472,680 and obtained control over March. As a result of the acquisition, the Group is expected to improve the security and building automation. The allocation of the acquisition price of March was completed in the second quarter of 2022, and the contingent consideration decreased by \$10,556 based on the adjustment to the estimated purchase price.

B. The following table summarises the consideration paid for the abovementioned acquired subsidiaries and the fair values of the assets acquired, liabilities assumed and the non-controlling interest at the acquisition date:

	<u>Atrust Computer</u>	<u>UI (Note)</u>	<u>March (Note)</u>
Purchase consideration			
Cash	\$ 950,259	\$ 2,797,346	\$ 3,376,535
Contingent consideration	<u>-</u>	<u>-</u>	<u>85,589</u>
	950,259	2,797,346	3,462,124
Fair value of non-controlling interests	<u>776,856</u>	<u>-</u>	<u>-</u>
	<u>1,727,115</u>	<u>2,797,346</u>	<u>3,462,124</u>
Fair value of the identifiable assets acquired and liabilities assumed			
Cash and cash equivalents	103,586	171,888	510,591
Other current assets	467,759	2,960,518	1,218,552
Property, plant and equipment	5,169	143,360	44,809
Intangible assets	784,367	523,953	821,850
Deferred tax assets	64	265,321	403,881
Other non-current assets	19,762	54,254	242,838
Other current liabilities	( 429,023)	( 1,553,995)	( 475,624)
Other non-current liabilities	<u>( 7,200)</u>	<u>( 68,845)</u>	<u>( 236,879)</u>
Total identifiable net assets	<u>944,484</u>	<u>2,496,454</u>	<u>2,530,018</u>
Goodwill	<u>\$ 782,631</u>	<u>\$ 300,892</u>	<u>\$ 932,106</u>

Note: Represents the amount after the allocation of acquisition price.

C. The allocation of the acquisition price of UI was completed in the first quarter of 2023 and the fair values of the acquired identifiable intangible assets and goodwill were \$523,953 and \$300,892, respectively.

D. The operating revenue included in the consolidated statement of comprehensive income since February 1, 2023 contributed by Atrust Computer was \$165,240. Atrust Computer also contributed profit before income tax of \$10,824 over the same period. Had Atrust Computer been consolidated from January 1, 2023, the consolidated statement of comprehensive income for three months ended March 31, 2023 would show operating revenue of \$92,899,935 and profit before income tax of \$9,954,018.

(31) Supplemental cash flow information

The Group's subsidiary, Vivotek Inc., sold 100% of shares in the subsidiary – Otus Imaging, Inc. on March 31, 2023 and therefore lost control over the subsidiary. The details of the consideration received from the transaction and assets and liabilities relating to the subsidiary are as follows:

	<u>Otus Imaging, Inc.</u>
Purchase consideration	
Cash	\$ 115,535
Carrying amount of the assets and liabilities of Otus Imaging, Inc.	
Cash	26,529
Accounts receivable	565
Current income tax assets	2
Inventories	17,529
Prepayments	7
Other current assets	28
Property, plant and equipment	547
Other non-current assets	181
Contract liabilities - current	( 8)
Accounts payable	( 340)
Accounts payable - related parties	( 6)
Other payables	( 2,054)
Other current liabilities	( 177)
Total net assets	<u>\$ 42,803</u>

(32) Transactions with non-controlling interest - Acquisition of additional equity interest in a subsidiary

The Group did not acquire additional equity interest in a subsidiary from non-controlling interest in the first quarter of 2023. In the first quarter of 2022, the Group acquired additional equity interest of 0.65% in Vivotek for a total cash consideration of \$36,469. The effect of changes in interest attributable to owners of the parent for the first quarter of 2023 and 2022 is shown below:

	<u>Three months ended March 31,</u>	
	<u>2023</u>	<u>2022</u>
	<u>Vivotek</u>	<u>Vivotek</u>
Carrying amount of non-controlling interest acquired	\$ -	\$ 38,862
Consideration paid to non-controlling interest	-	( 36,469)
	<u>\$ -</u>	<u>\$ 2,393</u>
Difference between proceeds on actual acquisition of equity interest in a subsidiary and its carrying amount:		
Capital surplus	\$ -	\$ 2,393
Unappropriated retained earnings	<u>\$ -</u>	<u>\$ -</u>



(33) Changes in liabilities from financing activities

	Short-term borrowings	Bonds payable	Long-term borrowings (including current portion)	Liabilities from financing activities-gross
At January 1, 2023	\$ 2,076,762	\$ 11,600,000	\$ 32,779,766	\$ 46,456,528
Changes in cash flow from financing activities	( 866,008)	5,000,000	( 5,198,467)	( 1,064,475)
Effect of business combination	177,021	-	12,377	189,398
At March 31, 2023	<u>\$ 1,387,775</u>	<u>\$ 16,600,000</u>	<u>\$ 27,593,676</u>	<u>\$ 45,581,451</u>

	Short-term borrowings	Bonds payable	Long-term borrowings (including current portion)	Liabilities from financing activities-gross
At January 1, 2022	\$ 4,397,362	\$ -	\$ 43,958,912	\$ 48,356,274
Changes in cash flow from financing activities	( 893,730)	-	( 1,747,885)	( 2,641,615)
At March 31, 2022	<u>\$ 3,503,632</u>	<u>\$ -</u>	<u>\$ 42,211,027</u>	<u>\$ 45,714,659</u>

7. RELATED PARTY TRANSACTIONS

(1) Names and relationship of related parties

Names of related parties	Relationship with the Group
Compower AS	Associate
Fujian Kaixin Construciton Engineering Co., Ltd.	"
Delta Networks (Xiamen) Ltd.	"
Digital Projection Asia Pte Ltd.	"
Otus Imaging, Inc.	Substantive related party (Note)

Note: The entity was a subsidiary of the Group by March 31, 2023. On March 31, 2023, the Group had sold all its holding shares. However, as the structure of directors has not been changed, the entity was still a substantive related party of the Group as of March 31, 2023.

(2) Significant transactions and balances with related parties

A. Operating revenue

	<u>Three months ended March 31,</u>	
	<u>2023</u>	<u>2022</u>
Sales of goods:		
Associates	\$ 23,784	\$ 7,153
Sales of services:		
Associates	-	3
	<u>\$ 23,784</u>	<u>\$ 7,156</u>

The Group sells commodities to related parties based on mutually agreed selling prices and terms as there is no similar transaction to be compared with. Sales of services to related parties arise mainly from sales and services of construction system.

B. Purchases of goods

	<u>Three months ended March 31,</u>	
	<u>2023</u>	<u>2022</u>
Purchases of goods:		
Associates	\$ 43,908	\$ 17,030

The purchase terms, including prices and payments, are based on mutual agreement and have no similar transaction to be compared with.

C. Period-end balances arising from sales of goods and services

	<u>March 31, 2023</u>	<u>December 31, 2022</u>	<u>March 31, 2022</u>
Receivables from related parties:			
Associates	\$ 27,641	\$ 29,551	\$ 20,732
Substantial related party	22	-	-
	<u>\$ 27,663</u>	<u>\$ 29,551</u>	<u>\$ 20,732</u>

The receivables from related parties arise mainly from sales transactions. The receivables are due 75 days after the date of sale. The receivables are unsecured in nature and bear no interest.

D. Period-end balances arising from purchases of goods

	<u>March 31, 2023</u>	<u>December 31, 2022</u>	<u>March 31, 2022</u>
Payables to related parties:			
Associates	\$ 30,703	\$ 28,525	\$ 16,512

The payables to related parties arise mainly from purchase transactions and are due 70 days after the date of purchase. The payables bear no interest.

E. Period-end balances arising from other transactions

	<u>March 31, 2023</u>	<u>December 31, 2022</u>	<u>March 31, 2022</u>
Other receivables-related parties			
Associates	\$ 965	\$ 2,000	\$ 284
Substantial related party	75	-	-
	<u>\$ 1,040</u>	<u>\$ 2,000</u>	<u>\$ 284</u>
	<u>March 31, 2023</u>	<u>December 31, 2022</u>	<u>March 31, 2022</u>
Other payables-related parties			
Associates	\$ -	\$ 867	\$ -

(3) Key management compensation

	<u>Three months ended March 31,</u>	
	<u>2023</u>	<u>2022</u>
Short-term employee benefits	\$ 74,805	\$ 55,602
Post-employment benefits	187	129
	<u>\$ 74,992</u>	<u>\$ 55,731</u>

8. PLEGGED ASSETS

The Group's assets pledged as collateral are as follows:

<u>Pledged assets</u>	<u>Book Value</u>			<u>Pledge purpose</u>
	<u>March 31, 2023</u>	<u>December 31, 2022</u>	<u>March 31, 2022</u>	
Demand deposits and time deposits (shown as current financial assets at amortised cost)	\$ 252,083	\$ 265,382	\$ 334,253	Performance bonds, custom guarantee, court attachments and other guarantee deposits
Demand deposits and time deposits (shown as other non-current assets)	150,544	143,498	144,929	Performance bonds and custom guarantee
Property, plant and equipment	555,580	477,276	558,290	Long-term borrowings and credit line of long-term borrowings
	<u>\$ 958,207</u>	<u>\$ 886,156</u>	<u>\$ 1,037,472</u>	

9. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNISED CONTRACT COMMITMENTS

(1) Contingencies

None.

(2) Commitments

Capital expenditures contracted for at the balance sheet date but not yet incurred are as follows:

	<u>March 31, 2023</u>	<u>December 31, 2022</u>	<u>March 31, 2022</u>
Property, plant and equipment	\$ 8,911,268	\$ 9,507,364	\$ 6,088,302
Costs of computer software	\$ 525,593	\$ 558,781	\$ 63,083

## 10. SIGNIFICANT CASUALTY LOSS

None.

## 11. SIGNIFICANT EVENTS AFTER THE BALANCE SHEET DATE

On April 27, 2023, the Company issued the 2023 second unsecured ordinary corporate bonds in the amount of \$6,500,000.

## 12. OTHERS

### (1) Capital risk management

The Group's objectives when managing capital are to maintain an integrity credit rating and good capital structure to support operations and maximize stockholders' equity.

### (2) Financial instruments

#### A. Financial instruments by category:

Please refer to the consolidated balance sheets and Note 6 for related amounts and information of the Group's financial assets (financial assets at fair value through profit or loss, financial assets at fair value through other comprehensive income, financial assets at amortised cost, cash and cash equivalents, notes receivable, accounts receivable (including related parties), other receivables (including related parties) and guarantee deposits paid) and financial liabilities (financial liabilities at fair value through profit or loss, short-term borrowings, notes payable, accounts payable (including related parties), other payables, bonds payable, guarantee deposits received, lease liabilities and long-term borrowings).

#### B. Financial risk management policies

The Group's activities expose it to a variety of financial risks: market risk (including foreign exchange risk, interest rate risk and price risk), credit risk and liquidity risk. The Group's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Group's financial position and financial performance. The Group uses derivative financial instruments to hedge certain risk exposures (see Note 6(2)).

#### C. Significant financial risks and degrees of financial risks

##### (a) Market risk

##### Foreign exchange risk

- i. The Group operates internationally and is exposed to foreign exchange risk arising from various currency exposures, primarily with respect to the USD, RMB, EUR and THB. Foreign exchange risk arises from future commercial transactions, recognised assets and liabilities and net investments in foreign operations.
- ii. Management has set up a policy to require group companies to manage their foreign exchange risk against their functional currency. To manage their foreign exchange risk arising from future commercial transactions and recognised assets and liabilities, entities in the Group use forward foreign exchange contracts, foreign exchange swap contracts and options, transacted with Group treasury.

- iii. The Group adopts the derivative financial instruments like forward exchange contracts / forward exchange transactions, etc. to hedge the fair value risk and cash flow risk due to foreign exchange rate fluctuations. The Group monitors at any time and pre-sets a “stop loss” amount to limit its foreign exchange risk.
- iv. The Group’s businesses involve some non-functional currency operations (the Company’s and certain subsidiaries’ functional currency: NTD; other certain subsidiaries’ functional currency: USD, RMB and THB). The information on assets and liabilities denominated in foreign currencies whose values would be materially affected by the exchange rate fluctuations is as follows:

	March 31, 2023		
(Foreign currency: functional currency)	Foreign currency amount (in thousands)	Exchange rate	Book value (NTD)
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:NTD	\$ 609,015	30.4500	\$ 18,544,492
USD:THB (Note)	455,008	33.9351	13,855,007
USD:RMB (Note)	319,645	6.8757	9,733,186
RMB:USD (Note)	1,491,154	0.1454	6,603,829
EUR:USD (Note)	110,355	1.0887	3,658,252
<u>Non-monetary items</u>			
USD:NTD	\$ 7,297,987	30.4500	\$ 222,223,694
THB:USD (Note)	64,111,597	0.0295	57,527,336
RMB:USD (Note)	9,676,207	0.1454	42,852,726
USD:THB (Note)	553,943	33.9351	16,867,563
NOK:USD (Note)	3,904,438	0.0958	11,389,676
THB:NTD	5,573,713	0.8973	5,001,293
EUR:USD (Note)	50,743	1.0887	1,682,115
CAD:USD (Note)	55,093	0.7379	1,237,944
CHF:USD (Note)	31,557	1.0928	1,050,063
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	\$ 576,475	30.4500	\$ 17,553,679
USD:THB (Note)	476,099	33.9351	14,497,225
RMB:USD (Note)	1,760,201	0.1454	7,795,347
USD:RMB (Note)	239,259	6.8757	7,285,444
EUR:USD (Note)	69,820	1.0887	2,314,521
SGD:USD (Note)	93,962	0.7524	2,152,677

Note: Certain consolidated entities’ functional currency is not NTD. Therefore, the Group shall consider these items when disclosing the above information.

December 31, 2022

	Foreign currency amount (in thousands)	Exchange rate	Book value (NTD)
(Foreign currency: functional currency)			
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:NTD	\$ 672,093	30.7100	\$ 20,639,966
USD:THB (Note)	453,354	34.3474	13,922,487
USD:RMB (Note)	355,454	6.9566	10,915,995
RMB:USD (Note)	1,398,952	0.1437	6,175,688
EUR:USD (Note)	100,072	1.0655	3,274,367
<u>Non-monetary items</u>			
USD:NTD	\$ 6,510,039	30.7100	\$ 199,923,287
THB:USD (Note)	62,766,372	0.0291	56,119,413
RMB:USD (Note)	9,430,018	0.1437	41,628,907
USD:THB (Note)	477,835	34.3474	14,674,323
NOK:USD (Note)	3,799,429	0.1013	11,819,719
THB:NTD	5,702,778	0.8941	5,098,854
EUR:USD (Note)	50,706	1.0655	1,659,113
CAD:USD (Note)	53,790	0.7382	1,219,426
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	\$ 637,367	30.7100	\$ 19,573,533
USD:THB (Note)	427,396	34.3474	13,125,318
RMB:USD (Note)	2,060,113	0.1437	9,094,391
USD:RMB (Note)	276,013	6.9566	8,476,363
EUR:USD (Note)	66,637	1.0655	2,180,358
SGD:USD (Note)	92,025	0.7450	2,105,524

Note: Certain consolidated entities' functional currency is not NTD. Therefore, the Group shall consider these items when disclosing the above information.

