

**CHICONY ELECTRONICS CO., LTD. AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
**YEARS ENDED SEPTEMBER 30**

(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)  
(The balance sheets as of September 30, 2020 and 2019 are reviewed, not audited)

|      | Assets                                                                          | Notes       | September 30, 2020<br>AMOUNT | December 31, 2019<br>AMOUNT | September 30, 2019<br>AMOUNT |
|------|---------------------------------------------------------------------------------|-------------|------------------------------|-----------------------------|------------------------------|
|      | <b>Current assets</b>                                                           |             |                              |                             |                              |
| 1100 | Cash and cash equivalents                                                       | 6(1)        | \$ 4,305,704                 | \$ 4,136,522                | \$ 4,617,222                 |
| 1110 | Financial assets at fair value through profit or loss - current                 | 6(2)        | 2,689,282                    | 3,922,064                   | 4,933,238                    |
| 1120 | Financial assets at fair value through other comprehensive income - current     | 6(3)        | 2,522,746                    | 2,983,854                   | 2,890,774                    |
| 1150 | Notes receivable, net                                                           | 6(5)        | 123,885                      | 153,736                     | 130,982                      |
| 1170 | Accounts receivable, net                                                        | 6(5)        | 23,264,019                   | 20,184,038                  | 23,083,737                   |
| 1180 | Accounts receivable - related parties                                           | 7           | 307,049                      | 332,350                     | 381,624                      |
| 1200 | Other receivables                                                               |             | 159,583                      | 160,242                     | 183,498                      |
| 130X | Inventories, net                                                                | 6(6)        | 13,768,140                   | 13,847,346                  | 13,472,424                   |
| 1410 | Prepayments                                                                     |             | 1,851,076                    | 1,453,360                   | 1,789,161                    |
| 1470 | Other current assets                                                            |             | 4,362                        | 6,974                       | 2,094                        |
| 11XX | <b>Total current assets</b>                                                     |             | <u>48,995,846</u>            | <u>47,180,486</u>           | <u>51,484,754</u>            |
|      | <b>Non-current assets</b>                                                       |             |                              |                             |                              |
| 1510 | Financial assets at fair value through profit or loss - non-current             | 6(2)        | 1,562,200                    | 1,658,144                   | 1,871,120                    |
| 1517 | Financial assets at fair value through other comprehensive income - non-current | 6(3)        | 502,062                      | 523,618                     | 603,319                      |
| 1535 | Financial assets at amortised cost - non-current                                | 6(4)        | 466,332                      | 482,573                     | 499,055                      |
| 1550 | Investments accounted for using equity method                                   | 6(7)        | 196,627                      | 205,522                     | 209,968                      |
| 1600 | Property, plant and equipment, net                                              | 6(8) and 8  | 13,798,734                   | 12,821,680                  | 12,324,974                   |
| 1755 | Right-of-use assets                                                             | 6(9)        | 875,216                      | 891,285                     | 877,336                      |
| 1760 | Investment property, net                                                        | 6(10) and 8 | 4,189,292                    | 6,447,876                   | 5,906,251                    |
| 1780 | Intangible assets                                                               | 6(11)       | 159,836                      | 142,341                     | 139,874                      |
| 1840 | Deferred income tax assets                                                      |             | 192,235                      | 152,339                     | 152,684                      |
| 1900 | Other non-current assets                                                        | 6(12) and 8 | 1,041,505                    | 938,393                     | 904,823                      |
| 15XX | <b>Total non-current assets</b>                                                 |             | <u>22,984,039</u>            | <u>24,263,771</u>           | <u>23,489,404</u>            |
| 1XXX | <b>Total assets</b>                                                             |             | <u>\$ 71,979,885</u>         | <u>\$ 71,444,257</u>        | <u>\$ 74,974,158</u>         |

(Continued)

**CHICONY ELECTRONICS CO., LTD. AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
**YEARS ENDED SEPTEMBER 30**

(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)  
(The balance sheets as of September 30, 2020 and 2019 are reviewed, not audited)

|      | Liabilities and Equity                                                   | Notes       | September 30, 2020<br>AMOUNT | December 31, 2019<br>AMOUNT | September 30, 2019<br>AMOUNT |
|------|--------------------------------------------------------------------------|-------------|------------------------------|-----------------------------|------------------------------|
|      | <b>Current liabilities</b>                                               |             |                              |                             |                              |
| 2100 | Short-term borrowings                                                    | 6(13) and 8 | \$ 1,570,700                 | \$ 895,000                  | \$ 6,687,000                 |
| 2120 | Financial liabilities at fair value through profit or loss - current     | 6(2)        | 428,166                      | 550,620                     | 713,141                      |
| 2130 | Contract liabilities - current                                           | 6(23)       | 220,233                      | 147,815                     | 203,082                      |
| 2150 | Notes payable                                                            |             | 20,286                       | 26,342                      | 24,406                       |
| 2170 | Accounts payable                                                         | 6(14)       | 24,233,871                   | 23,736,390                  | 24,316,553                   |
| 2180 | Accounts payable - related parties                                       | 7           | 442,359                      | 415,577                     | 334,350                      |
| 2200 | Other payables                                                           | 6(15)       | 10,890,202                   | 10,871,450                  | 9,091,616                    |
| 2230 | Income tax liabilities                                                   |             | 1,753,622                    | 1,207,284                   | 1,604,909                    |
| 2280 | Lease liabilities - current                                              |             | 139,515                      | 117,066                     | 103,039                      |
| 2300 | Other current liabilities                                                | 6(16)       | 249,883                      | 275,194                     | 149,113                      |
| 21XX | <b>Total current liabilities</b>                                         |             | <u>39,948,837</u>            | <u>38,242,738</u>           | <u>43,227,209</u>            |
|      | <b>Non-current liabilities</b>                                           |             |                              |                             |                              |
| 2540 | Long-