March 31, 2022

	Foreign currency amount (in thousands)	Exchange rate	Book value (NTD)
(Foreign currency: functional currency)			
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:THB (Note)	\$ 668,719	33.0887	\$ 19,142,081
USD:RMB (Note)	514,413	6.3425	14,725,077
USD:NTD	480,929	28.6250	13,766,582
RMB:USD (Note)	989,571	0.1577	4,466,132
EUR:USD (Note)	108,202	1.1151	3,453,812
<u>Non-monetary items</u>			
USD:NTD	\$ 6,182,146	28.6250	\$ 176,963,941
THB:USD (Note)	56,397,126	0.0302	48,789,154
RMB:USD (Note)	10,009,239	0.1577	45,173,697
USD:THB (Note)	510,929	33.0887	14,625,347
NOK:USD (Note)	3,580,761	0.1148	11,772,039
THB:NTD	5,391,520	0.8651	4,664,204
EUR:USD (Note)	47,834	1.1151	1,526,874
CAD:USD (Note)	47,978	0.7933	1,097,736
CHF:USD (Note)	33,213	1.0807	1,027,446
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	\$ 575,797	28.6250	\$ 16,482,184
USD:THB (Note)	400,382	33.0887	11,460,929
USD:RMB (Note)	313,718	6.3425	8,980,182
RMB:USD (Note)	1,820,193	0.1577	8,214,894
EUR:USD (Note)	47,163	1.1151	1,505,444
SGD:USD (Note)	50,968	0.7392	1,078,482

Note: Certain consolidated entities' functional currency is not NTD. Therefore, the Group shall consider these items when disclosing the above information.

- v. Total exchange gain, including realised and unrealised, arising from significant foreign exchange variation on the monetary items held by the Group for the three months ended March 31, 2023 and 2022 amounted to \$887,162 and \$205,099, respectively.

vi. Analysis of foreign currency market risk arising from significant foreign exchange variation:

Three months ended March 31, 2023			
Sensitivity analysis			
(Foreign currency: functional currency)	Degree of variation	Effect on profit or loss	Effect on other comprehensive income
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:NTD	1%	\$ 185,445	\$ -
USD:THB (Note)	1%	138,550	-
USD:RMB (Note)	1%	97,332	-
RMB:USD (Note)	1%	66,038	-
EUR:USD (Note)	1%	36,583	-
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	1%	\$ 175,537	\$ -
USD:THB (Note)	1%	144,972	-
RMB:USD (Note)	1%	77,953	-
USD:RMB (Note)	1%	72,854	-
EUR:USD (Note)	1%	23,145	-
SGD:USD (Note)	1%	21,527	-

Note: Certain consolidated entities' functional currency is not NTD. Therefore, the Group shall consider these items when disclosing the above information.



Three months ended March 31, 2022			
Sensitivity analysis			
(Foreign currency: functional currency)	Degree of variation	Effect on profit or loss	Effect on other comprehensive income
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:THB (Note)	1%	\$ 191,421	\$ -
USD:RMB (Note)	1%	147,251	-
USD:NTD	1%	137,666	-
RMB:USD (Note)	1%	44,661	-
EUR:USD (Note)	1%	34,538	-
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	1%	\$ 164,822	\$ -
USD:THB (Note)	1%	114,609	-
USD:RMB (Note)	1%	89,802	-
RMB:USD (Note)	1%	82,149	-
EUR:USD (Note)	1%	15,054	-
SGD:USD (Note)	1%	10,785	-

Note: Certain consolidated entities' functional currency is not NTD. Therefore, the Group shall consider these items when disclosing the above information.

#### Price risk

- i. The Group's equity securities, which are exposed to price risk, are the held financial assets at fair value through profit or loss and financial assets at fair value through other comprehensive income. To manage its price risk arising from investments in equity securities, the Group diversifies its portfolio.
- ii. The Group's investments in equity securities comprise shares issued by the domestic and foreign companies. The prices of equity securities would change due to the change of the future value of investee companies. If the prices of these equity securities had increased/decreased by 1% with all other variables held constant, post-tax profit for the three months ended March 31, 2023 and 2022 would have increased/decreased by \$18,295 and \$21,762, respectively, as a result of gain/loss on equity securities classified as at fair value through profit or loss. Other components of equity would have increased/decreased by \$15,962 and \$13,599, respectively, as a result of other comprehensive income classified equity investment at fair value through other comprehensive income.

#### Cash flow and fair value interest rate risk

- i. The Group's main interest rate risk arises from long-term borrowings and bonds payable. Borrowings issued at variable rates expose the Group to cash flow interest rate risk which is partially offset by cash and cash equivalents held at variable rates. Borrowings and bonds payable issued at fixed rates expose the Group to fair value interest rate risk. The

Group's borrowings mainly bear variable interest rate; while bonds payable bear fixed interest rate. During the three months ended March 31, 2023 and 2022, the Group's borrowings at variable rate were denominated in NTD, USD and JPY, and the Group's bonds payable at fixed rates were denominated in NTD.

- ii. As at March 31, 2023 and 2022, if the interest rate increases by 0.25%, with all other variables held constant, profit, net of tax for the three months ended March 31, 2023 and 2022 would have decreased by \$13,789 and \$21,100, respectively. The main factor is that changes in interest expense result from floating rate borrowings.

(b) Credit risk

- i. Credit risk refers to the risk of financial loss to the Group arising from default by the clients or counterparties of financial instruments on the contract obligations. The main factor is that counterparties could not repay in full the accounts receivable based on the agreed terms, and the contract cash flows of financial instruments which were settled in accordance with trading conditions.
- ii. According to the Group's credit policy, each local entity in the Group is responsible for managing and analysing the credit risk for each of their new clients before standard payment and delivery terms and conditions are offered. Internal risk control assesses the credit quality of the customers, taking into account their financial position, past experience and other factors.
- iii. Individual risk limits are set based on internal or external ratings in accordance with limits set by the credit controller. The utilisation of credit limits is regularly monitored.
- iv. For banks and financial institutions, only well rated parties are accepted.
- v. The Group adopts the assumption under IFRS 9, that is, if the contract payments are past due over 180 days based on the terms, there has been a significant increase in credit risk on that instrument since initial recognition.
- vi. The Group adopts the assumption under IFRS 9, that is, the default occurs when the contract payments are not expected to be recovered and are transferred to overdue receivables.
- vii. The Group classifies customer's accounts receivable and contract assets in accordance with customer types. The Group applies the simplified approach using the provision matrix based on the loss rate methodology to estimate expected credit loss.

viii. The Group uses the forecastability to adjust historical and timely information to assess the default possibility of accounts receivable and contract assets. There were no contract assets past due as at March 31, 2023, December 31, 2022, and March 31, 2022. On March 31, 2023, December 31, 2022, and March 31, 2022, the provision matrix of accounts receivable is as follows:

	<u>Not past due</u>	<u>1-90 days past due</u>	<u>91-180 days past due</u>
<u>At March 31, 2023</u>			
Expected loss rate	0.00%	2.33%	22.15%
Total book value	\$ 67,866,709	\$ 5,402,078	\$ 532,203
Loss allowance	\$ 378	\$ 126,076	\$ 117,890
	<u>181-365 days past due</u>	<u>Over 366 days past due</u>	<u>Total</u>
Expected loss rate	32.34%	96.36%	
Total book value	\$ 257,080	\$ 205,237	\$ 74,263,307
Loss allowance	\$ 83,129	\$ 197,757	\$ 525,230
	<u>Not past due</u>	<u>1-90 days past due</u>	<u>91-180 days past due</u>
<u>At December 31, 2022</u>			
Expected loss rate	0.00%	1.09%	13.83%
Total book value	\$ 73,676,921	\$ 9,781,373	\$ 687,649
Loss allowance	\$ 478	\$ 106,371	\$ 95,104
	<u>181-365 days past due</u>	<u>Over 366 days past due</u>	<u>Total</u>
Expected loss rate	40.35%	98.79%	
Total book value	\$ 213,655	\$ 218,039	\$ 84,577,637
Loss allowance	\$ 86,204	\$ 215,411	\$ 503,568
	<u>Not past due</u>	<u>1-90 days past due</u>	<u>91-180 days past due</u>
<u>At March 31, 2022</u>			
Expected loss rate	0.00%	1.53%	23.75%
Total book value	\$ 61,811,780	\$ 5,874,717	\$ 417,974
Loss allowance	\$ 591	\$ 90,038	\$ 99,263
	<u>181-365 days past due</u>	<u>Over 366 days past due</u>	<u>Total</u>
Expected loss rate	40.04%	94.68%	
Total book value	\$ 149,608	\$ 168,554	\$ 68,422,633
Loss allowance	\$ 59,902	\$ 159,587	\$ 409,381

- ix. Movements in relation to the Group applying the simplified approach to provide loss allowance for notes receivable, accounts receivable, contract assets and overdue receivables are as follows:

	2023				
	Notes receivable	Accounts receivable	Contract assets	Overdue receivables	Total
At January 1	\$ -	\$ 503,568	\$ -	\$ 293,877	\$ 797,445
Provision for (reversal of) impairment loss	-	20,620	-	( 4,657)	15,963
Write-offs during the period	-	( 170)	-	( 7,493)	( 7,663)
Effect of foreign exchange	-	1,212	-	489	1,701
At March 31	\$ -	\$ 525,230	\$ -	\$ 282,216	\$ 807,446

  

	2022				
	Notes receivable	Accounts receivable	Contract assets	Overdue receivables	Total
At January 1	\$ -	\$ 350,544	\$ -	\$ 313,298	\$ 663,842
Provision for impairment loss	-	43,076	-	8,645	51,721
Write-offs during the period	-	( 31)	-	( 12,221)	( 12,252)
Effect of foreign exchange	-	15,792	-	13,693	29,485
At March 31	\$ -	\$ 409,381	\$ -	\$ 323,415	\$ 732,796

For provisioned loss for the three months ended March 31, 2023 and 2022, the provision for impairment loss arising from customers' contracts amounted to \$15,963 and \$51,721, respectively.

(c) Liquidity risk

- i. Cash flow forecasting is performed in the operating entities of the Group and aggregated by Group treasury. Group treasury monitors rolling forecasts of the Group's liquidity requirements to ensure it has sufficient cash to meet operational needs.
- ii. The table below analyses the Group's non-derivative financial liabilities and net-settled or gross-settled derivative financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date for non-derivative financial liabilities and to the expected maturity date for derivative financial liabilities:

Non-derivative financial liabilities:

March 31, 2023	Less than 1 year	Between 1 and 2 years	Between 2 and 5 years	Over 5 years
Short-term borrowings	\$ 1,408,939	\$ -	\$ -	\$ -
Notes and accounts payable (including related parties)	56,230,217	-	-	-
Other payables	38,108,639	-	-	-
Lease liabilities (including current portion)	653,241	529,878	871,853	982,204
Bonds payable	220,450	220,450	16,129,451	706,438
Long-term borrowings (including current portion)	176,694	25,406,032	1,932,997	288,585

Non-derivative financial liabilities:

<u>December 31, 2022</u>	<u>Less than 1 year</u>	<u>Between 1 and 2 years</u>	<u>Between 2 and 5 years</u>	<u>Over 5 years</u>
Short-term borrowings	\$ 2,122,489	\$ -	\$ -	\$ -
Notes and accounts payable (including related parties)	62,715,670	-	-	-
Other payables	40,718,682	-	-	-
Lease liabilities (including current portion)	648,343	509,150	901,995	1,028,183
Bonds payable	128,950	128,950	11,087,747	707,992
Long-term borrowings (including current portion)	198,295	30,489,081	2,029,164	300,581

Non-derivative financial liabilities:

<u>March 31, 2022</u>	<u>Less than 1 year</u>	<u>Between 1 and 2 years</u>	<u>Between 2 and 5 years</u>	<u>Over 5 years</u>
Short-term borrowings	\$ 3,509,710	\$ -	\$ -	\$ -
Notes and accounts payable (including related parties)	51,435,010	-	-	-
Other payables	33,883,482	-	-	-
Lease liabilities (including current portion)	470,569	336,746	498,735	633,583
Long-term borrowings (including current portion)	254,285	34,696,026	6,082,121	372,510

Derivative financial liabilities:

As at March 31, 2023, December 31, 2022, and March 31, 2022, the Group's derivative financial liabilities are due within 1 year.

- iii. The Group does not expect the timing of occurrence of the cash flows estimated through the maturity date analysis to be significantly earlier, nor expect the actual cash flow amount to be significantly different.

(3) Fair value information

- A. The different levels that the inputs to valuation techniques are used to measure fair value of financial and non-financial instruments have been defined as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date. A market is regarded as active where a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

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.

- B. The carrying amounts of financial instruments not measured at fair value including cash and cash equivalents, notes receivable, accounts receivable, other receivables, short-term borrowings, notes payable, accounts payable, other payables, bonds payable and long-term borrowings (including current portion) are approximate to their fair values.
- C. The related information on financial and non-financial instruments measured at fair value by level on the basis of the nature, characteristics and risks of the assets and liabilities is as follows:

<u>March 31, 2023</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss				
Equity instruments	\$1,829,517	\$ -	\$1,085,877	\$2,915,394
Hybrid instruments	53,253	900,000	204,249	1,157,502
Derivative instruments	-	125,555	-	125,555
Financial assets at fair value through other comprehensive income				
Equity instruments	<u>1,477,424</u>	<u>-</u>	<u>917,105</u>	<u>2,394,529</u>
	<u>\$3,360,194</u>	<u>\$1,025,555</u>	<u>\$2,207,231</u>	<u>\$6,592,980</u>
Liabilities				
<u>Recurring fair value measurements</u>				
Financial liabilities at fair value through profit or loss				
Derivative instruments	<u>\$ -</u>	<u>\$ 192,676</u>	<u>\$ -</u>	<u>\$ 192,676</u>
<u>December 31, 2022</u>				
<u>Level 1</u>				
<u>Level 2</u>				
<u>Level 3</u>				
<u>Total</u>				
Assets				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss				
Equity instruments	\$1,701,096	\$ -	\$1,073,118	\$2,774,214
Hybrid instruments	46,929	900,000	204,249	1,151,178
Derivative instruments	-	605,847	-	605,847
Financial assets at fair value through other comprehensive income				
Equity instruments	<u>1,268,503</u>	<u>-</u>	<u>472,050</u>	<u>1,740,553</u>
	<u>\$3,016,528</u>	<u>\$1,505,847</u>	<u>\$1,749,417</u>	<u>\$6,271,792</u>
Liabilities				
<u>Recurring fair value measurements</u>				
Financial liabilities at fair value through profit or loss				
Derivative instruments	<u>\$ -</u>	<u>\$ 74,232</u>	<u>\$ -</u>	<u>\$ 74,232</u>

<u>March 31, 2022</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss				
Equity instruments	\$2,176,207	\$ -	\$ 944,365	\$3,120,572
Convertible preferred stocks	-	-	197,148	197,148
Hybrid instruments	32,676	900,000	-	932,676
Derivative instruments	-	232,389	-	232,389
Financial assets at fair value through other comprehensive income				
Equity instruments	<u>1,094,488</u>	<u>-</u>	<u>532,313</u>	<u>1,626,801</u>
	<u>\$3,303,371</u>	<u>\$1,132,389</u>	<u>\$1,673,826</u>	<u>\$6,109,586</u>
Liabilities				
<u>Recurring fair value measurements</u>				
Financial liabilities at fair value through profit or loss				
Derivative instruments	<u>\$ -</u>	<u>\$ 56,377</u>	<u>\$ -</u>	<u>\$ 56,377</u>

D. The methods and assumptions that the Group used to measure fair value are as follows:

- (a) The instruments that the Group used market quoted prices as their fair values (that is, Level 1) are listed below by characteristics:

	<u>Listed shares</u>	<u>Convertible (exchangeable) bond</u>
Market quoted price	Closing price	Closing price

- (b) Except for financial instruments with active markets, the fair value of other financial instruments is measured by using valuation techniques that are approved for financial management.
- (c) When assessing non-standard and low-complexity financial instruments, the Group adopts valuation technique that is widely used by market participants. The inputs used in the valuation method to measure these financial instruments are normally observable in the market.
- (d) The valuation of derivative financial instruments is based on valuation model widely accepted by market participants, such as present value techniques and option pricing models. Forward exchange contracts are usually valued based on the current forward exchange rate.
- (e) The output of valuation model is an estimated value and the valuation technique may not be able to capture all relevant factors of the Group's financial and non-financial instruments. Therefore, the estimated value derived using the valuation model is adjusted accordingly with additional inputs. In accordance with the Group's management policies and relevant control procedures relating to the valuation models used for fair value measurement, management believes adjustment to valuation is necessary in order to reasonably represent the fair value of financial and non-financial instruments at the consolidated balance sheet. The inputs and

pricing information used during valuation are carefully assessed and adjusted based on current market conditions.

- (f) The Group takes into account adjustments for credit risks to measure the fair value of financial and non-financial instruments to reflect credit risk of the counterparty.
- E. For the three months ended March 31, 2023 and 2022, there was no transfer between Level 1 and Level 2.
- F. The following chart is the movement of Level 3 for the three months ended March 31, 2023 and 2022:

	2023		
	Hybrid instruments	Equity instruments	Total
At January 1	\$ 204,249	\$ 1,545,168	\$ 1,749,417
Gains and losses recognised in profit or loss	-	64,358	64,358
Gains recognised in other comprehensive income	-	430,713	430,713
Acquired during the period	-	59,522	59,522
Disposals during the period	-	( 86,993)	( 86,993)
Others	-	( 7,903)	( 7,903)
Net exchange differences	-	( 1,883)	( 1,883)
At March 31	<u>\$ 204,249</u>	<u>\$ 2,002,982</u>	<u>\$ 2,207,231</u>
	2022		
	Hybrid instruments	Equity instruments	Total
At January 1	\$ 197,148	\$ 1,662,662	\$ 1,859,810
Acquired during the period	-	4,351	4,351
Disposals during the period	-	( 102)	( 102)
Transfers out from Level 3	-	( 192,634)	( 192,634)
Others	-	( 2,598)	( 2,598)
Net exchange differences	-	4,999	4,999
At March 31	<u>\$ 197,148</u>	<u>\$ 1,476,678</u>	<u>\$ 1,673,826</u>

- G. For the three months ended March 31, 2023 and 2022, the Group obtained sufficient observable market information for certain financial assets at fair value through profit or loss. These equity securities were transferred from Level 3 into Level 1 at the end of the month in which they were listed.
- H. Investment and accounting department is in charge of valuation procedures for fair value measurements being categorised within Level 3, which is to verify independent fair value of financial instruments. Such assessment is to ensure the valuation results are reasonable by applying independent information to make results close to current market conditions and periodical review.

The capital department establishes valuation policies, valuation processes and ensures



compliance with the related requirements in IFRS. The related valuation results are reported to the management monthly. The management is responsible for managing and reviewing valuation processes.

- I. The following is the qualitative information of significant unobservable inputs and sensitivity analysis of changes in significant unobservable inputs to valuation model used in Level 3 fair value measurement:

	Fair value at March 31, 2023	Valuation technique	Significant unobservable input	Range (median)	Relationship of inputs to fair value
Non-derivative equity instruments:					
Unlisted shares	\$ 1,884,191	Most recent non-active market price	Not applicable	-	Not applicable
//	118,791	Market comparable companies	Price to book ratio multiple	0.42~2.00 (0.94)	The higher the multiple, the higher the fair value; the higher the discount for lack of marketability, the lower the fair value
			Price to asset ratio multiple	1.44~3.50 (1.98)	
Hybrid instrument:					
Convertible bonds	204,249	Equity value of complex capital structures	Discount for lack of marketability	7%	The higher the discount for lack of marketability, the lower the fair value; the higher the stock price volatility, the higher the fair value
			Stock price volatility	55%	
	Fair value at December 31, 2022	Valuation technique	Significant unobservable input	Range (median)	Relationship of inputs to fair value
Non-derivative equity instruments:					
Unlisted shares	\$ 1,336,503	Most recent non-active market price	Not applicable	-	Not applicable

	Fair value at December 31, 2022	Valuation technique	Significant unobservable input	Range (median)	Relationship of inputs to fair value
Non-derivative equity instruments:					
Unlisted shares	208,665	Market comparable companies	Price to book ratio multiple	0.42~2.00 (0.97)	The higher the multiple, the higher the fair value; the higher the discount for lack of marketability, the lower the fair value
			Price to asset ratio multiple	0.64~2.20 (2.0)	
			Price to asset ratio multiple	1.44~3.50 (1.98)	
			Discount for lack of marketability	20% (20%)	
Hybrid instrument:					
Convertible bonds	204,249	Equity value of complex capital structures	Discount for lack of marketability	7%	The higher the discount for lack of marketability, the lower the fair value; the higher the stock price volatility, the higher the fair value
			Stock price volatility	55%	
	Fair value at March 31, 2022	Valuation technique	Significant unobservable input	Range (median)	Relationship of inputs to fair value
Non-derivative equity instruments:					
Unlisted shares	\$ 1,211,278	Most recent non-active market price	Not applicable	-	Not applicable
"	265,400	Market comparable companies	Price to book ratio multiple	1.01~2.78 (1.38)	The higher the multiple, the higher the fair value; the higher the discount for lack of marketability, the lower the fair value
			Price to asset ratio multiple	1.73~12.94 (2.44)	
			Price to book ratio multiple	1.33~1.72 (1.52)	
			Discount for lack of marketability	20% (20%)	

	Fair value at March 31, 2022	Valuation technique	Significant unobservable input	Range (median)	Relationship of inputs to fair value
Hybrid instruments:					
Convertible preferred stocks	197,148	Option pricing model of VC Method	Market value multiple	7.03~31.17 (26.69)	The higher the multiple, the higher the fair value

J. The Group's valuation techniques are based on the most recent non-active market price after carefully assessing the valuation models and assumptions used to measure fair value. However, use of different valuation models or assumptions may result in different measurement. The following is the effect on profit or loss or on other comprehensive income from financial assets and liabilities categorised within Level 3 if the inputs used to valuation models have changed:

		March 31, 2023					
				Recognised in profit or loss		Recognised in other comprehensive income (loss)	
		Input	Change	Favorable change	Unfavorable change	Favorable change	Unfavorable change
Financial assets							
Equity instruments	Discount for lack of marketability	± 1%	\$ -	\$ -	\$ 1,996	(\$ 1,996)	
Financial assets							
Hybrid instrument	Discount for marketability	± 1%	\$ 2,178	(\$ 2,174)	\$ -	\$ -	
		December 31, 2022					
				Recognised in profit or loss		Recognised in other comprehensive income (loss)	
		Input	Change	Favorable change	Unfavorable change	Favorable change	Unfavorable change
Financial assets							
Equity instruments	Discount for lack of marketability	± 1%	\$ -	\$ -	\$ 3,028	(\$ 3,028)	
Financial assets							
Hybrid instrument	Market value multiple	± 1%	\$ 2,197	(\$ 2,193)	\$ -	\$ -	

			March 31, 2022			
			Recognised in profit or loss		Recognised in other comprehensive income (loss)	
	Input	Change	Favorable change	Unfavorable change	Favorable change	Unfavorable change
Financial assets						
Equity instruments	Discount for lack of marketability	± 1%	\$ -	\$ -	\$ 3,082	(\$ 3,082)
Financial assets						
Hybrid instrument	Market value multiple	± 1%	\$ 1,985	(\$ 1,985)	\$ -	\$ -

### 13. SUPPLEMENTARY DISCLOSURES

#### (1) Significant transactions information

- A. Loans to others: Please refer to table 1.
- B. Provision of endorsements and guarantees to others: Please refer to table 2.
- C. Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures): Please refer to table 3.
- D. Acquisition or sale of the same security with the accumulated cost exceeding \$300 million or 20% of the Company's paid-in capital: Please refer to table 4.
- E. Acquisition of real estate reaching \$300 million or 20% of paid-in capital or more: Please refer to table 5.
- F. Disposal of real estate reaching \$300 million or 20% of paid-in capital or more: None.
- G. Purchases or sales of goods from or to related parties reaching \$100 million or 20% of paid-in capital or more: Please refer to table 6.
- H. Receivables from related parties reaching \$100 million or 20% of paid-in capital or more: Please refer to table 7.
- I. Trading in derivative instruments undertaken during the reporting periods: Please refer to Notes 6(2), 6(4) and 12(2).
- J. Significant inter-company transactions during the reporting periods: Please refer to table 8.

#### (2) Information on investees

Names, locations and other information of investee companies (not including investees in Mainland China): Please refer to table 9.

#### (3) Information on investments in Mainland China

- A. Basic information: Please refer to table 10.
- B. Significant transactions, either directly or indirectly through a third area, with investee companies in the Mainland China: Please refer to tables 7, 8 and 9 for significant transactions of purchases, sales, receivables and payables of investee companies in the Mainland China, and transactions

between the Company indirectly through investees in a third area, Delta Electronics Int'l (Singapore) Pte. Ltd. (DEIL-SG), with investee companies in the Mainland China, for the three months ended March 31, 2023.

(4) Major shareholders information

Please refer to table 11.

14. OPERATING SEGMENT INFORMATION

(1) General information

The Group's management has determined the reportable segments based on the reports reviewed by the Board of Directors that are used to make strategic decisions. The Group considers the business from a product perspective. The Group's business is segregated into power electronics business, automation business and infrastructure business. Breakdown of the revenue from all sources is as follows:

- A. Power electronics: Component, Embedded Power, Fans and Thermal Management, Automotive Electronics and Merchant & Mobile Power.
- B. Automation: Industrial Automation and Building Automation.
- C. Infrastructure: ICT Infrastructure and Energy Infrastructure.

Because of the change in product classification, the Group's internal business segments were restructured. Accordingly, the prior period information was restated for comparative purposes.

(2) Measurement of segment information

The Group's segment profit (loss) is measured with the operating profit (loss) before tax, which is used as a basis for the Group in assessing the performance of the operating segments. The accounting policies of the operating segments are in agreement with the significant accounting policies summarized in Note 4.

(3) Segment information

The segment information provided to the chief operating decision-maker for the reportable segments is as follows:

	Three months ended March 31, 2023			
	Power electronics business	Automation business	Infrastructure business	Total
Revenue from external customers	\$ 54,594,365	\$ 13,920,649	\$ 24,301,252	\$ 92,816,266
Segment income (Note)	\$ 6,968,703	\$ 509,161	\$ 928,724	\$ 8,406,588

Three months ended March 31, 2022

	Power electronics business	Automation business	Infrastructure business	Total
Revenue from external customers	\$ 49,242,670	\$ 11,726,863	\$ 21,369,068	\$ 82,338,601
Segment income (Note)	\$ 5,567,124	\$ 649,280	\$ 1,252,716	\$ 7,469,120

(Note) Segment income represents income after eliminating inter-segment transactions.

(4) Reconciliation information for segment income (loss)

- A. The revenue from external customers reported to the chief operating decision-maker is measured in a manner consistent with that of the statement of comprehensive income.
- B. A reconciliation of reportable segments income or loss to income (loss) before tax from continuing operations for the three months ended March 31, 2023 and 2022 is provided as follows:

	Three months ended March 31,	
	2023	2022
Reportable segments income	\$ 8,406,588	\$ 7,469,120
Non-operating income and expenses	1,552,713	1,070,257
Income before tax from continuing operations	\$ 9,959,301	\$ 8,539,377

## Delta Electronics, Inc. and Subsidiaries

## Loans to others

Three months ended March 31, 2023

Expressed in thousands of New Taiwan dollars, except as otherwise indicated

Table 1

No. (Note 1)	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the three months ended March 31, 2023 (Note 2)	Balance at March 31, 2023	Actual amount drawn down	Interest rate	Nature of loan (Note 6)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Footnote	
													Item	Value				
1	Fairview Assets Ltd.	Delta Controls Inc.	Other receivables - related parties	Yes	\$ 2,831,850	\$2,831,850	\$ 1,827,000	5.43%	2	\$ -	-	Additional operating capital	\$ -	None	\$ -	\$ 32,650,695	\$ 32,650,695	Note 5
1	Fairview Assets Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Other receivables - related parties	Yes	18,620,175	13,580,700	13,580,700	5.43%	2	-	-	Additional operating capital	-	None	-	32,650,695	32,650,695	Note 5
1	Fairview Assets Ltd.	Delta Electronics (H.K.) Ltd.	Other receivables - related parties	Yes	9,591,750	9,591,750	9,591,750	5.43%	2	-	-	Additional operating capital	-	None	-	32,650,695	32,650,695	Note 5
2	Delta International Holding Limited B.V.	Delta Electronics (Netherlands) B.V.	Other receivables - related parties	Yes	14,311,500	4,872,000	4,872,000	5.43%	2	-	-	Additional operating capital	-	None	-	73,400,500	73,400,500	Note 5
2	Delta International Holding Limited B.V.	Drake Investment (HK) Limited	Other receivables - related parties	Yes	761,250	761,250	761,250	5.43%	2	-	-	Additional operating capital	-	None	-	73,400,500	73,400,500	Note 5
2	Delta International Holding Limited B.V.	Delta Electronics (H.K.) Ltd.	Other receivables - related parties	Yes	13,398,000	13,032,600	13,032,600	5.43%	2	-	-	Additional operating capital	-	None	-	73,400,500	73,400,500	Note 5
2	Delta International Holding Limited B.V.	Delta Controls Inc.	Other receivables - related parties	Yes	426,300	426,300	426,300	5.43%	2	-	-	Additional operating capital	-	None	-	73,400,500	73,400,500	Note 5
2	Delta International Holding Limited B.V.	Digital Projection Inc.	Other receivables - related parties	Yes	70,035	70,035	70,035	5.43%	2	-	-	Additional operating capital	-	None	-	73,400,500	73,400,500	Note 5
2	Delta International Holding Limited B.V.	Amerlux, LLC	Other receivables - related parties	Yes	943,950	943,950	943,950	5.43%	2	-	-	Additional operating capital	-	None	-	73,400,500	73,400,500	Note 5
2	Delta International Holding Limited B.V.	Delta Electronics (USA) Inc.	Other receivables - related parties	Yes	913,500	913,500	913,500	5.43%	2	-	-	Additional operating capital	-	None	-	73,400,500	73,400,500	Note 5
3	Delta Electronics (Norway) AS	Delta Electronics (Sweden) AB	Other receivables - related parties	Yes	58,800	29,400	29,400	2.00%	2	-	-	Additional operating capital	-	None	-	3,277,471	3,277,471	Note 5
3	Delta Electronics (Norway) AS	Delta Electronics (Poland) Sp. z o. o.	Other receivables - related parties	Yes	60,132	56,595	56,595	7.75%	2	-	-	Additional operating capital	-	None	-	3,277,471	3,277,471	Note 5

No. (Note 1)	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the three months ended March 31, 2023 (Note 2)	Balance at March 31, 2023	Actual amount drawn down	Interest rate	Nature of loan (Note 6)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Footnote
													Item	Value			
3	Delta Electronics (Norway) AS	Eltek s.r.o.	Other receivables - related parties	Yes	\$ 321,555	\$ 321,555	\$ 321,555	1.30%	2	\$ -	Additional operating capital	\$ -	None	\$ -	\$ 3,277,471	\$ 3,277,471	Note 5
3	Delta Electronics (Norway) AS	Delta Electronics (Slovakia) s.r.o.	Other receivables - related parties	Yes	397,800	397,800	397,800	2.00%	2	-	Additional operating capital	-	None	-	3,277,471	3,277,471	Note 5
4	Delta Electronics (Wuhu) Co., Ltd.	Delta Electronics (Jiangsu) Ltd.	Other receivables - related parties	Yes	1,550,035	1,550,035	1,550,035	4.65%	2	-	Additional operating capital	-	None	-	4,470,484	4,470,484	Note 5
5	Delta Energy Systems (Germany) GmbH	Delta Energy Systems Property (Germany) GmbH	Other receivables - related parties	Yes	367,965	367,965	367,965	0.40%	2	-	Additional operating capital	-	None	-	916,052	916,052	Note 5
6	DET International Holding B.V.	Delta Electronics India Pvt. Ltd.	Other receivables - related parties	Yes	2,375,100	2,375,100	2,375,100	1.7% - 4%	2	-	Additional operating capital	-	None	-	7,541,761	7,541,761	Note 5
7	Delta Greentech (Netherlands) B.V.	Eltek s.r.o.	Other receivables - related parties	Yes	232,050	232,050	198,900	0.40%	2	-	Additional operating capital	-	None	-	1,206,975	1,206,975	Note 5
8	Delta Electronics (Shanghai) Co., Ltd.	Cyntec Electronics (WuHu) Co., Ltd.	Other receivables - related parties	Yes	2,012,388	2,012,388	2,012,388	3.7% - 3.85%	2	-	Additional operating capital	-	None	-	7,263,146	7,263,146	Note 5
8	Delta Electronics (Shanghai) Co., Ltd.	Delta Electronics (Chongqing) Ltd.	Other receivables - related parties	Yes	1,948,615	1,948,615	620,014	4.45%	2	-	Additional operating capital	-	None	-	7,263,146	7,263,146	Note 5
8	Delta Electronics (Shanghai) Co., Ltd.	Cyntec Electronics (Suzhou) Co., Ltd	Other receivables - related parties	Yes	885,734	-	-	3.70%	2	-	Additional operating capital	-	None	-	7,263,146	7,263,146	Note 5
9	Delta Electronics (Thailand) Public Company Limited	Delta Green Industrial (Thailand) Co., Ltd.	Other receivables - related parties	Yes	89,730	89,730	89,730	2.40%	2	-	Additional operating capital	-	None	-	51,749,857	51,749,857	Note 5
10	Vivotek USA, Inc.	Wellstates Investment, LLC	Other receivables - related parties	Yes	33,151	32,100	32,100	3.90%	2	-	Additional operating capital	-	None	-	386,128	386,128	Note 5

Table 1-2



No. (Note 1)	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the three months ended March 31, 2023 (Note 2)	Balance at March 31, 2023	Actual amount drawn down	Interest rate	Nature of loan (Note 6)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Footnote
													Item	Value			
11	Universal Instruments Corporation	Universal Instruments Mfg.(Shenzhen) Co. Ltd.	Other receivables - related parties	Yes	\$ 200,257	\$ 200,257	\$ 200,257	0.00%	2	\$ -	Additional operating capital	\$ -	None	\$ -	\$ 3,145,997	\$ 3,145,997	Note 5
11	Universal Instruments Corporation	Universal Instruments (Hong Kong) Limited	Other receivables - related parties	Yes	42,253	42,253	42,253	5.50%	2	-	Additional operating capital	-	None	-	3,145,997	3,145,997	Note 5

Note 1: The numbers filled in for the loans provided by the Company or subsidiaries are as follows:

(1) The Company is '0'.

(2) The subsidiaries are numbered in order starting from '1'.

Note 2: Maximum outstanding balance during the current period was translated into New Taiwan dollars using the exchange rate at March 31, 2023, which the Company reported to the Securities and Futures Bureau.

Note 3: Limit on loans granted by the Company to a single party is 20% of the Company's net assets based on the latest audited or reviewed financial statements, and limit on total loans is 40% of the Company's net assets based on the latest audited or reviewed financial statements.

Note 4: Limit on loans granted by subsidiaries to a single party is 40% of the subsidiaries' net assets based on the latest audited or reviewed financial statements, and limit on total loans is 40% of the subsidiaries' net assets based on the latest audited or reviewed financial statements.

Note 5: Limit on loans for financing granted by and to subsidiaries of which the ultimate parent directly or indirectly holds 100% of its voting shares is the lender's net assets based on the latest audited or reviewed financial statements, and limit on total loans is the lender's net assets based on the latest audited or reviewed financial statements.

Note 6: Nature of loans:

(1) Business transaction: 1.

(2) Short-term financing: 2.

Delta Electronics, Inc. and Subsidiaries  
Provision of endorsements and guarantees to others  
Three months ended March 31, 2023

Table 2

Expressed in thousands of New Taiwan dollars, except as otherwise indicated

Number (Note 1)	Endorser / guarantor	Party being endorsed/guaranteed		Limit on endorsements / guarantees provided for a single party	Maximum outstanding endorsement / guarantee amount as at March 31, 2023	Outstanding endorsement / guarantee amount at March 31, 2023	Actual amount drawn down	Amount of endorsements / guarantees secured with collateral	Ratio of accumulated endorsement / guarantee amount to net asset value of the endorser / guarantor company	Ceiling on total amount of endorsements / guarantees provided	Provision of endorsements / guarantees by parent company to subsidiary	Provision of endorsements / guarantees by subsidiary to parent company	Provision of endorsements / guarantees to the party in Mainland China	Footnote
		Company name	Relationship with the endorser / guarantor (Note 5)											
1	Delta Electronics (Norway) AS	Delta Electronics (Australia) Pty Ltd	4	\$ 983,241	\$ 137,025	\$ 137,025	\$137,025	\$ -	0.07%	\$ 983,241	N	N	N	Note 2
2	March Networks Holdings Ltd.	March Networks, Inc.	2	125,701	14,616	14,616	14,616	-	0.01%	251,402	N	N	N	Note 3

Note 1: The numbers filled in for the endorsements/guarantees provided by the Company or subsidiaries are as follows:

- (1) The Company is '0'.
- (2) The subsidiaries are numbered in order starting from '1'.

Note 2: In accordance with Delta Electronics (Norway) AS's "Procedures for Provision of Endorsements and Guarantees," limit on total endorsements is 30% of Delta Electronics (Norway) AS's net assets based on the latest audited or reviewed financial statements, and limit on endorsements to a single party is 30% of Delta Electronics (Norway) AS's net assets based on the latest audited or reviewed financial statements.

Note 3: In accordance with March Networks Holdings Ltd.'s "Procedures for Provision of Endorsements and Guarantees," limit on total endorsements is 10% of March Networks Holdings Ltd.'s net assets based on the latest audited or reviewed financial statements, and limit on endorsements to a single party is 5% of March Networks Holdings Ltd.'s net assets based on the latest audited or reviewed financial statements.

Note 4: The Company's net assets based on the latest audited or reviewed financial statements were \$193,275,674 thousand (2023/3/31).

Note 5: Relationship between the endorser/guarantor and the party being endorsed/guaranteed is classified into the following seven categories:

- (1) Having business relationship.
- (2) The endorser/guarantor parent company owns directly and indirectly more than 50% voting shares of the endorsed/guaranteed subsidiary.
- (3) The endorsed/guaranteed company owns directly and indirectly more than 50% voting shares of the endorser/guarantor parent company.
- (4) The endorser/guarantor parent company owns directly and indirectly more than 90% voting shares of the endorsed/guaranteed company.
- (5) Mutual guarantee of the trade made by the endorsed/guaranteed company or joint contractor as required under the construction contract.
- (6) Due to joint venture, all shareholders provide endorsements/guarantees to the endorsed/guaranteed company in proportion to its ownership.
- (7) Joint guarantee of the performance guarantee for pre-sold home sales contract as required under the Consumer Protection Act.

Delta Electronics, Inc. and Subsidiaries  
Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures)  
March 31, 2023

Table 3

Expressed in thousands of New Taiwan dollars, except as otherwise indicated

Securities held by	Marketable securities	Relationship with the securities issuer	General ledger account	As at March 31, 2023				Footnote
				Number of shares	Book value	Ownership (%)	Fair value	
Delta Electronics, Inc.	United Renewable Energy Co., Ltd. common stock	None	Financial assets at fair value through other comprehensive income - non-current	31,294,379	\$ 655,617	1.92%	\$ 655,617	
Delta Electronics, Inc.	Lanner Electronics Inc. common stock	None	Financial assets at fair value through other comprehensive income - non-current	6,763,845	821,807	5.73%	821,807	
Delta Electronics, Inc.	Lanner Electronics Inc. convertible bonds	None	Financial assets at fair value through profit or loss - non-current	-	900,000	-	900,000	
Delta Electronics, Inc.	Betacera Inc. common stock, etc.	None	Financial assets at fair value through other comprehensive income and Financial assets at fair value through profit or loss	-	126,360	-	126,360	
Delta Electronics Capital Company	Allied Supreme Corp. common stock	None	Financial assets at fair value through profit or loss - current	421,000	127,142	0.53%	127,142	
Delta Electronics Capital Company	Tong Hsing Electronic Industries, Ltd. common stock	None	Financial assets at fair value through profit or loss - current	892,275	177,117	0.55%	177,117	
Delta Electronics Capital Company	Fusheng Precision Co., Ltd. common stock	None	Financial assets at fair value through profit or loss - current	882,000	200,214	0.67%	200,214	
Delta Electronics Capital Company	Nien Made Enterprise Co., Ltd. common stock	None	Financial assets at fair value through profit or loss - current	423,043	138,335	0.14%	138,335	
Delta Electronics Capital Company	Evergreen Aviation Technologies Corporation common stock	None	Financial assets at fair value through profit or loss - current	2,623,000	256,529	0.74%	256,529	
Delta Electronics Capital Company	Acer E-Enabling Service Business Inc. common stock	None	Financial assets at fair value through profit or loss - current	771,000	171,548	1.86%	171,548	
Delta Electronics Capital Company	WorkWave HoldCo, Inc. common stock	None	Financial assets at fair value through profit or loss - non-current	139	208,838	0.20%	208,838	
Delta Electronics Capital Company	UBIQCONN TECHNOLOGY, INC. common stock, etc.	None	Financial assets at fair value through profit or loss	-	1,650,837	-	1,650,837	

Securities held by	Marketable securities	Relationship with the securities issuer	General ledger account	As at March 31, 2023				Footnote
				Number of shares	Book value	Ownership (%)	Fair value	
Delta Electronics (Netherlands) B.V.	Grace Connection Microelectronics Limited common stock	None	Financial assets at fair value through other comprehensive income - non-current	141,065	\$ 121,800	19.90%	\$ 121,800	
Delta Electronics (Netherlands) B.V.	Noda RF Technologies Co., Ltd. common stock, etc.	None	Financial assets at fair value through other comprehensive income - non-current	-	43,602	-	43,602	
Cyntec Co., Ltd.	SUSUMU Co., Ltd. common stock	None	Financial assets at fair value through other comprehensive income - non-current	200,000	104,081	11.53%	104,081	
Cyntec Co., Ltd.	GaN Systems Inc. preferred stock	None	Financial assets at fair value through other comprehensive income - non-current	1,454,193	520,587	2.11%	520,587	
Delta Electronics (Japan), Inc.	Macy Inc. common stock	None	Financial assets at fair value through other comprehensive income - non-current	74,000,000	28,412	19.79%	28,412	
Delta America, Ltd.	VPT Inc. common stock	None	Financial assets at fair value through other comprehensive income - non-current	860,000	5,329	17.52%	5,329	
Delta Electronics (Pingtan) Co., Ltd.	Pingtan Hi Tech Investment Development Shares Co., Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	-	6,643	15.00%	6,643	
Vivotek Inc.	Kneron Holding Corporation preferred stock	None	Financial assets at fair value through profit or loss - non-current	1,310,003	204,249	2.14%	204,249	
Atrust Computer Corporation	ACRORED TECHNOLOGIES, INC.	None	Financial assets at fair value through other comprehensive income - non-current	500,000	3,065	2.38%	3,065	

Table 3-2

Delta Electronics, Inc. and Subsidiaries  
Acquisition or sale of the same security with the accumulated cost exceeding \$300 million or 20% of the Company's paid-in capital  
Three months ended March 31, 2023

Table 4 Expressed in thousands of New Taiwan dollars, except as otherwise indicated

Investor	Marketable securities	General ledger account	Counterparty	Relationship with the investee	Balance as at January 1, 2023		Addition		Disposal				Balance as at March 31, 2023		Footnote
					Number of shares	Amount	Number of shares	Amount	Number of shares	Selling price	Book value	Gain (loss) on disposal	Number of shares	Amount	
Delta Electronics, Inc.	Atrust Computer Corporation	Investments accounted for under equity method	CW & ET Link Inc and individuals	None	-	-	28,825,000	\$ 949,037 (Note 1)	-	-	-	-	28,825,000	\$ 949,037	
Delta Electronics (Netherlands) B.V.	Delta America Ltd.	"	Delta International Holding Limited B.V.	Affiliated enterprise	18,374,182	3,398,629	-	-	18,374,182	6,140,550	3,398,629 (Note 4)	(Note 2)	-	-	
Delta Electronics (Netherlands) B.V.	Trihedral Engineering Limited	"	Delta International Holding Limited B.V.	"	51,495	1,219,426	-	-	51,495	1,959,680	1,219,426 (Note 4)	(Note 3)	-	-	
Delta Electronics (Thailand) Public Company Limited	Delta Energy Systems (Singapore) PTE. LTD.	"	Delta Energy Systems (Singapore) PTE. LTD.	"	173,263,590	8,525,632	61,140,809	2,165,859 (Note 5)	-	-	-	-	234,404,399	10,691,491	
Delta Energy Systems (Singapore) PTE. LTD.	Delta Electronics India Pvt. Ltd.	"	Delta Electronics India Pvt. Ltd.	"	828,088,778	7,114,707	279,583,333	1,992,645 (Note 6)	-	-	-	-	1,107,672,111	9,107,352	

Note 1: Delta Electronics, Inc. increased its investment in Atrust Computer Corporation in the amount of \$950,269 in 2023, which included investment income or loss recognised during the period and adjustments in changes of net value.

Note 2: Delta International Holding Limited B.V. (DIH) acquired a 89.74% equity interest in Delta America Ltd. from Delta Electronics (Netherlands) B.V. (DEN). The transaction resulted from the Group's adjustment in investment structure. There was no gain or loss on disposal pursuant to related ordinances.

Note 3: Delta International Holding Limited B.V. (DIH) acquired a 100% equity interest in Trihedral Engineering Limited, from Delta Electronics (Netherlands) B.V. (DEN). The transaction resulted from the Group's adjustment in investment structure. There was no gain or loss on disposal pursuant to related ordinances.

Note 4: Including the adjustments in investment income or loss recognised during the year, and adjustments in changes of net value.

Note 5: Delta Electronics (Thailand) Public Company Limited increased its investment in Delta Energy Systems (Singapore) PTE. LTD. in the amount of \$1,873,966 in 2023, which included investment income or loss recognised during the period and adjustments in changes of net value.

Note 6: Delta Energy Systems (Singapore) PTE. LTD. increased its investment in Delta Electronics India Pvt. Ltd. in the amount of \$1,873,966 in 2023, which included investment income or loss recognised during the period and adjustments in changes of net value.

Delta Electronics, Inc. and Subsidiaries  
Acquisition of real estate reaching NT\$300 million or 20% of paid-in capital or more  
Three months ended March 31, 2023  
Expressed in thousands of New Taiwan dollars, except as otherwise indicated

Table 5

Real estate acquired by	Real estate acquired	Date of the event	Transaction amount	Status of payment	Counterparty	Relationship with the counterparty	If the counterparty is a related party, information as to the last transaction of the real estate is disclosed below:				Basis or reference used in setting the price	Reason for acquisition of real estate and status of the real estate	Other commitments
							Original owner who sold the real estate to the counterparty	Relationship between the original owner and the acquirer	Date of the original transaction	Amount			
Delta Electronics India Pvt. Ltd.	India KG SEZ F6 Factory Building	March 25, 2023	\$ 645,670	In accordance with the contract terms	Furein Construction Engineering Pvt etc	None	-	-	-	\$ -	Price comparison and negotiation	For future business development	None
Delta Electronics India Pvt. Ltd.	India KG DTA F2 Factory Building	March 25, 2023	659,743	"	"	"	-	-	-	-	"	"	"

Delta Electronics, Inc. and Subsidiaries  
Purchases or sales of goods from or to related parties reaching \$100 million or 20% of the Company's paid-in capital or more  
Three months ended March 31, 2023

Table 6

Expressed in thousands of New Taiwan dollars, except as otherwise indicated

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		Footnote
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	
Delta Electronics, Inc.	Delta Electronics (Jiangsu) Ltd.	Subsidiary	Operating revenue	\$ 122,982	0.83	70 days after issuing invoice			\$ 777,290	4.77	
Delta Electronics, Inc.	Delta Electronics (Netherlands) B.V.	Subsidiary	Operating revenue	135,267	0.91	70 days			188,374	1.15	
Delta Electronics, Inc.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Subsidiary	Operating revenue	3,291,513	22.32	70 days			2,211,282	13.22	
Delta Electronics, Inc.	Delta Electronics (Thailand) Public Company Limited	Subsidiary	Operating revenue	719,297	4.87	70 days			616,356	3.79	
Delta Electronics, Inc.	DEI Logistics (USA) Corp.	Subsidiary	Operating revenue	1,407,866	9.54	90 days after delivery			2,355,178	14.45	
Delta Electronics, Inc.	Delta Electronics (Americas) Ltd.	Subsidiary	Operating revenue	794,855	5.41	70 days			1,137,171	6.98	
Delta Electronics (Dongguan) Co., Ltd.	Delta Electronics (Shanghai) Co., Ltd.	Affiliated enterprise	Operating revenue	1,243,355	11.86	70 days			1,398,628	27.59	
Delta Electronics (Dongguan) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	9,149,432	87.25	70 days			3,568,798	70.42	
Delta Electronics (Jiangsu) Ltd.	Delta Electronics (Shanghai) Co., Ltd.	Affiliated enterprise	Operating revenue	4,438,938	23.83	70 days			4,342,379	43.87	
Delta Electronics (Jiangsu) Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	14,026,658	75.22	70 days			5,347,872	54.03	
Delta Electronics (Shanghai) Co., Ltd.	Delta Greentech (China) Co., Ltd.	Affiliated enterprise	Operating revenue	3,063,439	45.36	70 days			2,402,438	34.24	
Delta Electronics (Shanghai) Co., Ltd.	Delta Electronics (Pingtan) Co., Ltd.	Affiliated enterprise	Operating revenue	552,801	8.19	70 days			623,221	8.88	
Delta Electronics (Shanghai) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	204,668	3.04	70 days			213,507	3.04	
Delta Greentech (China) Co., Ltd.	Delta Electronics (Jiangsu) Ltd.	Affiliated enterprise	Operating revenue	112,882	1.56	70 days			116,931	2.86	

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		Footnote
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	
Delta Networks (Dongguan) Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	\$ 1,782,713	97.89	70 days			\$ 1,130,249	96.34	
Delta Electronics (Wuhu) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	1,549,737	94.12	70 days			920,139	92.81	
Delta Electronics (Chenzhou) Co., Ltd.	Delta Electronics (Shanghai) Co., Ltd.	Affiliated enterprise	Operating revenue	156,272	11.51	70 days			149,387	14.91	
Delta Electronics (Chenzhou) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	1,202,276	88.49	70 days			852,350	85.08	
Chenzhou Delta Technology Co., Ltd.	Delta Electronics (Dongguan) Co., Ltd.	Affiliated enterprise	Operating revenue	467,273	53.85	70 days			324,803	49.81	
Chenzhou Delta Technology Co., Ltd.	Delta Electronics (Chenzhou) Co., Ltd.	Affiliated enterprise	Operating revenue	136,344	15.73	70 days			137,002	21.01	
Chenzhou Delta Technology Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	258,798	29.82	70 days			184,186	28.24	
Delta Electronics (Chongqing) Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	122,911	100.00	70 days			122,577	100.00	
Cyntec Co., Ltd.	Delta Electronics, Inc.	Ultimate parent company	Operating revenue	456,608	26.34	70 days			479,516	37.67	
Cyntec Electronics (Suzhou) Co., Ltd	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	2,703,221	100.00	70 days			1,134,906	99.99	
Cyntec Electronics (WuHu) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	880,396	100.00	70 days			362,914	100.00	
Delta Energy Systems (Germany) GmbH	Delta Electronics (Thailand) Public Company Limited	Affiliated enterprise	Operating revenue	586,296	73.01	70 days			226,465	32.48	
Delta Electronics India Pvt. Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	433,502	16.50	70 days			378,980	18.96	
Delta Electronics (Japan), Inc.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	178,794	20.53	70 days			131,220	14.33	
Delta Electronics (Netherlands) B.V.	Delta Electronics (Italy) S.r.l.	Affiliated enterprise	Operating revenue	105,456	6.60	70 days			128,770	7.71	

Table 6-2



Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		Footnote
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	
Delta Electronics (Netherlands) B.V.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	\$ 117,736	7.36	70 days			\$ -	-	
Delta Electronics (Netherlands) B.V.	Delta Greentech Electronics Industry LLC	Affiliated enterprise	Operating revenue	166,787	10.39	180 days			536,555	32.15	
Delta Electronics (Norway) AS	DELTA Electronics (Germany) GmbH	Affiliated enterprise	Operating revenue	122,476	15.03	70 days			126,808	10.36	
Delta Electronics (Norway) AS	DELTA ELECTRONICS (France) SAS	Affiliated enterprise	Operating revenue	120,748	14.86	70 days			189,262	15.46	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Australia) Pty Ltd	Affiliated enterprise	Operating revenue	303,721	0.54	70 days			295,976	0.52	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Switzerland) AG	Affiliated enterprise	Operating revenue	674,818	1.19	70 days			793,426	1.38	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Dongguan) Co., Ltd.	Affiliated enterprise	Operating revenue	5,585,053	9.97	70 days			6,784,650	11.86	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Jiangsu) Ltd.	Affiliated enterprise	Operating revenue	5,950,597	10.61	70 days			3,204,361	5.59	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Networks (Dongguan) Ltd.	Affiliated enterprise	Operating revenue	1,641,180	2.92	70 days			1,254,600	2.19	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Wuhu) Co., Ltd.	Affiliated enterprise	Operating revenue	1,230,324	2.20	70 days			672,127	1.18	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Chenzhou) Co., Ltd.	Affiliated enterprise	Operating revenue	747,180	1.33	70 days			938,477	1.63	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Cyntec Co., Ltd.	Affiliated enterprise	Operating revenue	440,474	0.78	70 days			443,985	0.78	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics India Pvt. Ltd.	Affiliated enterprise	Operating revenue	469,148	0.83	90 days after delivery			818,215	1.43	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Japan), Inc.	Affiliated enterprise	Operating revenue	616,120	1.11	70 days			555,811	0.97	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Netherlands) B.V.	Affiliated enterprise	Operating revenue	839,452	1.50	70 days			635,728	1.12	

Table 6-3

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		Footnote
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Norway) AS	Affiliated enterprise	Operating revenue	\$ 338,201	0.60	70 days			\$ 269,774	0.47	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Slovakia) s.r.o.	Affiliated enterprise	Operating revenue	305,738	0.54	70 days			322,151	0.56	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Thailand) Public Company Limited	Affiliated enterprise	Operating revenue	817,263	1.45	70 days			744,461	1.30	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics, Inc.	Ultimate parent company	Operating revenue	6,239,579	11.10	70 days			9,599,233	16.77	
Delta Electronics Int'l (Singapore) Pte. Ltd.	DEI Logistics (USA) Corp.	Affiliated enterprise	Operating revenue	3,445,265	6.16	90 days after delivery			4,426,897	7.74	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Americas) Ltd.	Affiliated enterprise	Operating revenue	700,710	1.25	70 days			753,076	1.32	
Delta Electronics Int'l (Singapore) Pte. Ltd.	DELTA ELECTRONICS (USA) INC.	Affiliated enterprise	Operating revenue	815,385	1.46	70 days			996,416	1.74	
Delta Electronics (Slovakia) s.r.o.	Delta Electronics (Netherlands) B.V.	Affiliated enterprise	Operating revenue	510,144	42.74	70 days			624,224	41.31	
Delta Electronics (Slovakia) s.r.o.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	247,762	20.75	70 days			298,646	19.76	
Delta Electronics (Slovakia) s.r.o.	Eltek s.r.o.	Affiliated enterprise	Operating revenue	144,926	12.14	70 days			292,185	19.33	
Delta Electronics (Slovakia) s.r.o.	Delta Electronics (Thailand) Public Company Limited	Affiliated enterprise	Operating revenue	278,538	23.34	70 days			288,839	19.12	
Eltek s.r.o.	Delta Electronics (Norway) AS	Affiliated enterprise	Operating revenue	422,060	42.80	70 days			155,758	18.43	
Eltek s.r.o.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	532,872	54.05	70 days			651,698	77.10	
Delta Electronics (Thailand) Public Company Limited	Delta Energy Systems (Germany) GmbH	Affiliated enterprise	Operating revenue	296,446	1.21	70 days			5,827	0.02	
Delta Electronics (Thailand) Public Company Limited	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	241,395	0.98	70 days			257,320	1.06	

Table 6-4

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		Footnote
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	
Delta Electronics (Thailand) Public Company Limited	Delta Electronics (Slovakia) s.r.o.	Affiliated enterprise	Operating revenue	\$ 124,634	0.51	70 days			\$ 80,080	0.32	
Delta Electronics (Thailand) Public Company Limited	DET Logistics (USA) Corporation	Affiliated enterprise	Operating revenue	7,333,831	30.03	90 days after delivery			10,959,994	44.87	
Delta Electronics (Thailand) Public Company Limited	Delta Electronics (Americas) Ltd.	Affiliated enterprise	Operating revenue	341,270	1.40	70 days			328,020	1.35	
Delta Electronics (Americas) Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	118,690	4.50	70 days			29,909	1.58	
Delta Electronics (Americas) Ltd.	Delta Electronics (Thailand) Public Company Limited	Affiliated enterprise	Operating revenue	128,661	4.87	70 days			82,973	4.38	
March Networks Corporation	March Networks, Inc.	Affiliated enterprise	Operating revenue	315,225	82.06	30 days	Note 1	Note 1	310,310	95.59	
Vivotek Inc.	Vivotek USA, Inc.	Affiliated enterprise	Operating revenue	135,266	6.00	75 days	Note 2	Note 2	151,182	13.00	

Note 1: March Networks Corporation determined the prices and terms of goods sold to March Networks, Inc. based on the economic conditions and market competitiveness of the sales area, and there is no comparable prices and terms available for the goods sold to third parties.

Note 2: Vivotek Inc. determined the prices and terms of goods sold to Vivotek USA, Inc. based on the economic conditions and market competitiveness of the sales area, and there is no comparable prices and terms available for the goods sold to third parties.

Delta Electronics, Inc. and Subsidiaries  
Receivables from related parties reaching \$100 million or 20% of the Company's paid-in capital or more  
March 31, 2023

Table 7

Expressed in thousands of New Taiwan dollars, except as otherwise indicated

Creditor	Counterparty	Relationship with the counterparty	Balance as at March 31, 2023 (Note 1)	Turnover rate	Overdue receivables		Amount collected subsequent to the balance date (Note 2)	Allowance for doubtful accounts
					Amount	Action taken		
Delta Electronics, Inc.	Delta Electronics (Jiangsu) Ltd.	Subsidiary	\$ 777,290	0.71	\$ -		\$ -	
Delta Electronics, Inc.	Delta Electronics India Pvt. Ltd.	Subsidiary	199,413	0.97	17,349		7,191	
Delta Electronics, Inc.	Delta Electronics (Netherlands) B.V.	Subsidiary	188,374	3.98	-		54,462	
Delta Electronics, Inc.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Subsidiary	2,677,158	0.54	-		2,213,892	
Delta Electronics, Inc.	Delta Electronics (Thailand) Public Company Limited	Subsidiary	616,356	4.78	159,962		249,089	
Delta Electronics, Inc.	DEI Logistics (USA) Corp.	Subsidiary	2,355,178	1.91	295		445,416	
Delta Electronics, Inc.	Delta Electronics (Americas) Ltd.	Subsidiary	1,137,171	2.75	85,532		-	
Delta Electronics, Inc.	Delta Electronics (Japan), Inc.	Subsidiary	235,793	-	-		14,903	
Delta Electronics (Dongguan) Co., Ltd.	Delta Electronics (Shanghai) Co., Ltd.	Affiliated enterprise	1,398,628	3.60	-		364,786	
Delta Electronics (Dongguan) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	3,568,798	10.86	-		1,731,431	
Delta Electronics (Jiangsu) Ltd.	Delta Electronics (Shanghai) Co., Ltd.	Affiliated enterprise	4,342,379	3.93	-		1,813,612	
Delta Electronics (Jiangsu) Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	5,347,872	10.27	-		2,288,030	
Delta Electronics (Shanghai) Co., Ltd.	Delta Greentech (China) Co., Ltd.	Affiliated enterprise	2,402,438	6.30	-		1,018,665	
Delta Electronics (Shanghai) Co., Ltd.	Delta Electronics (Pingtan) Co., Ltd.	Affiliated enterprise	623,221	3.01	-		151,014	
Delta Electronics (Shanghai) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	213,507	3.75	145,389		-	
Delta Greentech (China) Co., Ltd.	Delta Electronics (Jiangsu) Ltd.	Affiliated enterprise	116,931	4.78	1,719		52,330	
Delta Networks (Dongguan) Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	1,130,249	4.58	-		308,154	

Creditor	Counterparty	Relationship with the counterparty	Balance as at March 31, 2023 (Note 1)	Turnover rate	Overdue receivables		Amount collected subsequent to the balance date (Note 2)	Allowance for doubtful accounts
					Amount	Action taken		
Delta Electronics (Wuhu) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	\$ 920,139	6.28	\$ -		\$ 152,250	
Delta Electronics (Chenzhou) Co., Ltd.	Delta Electronics (Shanghai) Co., Ltd.	Affiliated enterprise	149,387	3.63	-		36,087	
Delta Electronics (Chenzhou) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	852,350	5.08	-		197,925	
Chenzhou Delta Technology Co., Ltd.	Delta Electronics (Dongguan) Co., Ltd.	Affiliated enterprise	324,803	6.00	-		253,710	
Chenzhou Delta Technology Co., Ltd.	Delta Electronics (Chenzhou) Co., Ltd.	Affiliated enterprise	137,002	4.11	-		165	
Chenzhou Delta Technology Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	184,186	7.09	-		-	
Delta Electronics (Chongqing) Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	122,577	5.13	-		30,727	
Cyntec Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	122,462	-	-		122,462	
Cyntec Co., Ltd.	Delta Electronics, Inc.	Ultimate parent company	479,516	3.29	-		171,430	
Cyntec Electronics (Suzhou) Co., Ltd	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	1,134,906	9.54	-		854,662	
Cyntec Electronics (Wuhu) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	362,914	8.35	-		304,503	
Delta Energy Systems (Germany) GmbH	Delta Electronics (Thailand) Public Company Limited	Affiliated enterprise	226,465	15.27	325		216,306	
Delta Electronics India Pvt. Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	378,980	6.56	1,184		38,071	
Delta Electronics (Japan), Inc.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	131,220	5.10	-		90,231	
Delta Electronics (Netherlands) B.V.	Delta Electronics (Italy) S.r.l.	Affiliated enterprise	128,770	3.26	-		-	
Delta Electronics (Netherlands) B.V.	Delta Greentech Electronics Industry LLC	Affiliated enterprise	536,555	1.24	78,418		14,859	
Delta Electronics (Norway) AS	DELTA Electronics (Germany) GmbH	Affiliated enterprise	126,808	3.34	-		-	
Delta Electronics (Norway) AS	DELTA ELECTRONICS (France) SAS	Affiliated enterprise	189,262	2.78	-		65,380	
Delta Electronics (Norway) AS	DELTA ELECTRONICS (UK) LTD	Affiliated enterprise	130,483	2.59	-		7,942	
Delta Electronics (Norway) AS	Eltek s.r.o.	Affiliated enterprise	584,604	2.46	119,069		-	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Australia) Pty Ltd	Affiliated enterprise	295,976	6.09	-		21,967	
Delta Electronics Int'l (Singapore) Pte. Ltd.	DELTA ELETRONICS BRASIL LTDA	Affiliated enterprise	139,320	1.48	-		18,588	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics ( Switzerland ) AG	Affiliated enterprise	793,426	3.76	-		194,885	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Dongguan) Co., Ltd.	Affiliated enterprise	6,784,650	3.79	1,761,063		1,731,212	

Table 7-2

Creditor	Counterparty	Relationship with the counterparty	Balance as at March 31, 2023 (Note 1)	Turnover rate	Overdue receivables		Amount collected subsequent to the balance date (Note 2)	Allowance for doubtful accounts
					Amount	Action taken		
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Jiangsu) Ltd.	Affiliated enterprise	\$ 3,204,361	7.03	\$ -		\$ 1,245,405	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Networks (Dongguan) Ltd.	Affiliated enterprise	1,254,600	4.95	-		308,115	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Wuhu) Co., Ltd.	Affiliated enterprise	672,127	6.71	-		13,838	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Chenzhou) Co., Ltd.	Affiliated enterprise	938,477	2.96	215,506		164,430	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Cyntec Co., Ltd.	Affiliated enterprise	443,985	4.27	-		-	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics India Pvt. Ltd.	Affiliated enterprise	818,215	2.13	15,529		-	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Japan), Inc.	Affiliated enterprise	555,811	3.97	-		210,987	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Netherlands) B.V.	Affiliated enterprise	635,728	5.50	-		161,575	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Norway) AS	Affiliated enterprise	269,774	4.23	-		37,102	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Slovakia) s.r.o.	Affiliated enterprise	322,151	4.02	88,953		-	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Thailand) Public Company Limited	Affiliated enterprise	744,461	4.86	806		254,849	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics, Inc.	Ultimate parent company	9,599,233	2.51	97,440		31,251	
Delta Electronics Int'l (Singapore) Pte. Ltd.	DEI Logistics (USA) Corp.	Affiliated enterprise	4,426,897	3.02	-		333,122	
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Americas) Ltd.	Affiliated enterprise	753,076	2.67	45,292		-	
Delta Electronics Int'l (Singapore) Pte. Ltd.	DELTA ELECTRONICS (USA) INC.	Affiliated enterprise	996,416	1.77	178,199		343,704	
Delta Electronics (Slovakia) s.r.o.	Delta Electronics (Netherlands) B.V.	Affiliated enterprise	624,224	3.49	264		223,191	
Delta Electronics (Slovakia) s.r.o.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	298,646	2.80	1,533		94,361	
Delta Electronics (Slovakia) s.r.o.	Eltek s.r.o.	Affiliated enterprise	292,185	2.36	112,988		646	
Delta Electronics (Slovakia) s.r.o.	Delta Electronics (Thailand) Public Company Limited	Affiliated enterprise	288,839	4.28	-		91,653	

Table 7-3

Creditor	Counterparty	Relationship with the counterparty	Balance as at March 31, 2023 (Note 1)	Turnover rate	Overdue receivables		Amount collected subsequent to the balance date (Note 2)	Allowance for doubtful accounts
					Amount	Action taken		
Eltek s.r.o.	Delta Electronics (Norway) AS	Affiliated enterprise	\$ 155,758	12.04	\$ 7,173		\$ 155,758	
Eltek s.r.o.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	651,698	4.94	703		153,659	
Delta Electronics (Thailand) Public Company Limited	Delta Electronics India Pvt. Ltd.	Affiliated enterprise	114,283	3.07	16,868		25,921	
Delta Electronics (Thailand) Public Company Limited	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	257,320	3.73	51,358		16,443	
Delta Electronics (Thailand) Public Company Limited	DET Logistics (USA) Corporation	Affiliated enterprise	10,959,994	2.62	853,084		277,938	
Delta Electronics (Thailand) Public Company Limited	Delta Electronics (Americas) Ltd.	Affiliated enterprise	328,020	3.40	-		-	
Delta International Holding Limited B.V.	Delta Controls Inc.	Affiliated enterprise	428,293	-	-		-	
Delta International Holding Limited B.V.	Delta Electronics (H.K.) Ltd.	Affiliated enterprise	13,094,310	-	-		-	
Delta International Holding Limited B.V.	Drake Investment (HK) Limited	Affiliated enterprise	771,584	-	-		-	
Delta International Holding Limited B.V.	Delta Electronics (Netherlands) B.V.	Affiliated enterprise	5,038,253	-	-		-	
Delta International Holding Limited B.V.	Amerlux, LLC	Affiliated enterprise	943,950	-	-		-	
Delta International Holding Limited B.V.	DELTA ELECTRONICS (USA) INC.	Affiliated enterprise	914,189	-	-		-	
DET International Holding B.V.	Delta Electronics India Pvt. Ltd.	Affiliated enterprise	2,375,100	-	-		-	
Delta Electronics (Shanghai) Co., Ltd.	Delta Electronics (Chongqing) Ltd.	Affiliated enterprise	644,002	-	-		-	
Delta Electronics (Shanghai) Co., Ltd.	Cyntec Electronics (WuHu) Co., Ltd.	Affiliated enterprise	2,070,963	-	-		-	
Delta Electronics (Wuhu) Co., Ltd.	Delta Electronics (Jiangsu) Ltd.	Affiliated enterprise	1,609,297	-	-		-	
Fairview Assets Ltd.	Delta Controls Inc.	Affiliated enterprise	1,835,543	-	-		-	
Fairview Assets Ltd.	Delta Electronics (H.K.) Ltd.	Affiliated enterprise	9,701,014	-	-		-	
Fairview Assets Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	13,772,076	-	-		-	

Table 7-4

Creditor	Counterparty	Relationship with the counterparty	Balance as at March 31, 2023 (Note 1)	Turnover rate	Overdue receivables		Amount collected subsequent to the balance date (Note 2)	Allowance for doubtful accounts
					Amount	Action taken		
Delta Energy Systems (Germany) GmbH	Delta Energy Systems Property (Germany) GmbH	Affiliated enterprise	\$ 367,965	-	\$ -		\$ -	
Delta Greentech (Netherlands) B.V.	Eltek s.r.o.	Affiliated enterprise	200,292	-	-		-	
Delta Electronics (Norway) AS	Delta Electronics (Slovakia) s.r.o.	Affiliated enterprise	397,800	-	-		-	
March Networks Corporation	March Networks, Inc.	Affiliated enterprise	310,310	4.02	-		118,276	
Universal Instruments Corporation	Universal Instruments Mfg.(Shenzhen) Co. Ltd.	Affiliated enterprise	200,257	-	-		-	
Vivotek Inc.	Vivotek USA, Inc.	Affiliated enterprise	151,182	2.68	-		-	

Note 1: Including other receivables in excess of \$100,000.

Note 2: The amount represents collections subsequent to March 31, 2023 up to April 27, 2023.



Delta Electronics, Inc. and Subsidiaries  
Significant inter-company transactions during the reporting period  
Three months ended March 31, 2023

Table 8

Expressed in thousands of New Taiwan dollars, except as otherwise indicated

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			
				General ledger account	Amount (Note 7)	Transaction terms	Percentage of consolidated total operating revenues or total assets (Note 3)
0	Delta Electronics, Inc.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Subsidiary	Operating revenue	\$ 3,291,513	(Note 4)	3.54
0	Delta Electronics, Inc.	DEI Logistics (USA) Corp.	Subsidiary	Operating revenue	1,407,866	(Note 5)	1.52
1	Delta Electronics (Dongguan) Co., Ltd.	Delta Electronics (Shanghai) Co., Ltd.	Affiliated enterprise	Operating revenue	1,243,355	(Note 4)	1.34
1	Delta Electronics (Dongguan) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	9,149,432	(Note 4)	9.85
2	Delta Electronics (Jiangsu) Ltd.	Delta Electronics (Shanghai) Co., Ltd.	Affiliated enterprise	Operating revenue	4,438,938	(Note 4)	4.78
2	Delta Electronics (Jiangsu) Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	14,026,658	(Note 4)	15.11
3	Delta Electronics (Shanghai) Co., Ltd.	Delta Greentech (China) Co., Ltd.	Affiliated enterprise	Operating revenue	3,063,439	(Note 4)	3.30
4	Delta Networks (Dongguan) Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	1,782,713	(Note 4)	1.92
5	Delta Electronics (Wuhu) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	1,549,737	(Note 4)	1.67
6	Delta Electronics (Chenzhou) Co., Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	1,202,276	(Note 4)	1.29
7	Cyntec Electronics (Suzhou) Co., Ltd	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Operating revenue	2,703,221	(Note 4)	2.91
8	Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Dongguan) Co., Ltd.	Affiliated enterprise	Operating revenue	5,585,053	(Note 4)	6.01
8	Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Jiangsu) Ltd.	Affiliated enterprise	Operating revenue	5,950,597	(Note 4)	6.41

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			
				General ledger account	Amount (Note 7)	Transaction terms	Percentage of consolidated total operating revenues or total assets (Note 3)
8	Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Networks (Dongguan) Ltd.	Affiliated enterprise	Operating revenue	\$ 1,641,180	(Note 4)	1.77
8	Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Wuhu) Co., Ltd.	Affiliated enterprise	Operating revenue	1,230,324	(Note 4)	1.32
8	Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics, Inc.	Ultimate parent company	Operating revenue	6,239,579	(Note 4)	6.72
8	Delta Electronics Int'l (Singapore) Pte. Ltd.	DEI Logistics (USA) Corp.	Affiliated enterprise	Operating revenue	3,445,265	(Note 5)	3.71
9	Delta Electronics (Thailand) Public Company Limited	DET Logistics (USA) Corporation	Affiliated enterprise	Operating revenue	7,333,831	(Note 5)	7.90
2	Delta Electronics (Jiangsu) Ltd.	Delta Electronics (Shanghai) Co., Ltd.	Affiliated enterprise	Accounts receivable	4,342,379	(Note 4)	1.02
2	Delta Electronics (Jiangsu) Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Accounts receivable	5,347,872	(Note 4)	1.25
8	Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Dongguan) Co., Ltd.	Affiliated enterprise	Accounts receivable	6,784,650	(Note 4)	1.59
8	Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics, Inc.	Ultimate parent company	Accounts receivable	9,599,233	(Note 4)	2.25
8	Delta Electronics Int'l (Singapore) Pte. Ltd.	DEI Logistics (USA) Corp.	Affiliated enterprise	Accounts receivable	4,426,897	(Note 5)	1.04
9	Delta Electronics (Thailand) Public Company Limited	DET Logistics (USA) Corporation	Affiliated enterprise	Accounts receivable	10,959,994	(Note 5)	2.57
10	Delta International Holding Limited B.V.	Delta Electronics (H.K.) Ltd.	Affiliated enterprise	Other receivables - related parties	13,094,310	(Note 6)	3.07
10	Delta International Holding Limited B.V.	Delta Electronics (Netherlands) B.V.	Affiliated enterprise	Other receivables - related parties	5,038,253	(Note 6)	1.18

Table 8-2

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			
				General ledger account	Amount (Note 7)	Transaction terms	Percentage of consolidated total operating revenues or total assets (Note 3)
11	Fairview Assets Ltd.	Delta Electronics (H.K.) Ltd.	Affiliated enterprise	Other receivables - related parties	\$ 9,701,014	(Note 6)	2.27
11	Fairview Assets Ltd.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Affiliated enterprise	Other receivables - related parties	13,772,076	(Note 6)	3.23

Note 1: The numbers filled in for the transaction company in respect of inter-company transactions are as follows:

(1) Parent company is '0'.

(2) The subsidiaries are numbered in order starting from '1'.

Note 2: Relationship between transaction company and counterparty is classified into the following three categories:

(1) Parent company to subsidiary.

(2) Subsidiary to parent company.

(3) Subsidiary to subsidiary.

Note 3: Regarding percentage of transaction amount to consolidated total operating revenues or total assets, it is computed based on period-end balance of transaction to consolidated total assets for balance sheet accounts and based on accumulated transaction amount for the period to consolidated total operating revenues for income statement accounts.

Note 4: There is no similar transaction to compare with. It will follow the agreed price and transaction terms and all the credit terms are 70 days.

Note 5: It will follow the agreed price and transaction terms, and all the credit terms are 90 days after delivery.

Note 6: Lending of capital.

Note 7: The disclosure requirement for the above disclosed amounts is 1% of the consolidated total assets for balance sheet accounts and 1% of the consolidated total revenue for income statement accounts.

Delta Electronics, Inc. and Subsidiaries  
Information on investees

Three months ended March 31, 2023

Expressed in thousands of New Taiwan dollars, except as otherwise indicated

Table 9

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at March 31, 2023			Net profit (loss) of the investee for the three months ended March 31, 2023	Investment income (loss) recognised by the Company for the three months ended March 31, 2023	Footnote
				Balance as at March 31, 2023	Balance as at December 31, 2022	Number of shares	Ownership (%)	Book value			
Delta Electronics, Inc.	Delta International Holding Limited B.V.	Netherlands	Equity investments	\$ 8,922,118	\$ 8,922,118	67,680,000	100.00	\$ 73,599,359	\$ 891,312	\$ 889,679	(Note 6)
Delta Electronics, Inc.	Delta Networks Holding Limited	Cayman Islands	Equity investments	29,582	29,582	83,800,000	100.00	2,171,450	28,788	28,788	(Note 6)
Delta Electronics, Inc.	Delta Electronics (Netherlands) B.V.	Netherlands	Sales of power products, display solution products, electronic components, industrial automation products and materials	4,529,355	4,529,355	128,492,272	100.00	29,969,211	892,610	175,364	(Note 6)
Delta Electronics, Inc.	Delta Electronics (Thailand) Public Company Limited	Thailand	Manufacturing and exporting power supplies, other electronic parts and components	4,780,487	4,780,487	69,128,140	5.54	5,271,396	3,218,192	157,051	(Notes 6 and 13)
Delta Electronics, Inc.	Cytec Co., Ltd.	Taiwan	Research, development, manufacturing and sales of film optic-electronic devices	12,067,931	12,067,931	2,341,204,333	100.00	37,833,014	278,180	294,803	(Note 6)
Delta Electronics, Inc.	DelBio Inc.	Taiwan	Manufacturing, wholesale and retail of medical equipment	900,000	900,000	21,761,836	100.00	177,632	( 6,790)	( 6,722)	(Note 6)
Delta Electronics, Inc.	Delta Electronics Capital Company	Taiwan	Equity investments	3,253,241	3,253,241	391,967,176	100.00	4,215,031	277,164	277,164	(Note 6)
Delta Electronics, Inc.	Delta Electronics Int'l (Singapore) Pte. Ltd.	Singapore	Research, development and sales of electronic products	34,498	34,498	45,234,240	100.00	64,311,234	3,343,553	3,759,742	(Note 6)
Delta Electronics, Inc.	Delta America Ltd.	U.S.A.	Equity investments	103,065	103,065	2,100,000	10.26	150,949	280,835	36,045	(Notes 6 and 9)
Delta Electronics, Inc.	Vivotek Inc.	Taiwan	Manufacturing and sales of video compression software and encoding, network video server, webcam and its related components	4,471,534	4,471,534	49,128,058	56.75	4,555,118	131,707	59,888	(Note 6)
Delta Electronics, Inc.	Chunghwa SEA Holdings	Taiwan	Equity investments	8,800	8,800	880,000	44.00	8,263	( 195)	( 86)	(Note 6)
Delta Electronics, Inc.	Delmind Inc.	Taiwan	Provide vertical add-on value solution	210,000	210,000	21,000,000	70.00	190,828	( 7,130)	( 4,991)	(Note 6)
Delta Electronics, Inc.	Ancora Semiconductors Inc.	Taiwan	Gallium Nitride (GaN) technologies and solutions	470,000	470,000	37,000,000	67.03	354,724	( 53,787)	( 33,252)	(Notes 6 and 22)
Delta Electronics, Inc.	Delta Energy Inc.	Taiwan	Energy technology services	200,000	-	20,000,000	100.00	200,000	-	-	(Notes 6 and 18)
Delta Electronics, Inc.	Atrust Computer Corporation	Taiwan	Research, development, manufacturing and sales of Thin Client, Zero Client, server and management software	950,259	-	28,825,000	55.02	949,037	10,824	( 1,222)	(Notes 6 and 18)
Atrust Computer Corporation	APLUS COMPUTER (SAMOA) COMPANY LIMITED	Samoa	Equity investments	68,513	52,282	1,716,980	100.00	12,332	( 741)	( 741)	(Notes 6 and 23)
Delta Electronics Capital Company	Ancora Semiconductors Inc.	Taiwan	Gallium Nitride (GaN) technologies and solutions	40,000	40,000	4,000,000	7.25	52,910	( 53,787)	( 3,900)	(Notes 6 and 22)

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at March 31, 2023			Net profit (loss) of the investee for the three months ended March 31, 2023	Investment income (loss) recognised by the Company for the three months ended March 31, 2023	Footnote
				Balance as at March 31, 2023	Balance as at December 31, 2022	Number of shares	Ownership (%)	Book value			
Delta International Holding Limited B.V.	Delta Electronics (Thailand) Public Company Limited	Thailand	Manufacturing and exporting power supplies, other electronic parts and components	\$ 13,117,166	\$ 13,117,166	191,984,450	15.39	\$ 14,905,839	\$ 3,218,192	\$ 435,586	(Notes 1 and 13)
Delta International Holding Limited B.V.	DEI Logistics (USA) Corp.	U.S.A.	Warehousing and logistics services	87,422	87,422	1,000,000	100.00	250,672	3,527	3,527	(Note 1)
Delta International Holding Limited B.V.	Delta Electronics (Japan), Inc.	Japan	Sales of power products, display solution products, electronic components, industrial automation products and materials	87,055	87,055	5,600	100.00	887,256	58,789	58,789	(Note 1)
Delta International Holding Limited B.V.	Digital Projection International Ltd.	Britain	Equity investments	430,151	430,151	46,949,667	100.00	117,963	( 17,266)	( 20,061)	(Note 1)
Delta International Holding Limited B.V.	Delta Electronics (Switzerland) AG	Switzerland	Equity investments, research, development and sales of electronic products	619,487	619,487	10,000	100.00	952,402	199,226	197,659	(Note 1)
Delta International Holding Limited B.V.	DELTA ELECTRONICS HOLDING (USA) INC.	U.S.A.	Equity investments	2,079,428	2,079,428	1,060,624	100.00	2,949,732	7,072	6,493	(Note 1)
Delta International Holding Limited B.V.	Delta Electronics (Norway) AS	Norway	Research, development and sales of power supplies and others	15,138,750	15,138,750	93,531,101	100.00	11,326,995	14,414	( 172,245)	(Note 1)
Delta International Holding Limited B.V.	Delta Controls Inc.	Canada	Provide solutions to building management and control	2,283,750	2,283,750	75,000,000	100.00	2,850,716	12,870	12,870	(Note 1)
Delta International Holding Limited B.V.	Delta Electronics Europe Ltd.	Britain	Repair centre and providing support services	-	111,447	-	-	-	-	-	(Notes 1 and 19)
Delta International Holding Limited B.V.	March Networks Holdings Ltd.	Canada	Equity investments	3,803,708	3,803,708	10,000	100.00	3,602,032	( 50,216)	( 78,434)	(Note 1)
Delta International Holding Limited B.V.	UI Acquisition Holding Co.	U.S.A.	Equity investments	2,844,030	2,844,030	334	100.00	2,998,802	33,096	22,204	(Note 1)
Delta International Holding Limited B.V.	Delta America Ltd.	U.S.A.	Equity investments	1,572,178	-	18,374,182	89.74	3,623,032	280,835	94,186	(Notes 1 - 9 and 20)
Delta International Holding Limited B.V.	Trihedral Engineering Limited	Canada	Graphic control software and related engineering services	1,086,290	-	51,495	100.00	1,237,944	36,219	15,455	(Notes 1 and 20)
Delta America Ltd.	Delta Electronics (Americas) Ltd.	U.S.A.	Sales of electronic components	230,028	230,028	250,000	100.00	1,967,532	279,119	279,119	(Note 15)
Digital Projection International Ltd.	Digital Projection Holdings Ltd.	Britain	Equity investments	162,053	162,053	40,526,221	100.00	( 317,993)	( 17,266)	( 17,266)	(Note 17)
Delta Electronics (H.K.) Ltd.	Delta Electronics International Mexico S. A. DE C. V.	Mexico	Sales of power management system of industrial automation product and telecommunications equipment	298,312	298,312	2,733,483	100.00	271,674	( 17,093)	( 17,093)	(Note 2)
Delta Electronics (Netherlands) B.V.	Delta Electronics (H.K.) Ltd.	Hong Kong	Equity investments, operations management and engineering services	9,999,691	9,999,691	2,549,297,600	100.00	23,896,741	592,524	592,524	(Note 8)

Table 9-2

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at March 31, 2023			Net profit (loss) of the investee for the three months ended March 31, 2023	Investment income (loss) recognised by the Company for the three months ended March 31, 2023	Footnote
				Balance as at March 31, 2023	Balance as at December 31, 2022	Number of shares	Ownership (%)	Book value			
Delta Electronics (Netherlands) B.V.	Boom Treasure Limited	Hong Kong	Equity investments	\$ 2,652,831	\$ 2,652,831	1	100.00	\$ 1,918,233	\$ 20,725	(\$ 10,545)	(Note 8)
Delta Electronics (Netherlands) B.V.	Drake Investment (HK) Limited	Hong Kong	Equity investments	5,240,943	5,240,943	304,504,306	100.00	5,418,454	46,276	45,122	(Note 8)
Delta Electronics (Netherlands) B.V.	Delta America Ltd.	U.S.A.	Equity investments	-	1,572,178	-	-	-	280,835	157,613	(Notes 8 and 20)
Delta Electronics (Netherlands) B.V.	Delta Greentech Electronics Industry LLC	Turkey	Marketing and sales of electronic products	475,629	475,629	7,670,494	100.00	392,628	65,892	79,102	(Note 8)
Delta Electronics (Netherlands) B.V.	DELTA GREENTECH (BRASIL) LTDA.	Brazil	Manufacturing and sales of electronic products	216,500	216,500	4,315,657	100.00	162,361	( 117)	( 117)	(Note 8)
Delta Electronics (Netherlands) B.V.	DELTA ELECTRONICS BRASIL LTDA.	Brazil	Manufacturing and sales of electronic products	617,633	617,633	87,000,000	100.00	678,517	42,395	42,395	(Note 8)
Delta Electronics (Netherlands) B.V.	Amerlux, LLC	U.S.A.	Design and production of dedicated lighting system and facilities	2,975,544	2,975,544	-	100.00	3,036,862	( 8,091)	( 29,462)	(Note 8)
Delta Electronics (Netherlands) B.V.	Delta Greentech SGP Pte. Ltd.	Singapore	Equity investments	850,489	850,489	12,175,470	100.00	640,407	7,197	( 2,265)	(Note 8)
Delta Electronics (Netherlands) B.V.	Trihedral Engineering Limited	Canada	Graphic control software and related engineering services	-	1,086,290	-	-	-	36,219	13,185	(Notes 8 and 20)
Delta Electronics Int'l (Singapore) Pte. Ltd.	Delta Electronics (Thailand) Public Company Limited	Thailand	Manufacturing and exporting power supplies, other electronic parts and components	36,431,958	36,431,958	534,479,306	42.85	42,793,266	3,218,192	1,212,790	(Notes 7 and 13)
Delta Electronics Int'l (Singapore) Pte. Ltd.	ELTEK POWER INCORPORATED	Philippines	Sales of power supplies and others	22,938	22,938	11,400,000	100.00	23,528	( 15,761)	( 15,761)	(Note 7)
Delta Electronics Int'l (Singapore) Pte. Ltd.	ELTEK POWER CO., LTD.	Thailand	Sales of power supplies and others	-	-	40,000	100.00	68,140	3,919	3,919	(Note 7)
Delta Electronics Int'l (Singapore) Pte. Ltd.	ELTEK POWER (CAMBODIA) LTD.	Cambodia	Sales of power supplies and others	-	-	1,000	100.00	( 19,075)	-	-	(Note 7)
Delta Electronics Int'l (Singapore) Pte. Ltd.	ELTEK POWER (MALAYSIA) SDN. BHD.	Malaysia	Sales of power supplies and others	62,890	62,890	300,000	100.00	( 58,475)	( 3,211)	( 3,211)	(Note 7)
Delta Electronics Int'l (Singapore) Pte. Ltd.	Loy Tec electronics GmbH	Austria	Provide solutions to building management and control	2,471,305	2,471,305	-	100.00	1,682,115	49,538	22,791	(Note 7)
Delta Networks Holding Limited	Delta Networks, Inc.	Cayman Islands	Equity investments	5,415,806	5,415,806	1,196,886,000	100.00	2,132,877	28,916	28,916	(Note 3)
Delta Networks, Inc.	Delta Networks (HK) Limited	Hong Kong	Equity investments	1,065,750	1,065,750	35,000,000	100.00	2,125,692	29,290	29,290	(Note 4)
Cyntec Co., Ltd.	Fairview Assets Ltd.	Cayman Islands	Equity investments	1,116,521	1,116,521	32,740,062	100.00	33,039,175	346,389	346,389	(Note 5)
Cyntec Co., Ltd.	Power Forest Technology Corporation	Taiwan	IC design of power management	347,387	347,387	15,432,000	99.73	83,233	( 37,474)	( 39,117)	(Note 5)

Table 9-3

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at March 31, 2023			Net profit (loss) of the investee for the three months ended March 31, 2023	Investment income (loss) recognised by the Company for the three months ended March 31, 2023	Footnote
				Balance as at March 31, 2023	Balance as at December 31, 2022	Number of shares	Ownership (%)	Book value			
Delta Electronics (Thailand) Public Company Limited	DET International Holding B.V.	Netherlands	Equity investments	\$ 8,479,216	\$ 8,479,216	264,357,330	100.00	\$ 6,176,072	\$ 57,916	\$ 53,026	(Note 16)
Delta Electronics (Thailand) Public Company Limited	Delta Green Industrial (Thailand) Co., Ltd.	Thailand	Integration, sales, trading, installation and providing services of uninterruptible power supply, photovoltaic inverter, electric cars charger and data center	184,844	184,844	20,600,000	100.00	34,657	( 8,369)	( 8,369)	(Note 16)
Delta Electronics (Thailand) Public Company Limited	Delta Energy Systems (Singapore) PTE. LTD.	Singapore	Equity investments, trading, management and consultancy	6,933,490	5,001,442	234,404,399	100.00	10,691,491	200,946	201,904	(Note 16)
Delta Electronics (Thailand) Public Company Limited	Delta Electronics (Vietnam) Company Limited	Vietnam	Sales of electronic products	2,719	2,719	-	100.00	1,664	( 1,176)	( 1,176)	(Note 16)
Delta Electronics (Thailand) Public Company Limited	DELTA ELECTRONICS INDIA MANUFACTURING PRIVATE LIMITED	India	Manufacturing and marketing of electronic products	152,436	152,436	38,110,999	100.00	150,232	( 3,547)	( 3,547)	(Note 16)
Vivotek Inc.	Otus Imaging, Inc.	Taiwan	Sales of webcams and related components	-	44,294	-	-	-	( 5,290)	( 5,290)	(Notes 11 and 21)
Vivotek Inc.	Realwin Investment Inc.	Taiwan	Venture capital company	173,696	173,696	17,369,635	100.00	196,895	8,054	7,918	(Note 11)
Vivotek Inc.	Vivotek Holdings, Inc.	U.S.A.	Holding company	31,555	31,555	1,050	100.00	317,568	6,829	15,977	(Note 11)
Vivotek Inc.	Vivotek Netherlands B.V.	Netherlands	Sales service	11,418	11,418	3,000	100.00	16,255	799	799	(Note 11)
Vivotek Inc.	Vivotek (Japan) Inc.	Japan	Sales service	17,939	17,939	6,600	100.00	22,309	280	280	(Note 11)
Vivotek Holdings, Inc.	Vivotek USA, Inc.	U.S.A.	Sales of webcams and related components	28,480	28,480	10,000,000	100.00	386,128	6,808	6,808	(Note 10)
Realwin Investment Inc.	Lidlight Inc.	Taiwan	Sales of lighting equipment	10,200	10,200	1,020,000	51.00	3,728	( 228)	( 116)	(Note 12)
Realwin Investment Inc.	Aetek Inc.	Taiwan	Sales of webcams and related components	34,045	34,045	3,372,500	56.21	92,932	12,360	6,947	(Note 12)
Realwin Investment Inc.	Wellstates Investment, LLC	U.S.A.	Investment and leasing of commercial real estate related business	34,859	34,859	-	100.00	61,096	1,169	1,169	(Note 12)
Realwin Investment Inc.	Skywatch INC.	Taiwan	Wholesale of electronic equipment	755	755	50,070	0.88	-	-	-	(Note 14)

Note 1: The Company's second-tier subsidiary or subsidiary's investee accounted for under equity method, which was recognised as investment gains/losses through Delta International Holding Limited B.V.

Note 2: The Company's third-tier subsidiary, which was recognised as investment gains/losses through Delta Electronics (H.K.) Ltd.

Note 3: The Company's second-tier subsidiary, which was recognised as investment gains/losses through Delta Networks Holding Limited.

Note 4: The Company's third-tier subsidiary, which was recognised as investment gains/losses through Delta Networks, Inc.

Note 5: The Company's second-tier subsidiary, which was recognised as investment gains/losses through Cyntec Co., Ltd.

Note 6: The investment income /loss is net of the elimination of intercompany transactions.

Note 7: The Company's second-tier subsidiary, which was recognised as investment gains/losses through Delta Electronics Int'l (Singapore) Pte. Ltd.

Note 8: The Company's second-tier subsidiary, which was recognised as investment gains/losses through Delta Electronics (Netherlands) B.V.

Note 9: The Company indirectly acquired 89.74% equity shares of Delta America Ltd. through Delta International Holding Limited B.V. considering the 10.26% equity shares held by the Company, the total ownership was 100%.

Note 10: The Company's third-tier subsidiary, which was recognised as investment gains/losses through Vivotek Holdings, Inc.

Note 11: The Company's second-tier subsidiary, which was recognised as investment gains/losses through Vivotek Inc.

Note 12: The Company's third-tier subsidiary, which was recognised as investment gains/losses through Realwin Investment Inc.

Note 13: The Company indirectly acquired 15.39% and 42.85% equity shares of Delta Electronics (Thailand) Public Company Limited through Delta International Holding Limited B.V. and Delta Electronics Int'l (Singapore) Pte. Ltd., respectively, considering 5.54% equity shares held by the Company, the total ownership was 63.78%.

Note 14: The Company's associate was recognised as investment gains/losses due to significant influence by the Company's second-tier subsidiary Realwin Investment Inc., which owns one board member in the Company.

Note 15: The Company's second-tier subsidiary, which was recognised as investment gains/losses through Delta America Ltd.

Note 16: The Company's third-tier subsidiary, which was recognised as investment gains/losses through Delta Electronics (Thailand) Public Company Limited.

Note 17: The Company's third-tier subsidiary, which was recognised as investment gains/losses through Digital Projection International Ltd.

Note 18: Established or invested during 2023.

Note 19: This company had been liquidated in January 2023.

Note 20: As the Group reorganised in March 2023, Delta Electronics (Netherlands) B.V. sold 89.74% and 100% of shares in its subsidiaries, Delta America Ltd. and Trihedral Engineering Limited, to Delta International Holding Limited B.V., respectively.

Note 21: The Group had disposed the investee in March 2023.

Note 22: The Company indirectly acquired 7.25% equity shares of Ancora Semiconductors Inc. through Delta Electronics Capital Company considering the 67.03% equity shares held by the Company, the total ownership was 74.28%.

Note 23: The Company's second-tier subsidiary, which was recognised as investment gains/losses through Atrust Computer Corporation.



Delta Electronics, Inc. and Subsidiaries  
Information on investments in Mainland China  
Three months ended March 31, 2023

Table 10

Expressed in thousands of New Taiwan dollars, except as otherwise indicated

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Accumulated amount of remittance from Taiwan to Mainland China as at January 1, 2023	Amount remitted from Taiwan to Mainland China/Amount remitted back to Taiwan for the three months ended March 31, 2023		Accumulated amount of remittance from Taiwan to Mainland China as at March 31, 2023	Net income (loss) of investee for the three months ended March 31, 2023	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the three months ended March 31, 2023	Book value of investments in Mainland China as at March 31, 2023	Accumulated amount of investment income remitted back to Taiwan as at March 31, 2023	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
Delta Electronics (Dongguan) Co., Ltd.	Manufacturing and sales of transformer and thermal products	\$ 4,260,260	Invested by DHK	\$ 5,078,309	\$ -	\$ -	\$ 5,078,309	\$ 93,615	100.00	\$ 94,832	\$ 6,646,216	\$ 294,147	(Notes 3 and 13)
Delta Electronics (Shanghai) Co., Ltd.	Product design, management consulting service and distribution of electronic products	3,512,688	Invested by DHK	476,343	-	-	476,343	164,927	100.00	164,782	7,280,892	-	(Notes 6 and 13)
Delta Electronics (Wuhu) Co., Ltd.	Manufacturing and sales of LED light source, power supplies and others	4,080,300	Invested by DHK	521,037	-	-	521,037	7,261	100.00	7,261	4,476,558	-	(Notes 7 and 13)
Delta Electronics (Chenzhou) Co., Ltd.	Manufacturing and sales of transformers	1,918,350	Invested by DHK	130,170	-	-	130,170	35,779	100.00	36,157	2,318,353	-	(Notes 8 and 13)
Delta Electronics (Jiangsu) Ltd.	Manufacturing and sales of power supplies and transformers	5,688,365	Invested by DHK	12,418,419	-	-	12,418,419	347,862	100.00	346,660	12,133,812	-	(Note 13)
Delta Green (Tianjin) Industries Co., Ltd.	Manufacturing and sales of transformers	137,939	Invested by DHK	1,007,443	-	-	1,007,443	( 598)	100.00	( 598)	( 87,175)	-	(Notes 9 and 13)
Delta Electronics (Pingtan) Co., Ltd.	Wholesale and retail of electronic products and energy-saving equipment	132,860	Invested by DHK	158,178	-	-	158,178	10,268	100.00	10,268	223,020	-	(Note 13)
Delta Electronics (Beijing) Co., Ltd.	Installation of mechanic, electronic, telecommunication and circuit equipment	221,434	Invested by DHK	13,926	-	-	13,926	1,370	100.00	1,370	177,099	-	(Notes 10 and 13)
Delta Electronics (Xi'an) Co., Ltd.	Sales of computer, peripheral equipment and software	243,577	Invested by DHK	257,560	-	-	257,560	348	100.00	348	199,027	-	(Note 13)
Cyntec Electronics (Suzhou) Co., Ltd.	Technical service, technical development, technical consultation, technical exchange, technical transfer, technical promotion; electronic components manufacturing, electronic components wholesale, electronic components retail, mold manufacturing, mold sales, forgings and powder metallurgy products sales	7,094,850	Invested by CHK	-	8,582,945	-	8,582,945	206,355	100.00	206,355	6,894,624	-	(Notes 13 and 19)
Delta Networks (Dongguan) Ltd.	Manufacturing and sales of other radio-broadcast receivers and the equipment in relation to broadband access networking system	1,385,475	Invested by DNHK	1,361,308	-	-	1,361,308	21,465	100.00	21,320	1,866,049	669,900	(Notes 5 and 13)

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Accumulated amount of remittance from Taiwan to Mainland China as at January 1, 2023	Amount remitted from Taiwan to Mainland China/Amount remitted back to Taiwan for the three months ended March 31, 2023		Accumulated amount of remittance from Taiwan to Mainland China as at March 31, 2023	Net income (loss) of investee for the three months ended March 31, 2023	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the three months ended March 31, 2023	Book value of investments in Mainland China as at March 31, 2023	Accumulated amount of investment income remitted back to Taiwan as at March 31, 2023	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
Delta Networks (Xiamen) Ltd.	Operation of radio transmission apparatus, and automatic data processing, reception, conversion and transmission or regeneration of voice, images or other data of the machine, including switches and routers, with a special program to control a computer or word processor with memory business	\$ 65,315	Invested by DNHK	\$ 21,315	\$ -	\$ -	\$ 21,315	\$ 30,240	30.00	\$ 9,072	\$ 54,534	\$ -	(Note 14)
DelBio (Wujiang) Co., Ltd.	Manufacturing, wholesale and retail of medical equipment	121,800	Invested by DelBio	121,800	-	-	121,800	( 580)	100.00	( 580)	171,986	23,888	(Note 15)
Chenzhou Delta Technology Co., Ltd.	Manufacturing and sales of transformers	112,931	Invested by DCZ	-	-	-	-	12,543	100.00	12,917	337,933	-	(Note 11)
Delta Energy Technology Puhuan (Shanghai) Co., Ltd.	Sales of solar power products, solar power equipment, photovoltaic equipment and components, mechanical and electrical equipment, power electronic components and special equipment for semiconductor parts, rental of photovoltaic power equipment, engineering and technical research, testing, and development, energy saving management services and solar power technology services	44,730	Invested by DET-SH	-	-	-	-	( 420)	96.32	( 420)	31,944	-	(Note 11)
Guangzhou Amerlux Lighting Solutions Company Limited	Wholesale of lighting fixture and decorative objects	14,464	Invested by Amerlux Lighting Hong Kong Limited	183,385	-	-	183,385	( 841)	100.00	( 841)	19,194	-	(Notes 16 and 18)
Delta Greentech (China) Co., Ltd.	Sales of uninterruptible power systems	2,515,485	Invested by Drake-HK, Boom and DGSG	9,311,995	-	-	9,311,995	98,204	95.91	94,188	6,983,376	-	(Notes 4 and 12)
Cyntec Electronics (WuHu) Co., Ltd.	Technology services, development, consultation, exchange, transfer and promotion; manufacturing, wholesale and retail of electronic components; manufacturing and sales of molds; manufacturing and sales of forgings and powder metallurgy products and import and export of goods or technique	1,492,050	Invested by DHK	913,500	-	-	913,500	50,293	100.00	50,293	1,231,849	-	(Notes 13 and 20)
Fujian Kaixin Construction Engineering Co., Ltd.	Constructions of buildings and structures, steel structures, building decoration, earth work, municipal public works and landscape as well as design and construction of hydraulic and hydroelectric engineering and structural reinforcement and reconditioning	110,717	Invested by DPT	-	-	-	-	-	40.00	-	12,584	-	(Note 11)

Table 10-2

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Accumulated amount of remittance from Taiwan to Mainland China as at January 1, 2023	Amount remitted from Taiwan to Mainland China/Amount remitted back to Taiwan for the three months ended March 31, 2023		Accumulated amount of remittance from Taiwan to Mainland China as at March 31, 2023	Net income (loss) of investee for the three months ended March 31, 2023	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the three months ended March 31, 2023	Book value of investments in Mainland China as at March 31, 2023	Accumulated amount of investment income remitted back to Taiwan as at March 31, 2023	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
Delta Electronics (Chongqing) Ltd.	Manufacturing electronic parts of new energy vehicles and parts for power of electronic equipment	\$ 1,065,750	Invested by DHK	\$ -	\$ -	\$ -	\$ -	(\$ 24,841)	100.00	(\$ 24,841)	\$ 864,276	\$ -	(Note 13)
Universal Instruments Mfg.(Shenzhen) Co. Ltd.	Precision automation solutions	128,295	Invested by UI European Holdco. Cooperatief U.A.	-	-	-	-	15,739	100.00	15,739	102,481	-	(Note 21)

Note 1: The capital was translated based on the capital certified report of the investee companies into New Taiwan Dollars at the average exchange rate of RMB 6.87565 to US\$1 and NTD 4.42867 to RMB\$1.

Note 2: The accumulated remittance as at January 1, 2023, remitted or collected this period, accumulated remittance as at March 31, 2023 and investment income remitted back as at March 31, 2023 was translated into New Taiwan Dollars at the average exchange rate of NTD 30.45 to US\$1 at the balance sheet date.

Note 3: Except for the facility of US\$166,775 thousand permitted by Investment Commission, the capitalisation of earnings of US\$27,081 thousand permitted by Investment Commission is excluded from the Company's amount of investment in Mainland China.

Note 4: Except for the facility of US\$305,813 thousand permitted by Investment Commission, the capitalisation of earnings of US\$980 thousand permitted by Investment Commission is excluded from the Company's amount of investment in Mainland China. Also, the investment structure was approved by Investment Commission to be adjusted on March 24, 2023 but has not yet been completed as of March 31, 2023.

Note 5: Except for the facility of US\$44,706 thousand permitted by Investment Commission, the capitalisation of earnings of US\$21,812 thousand permitted by Investment Commission is excluded from the Company's amount of investment in Mainland China.

Note 6: Except for the facility of US\$15,643 thousand permitted by Investment Commission, the capitalisation of earnings of US\$110,401 thousand permitted by Investment Commission is excluded from the Company's amount of investment in Mainland China.

Note 7: Except for the facility of US\$17,111 thousand permitted by Investment Commission, the capitalisation of earnings of US\$120,320 thousand permitted by Investment Commission is excluded from the Company's amount of investment in Mainland China.

Note 8: Except for the facility of US\$4,275 thousand permitted by Investment Commission, the capitalisation of earnings of US\$59,220 thousand permitted by Investment Commission is excluded from the Company's amount of investment in Mainland China.

Note 9: Except for the facility of US\$33,085 thousand permitted by Investment Commission, the capitalisation of earnings of US\$265 thousand permitted by Investment Commission is excluded from the Company's amount of investment in Mainland China.

Note 10: Except for the facility of US\$457 thousand permitted by Investment Commission, the capitalisation of earnings of US\$7,268 thousand permitted by Investment Commission is excluded from the Company's amount of investment in Mainland China.

Note 11: According to the regulations of the Investment Commission, the reinvestment of the investee companies in Mainland China is not required to obtain the approval of the Investment Commission; thus the investment amounts are excluded from the calculation of investment the Company's ceiling of amount in Mainland China.

Note 12: Jointly invested through Drake Investment (HK) Limited, DELTA GREENTECH SGP Pte. Ltd. and Boom Treasure Limited.

Note 13: Invest through Delta Electronics (H.K.) Ltd.

Note 14: Invest through Delta Networks (HK) Limited.

Note 15: Invest through DelBio Inc.

Note 16: Invest through Amerlux Lighting Hong Kong Limited.

Note 17: Except for Delta Green (Tianjin) Industries Co., Ltd., Delta Electronics (Pingtan) Co., Ltd., DelBio (Wujiang) Co., Ltd., Delta Energy Technology Puhuan (shanghai) Co., Ltd., Delta Electronics (Beijing) Co., Ltd.,

Delta Electronics (Xi'an) Co., Ltd., Guangzhou Amerlux Lighting Solutions Company Limited, Delta Electronics (Chongqing) Ltd., Universal Instruments Mfg. (Shenzhen) Co., Ltd., Delta Networks (Xiamen) Ltd. and Fujian Kaixin Construction Engineering Co., Ltd. whose investment income (loss) was recognised based on recognised or on loss gain investment based on financial statement prepared by each company, others were recognised.

Note 18: The investment structure was approved by Investment Commission to be adjusted on March 24, 2023 but has not yet been completed as of March 31, 2023.

Note 19: On December 27, 2022, the company was approved by the Investment Commission to purchase 100% equity of Cytect Electronics (Suzhou) Co., Ltd held by CYNTEC HOLDING (HK) LIMITED through Delta Electronics (H.K.) Ltd., a subsidiary of the company.

The transfer was completed on February 28, 2023, and therefore included in the investment amount remitted by the Company in the current period.

Note 20: Except for the facility of US\$30,000 thousand permitted by Investment Commission, the capitalisation of earnings of US\$19,000 thousand permitted by Investment Commission is excluded from the Company's amount of investment in Mainland China.

Note 21: Invest through UI European Holdco. Cooperatief U.A.

Company name	Accumulated amount remitted from Taiwan to Mainland China as at March 31, 2023	Investment amount approved by the Investment Commission of Ministry of Economic Affairs (MOEA)	Ceiling of investments in Mainland China imposed by the Investment Commission of MOEA
Delta Electronics, Inc. (Notes 2 and 3)	\$ 39,023,982	\$ 39,023,982	\$ -
Cyntec Co., Ltd. (Note 5)	-	5,761,517	18,446,126
DelBio Inc. (Notes 4 and 6)	97,912	97,912	106,579

Note 1: The accumulated amount remitted out of Taiwan to Mainland China and investment amount approved by the investment commission was translated into New Taiwan Dollars at the average exchange rate of NTD30.45 to US\$1 at the balance sheet date.

Note 2: The investment income of US\$22,000 thousand, US\$18,000 thousand, US\$10,509 thousand and US\$14,351 thousand were remitted back on March 11, 2011, June 27, 2012, August 14, 2012, June 24, 2009 and December 29, 2005, respectively, from the investee companies in Mainland China and was permitted by Investment Commission on August 3, 2012, August 28, 2012, July 17, 2009 and January 6, 2006, respectively, which are deductible from the Company's accumulated amount remitted out of Taiwan to Mainland China.

Note 3: According to "Regulation Governing the Approval of Investment or Technical Cooperation in Mainland China", the Company obtained the approval of operation headquarters from Industrial Development Bureau of Ministry of Economic Affairs. There is no ceiling of investment amount.

Note 4: The ceiling is calculated based on DelBio Inc.'s 60% of net assets as at March 31, 2023.

Note 5: Cyntec Co., Ltd. remitted back the investment income of US\$9,250 thousand on June 22, 2021 from the investee company in Mainland China, Cyntec Electronics (Suzhou) Co., Ltd., and was permitted by Investment Commission on August 4, 2021, which are deductible from Cyntec Co., Ltd.'s accumulated amount remitted out of Taiwan to Mainland China. Furthermore, on December 27, 2022, the company was approved by the Investment Commission to purchase 100% equity of Cyntec Electronics (Suzhou) Co., Ltd held by CYNTEC HOLDING (HK) LIMITED through Delta Electronics (H.K.) Ltd., a subsidiary of the company. The transfer process was completed on February 28, 2023. As of March 31, 2023, the company has not yet obtained the confirmation letter from the Investment Commission, therefore the approved investment amount has not yet been revoked.

Note 6: DelBio Inc. remitted back the investment income of US\$785 thousand on August 23, 2022 from the investee company in Mainland China, DelBio (Wujiang) Co., Ltd., and was permitted by Investment Commission on September 29, 2022, which are deductible from DelBio Inc.'s accumulated amount remitted out of Taiwan to Mainland China.

Delta Electronics, Inc. and Subsidiaries  
Major shareholders information  
March 31, 2023

Table 11

Name of major shareholders	Shares	No. of shares held	Ownership (%)
DEICO INTERNATIONAL LTD.		267,556,280	10.30%
DELTRON HOLDING LTD.		218,211,168	8.40%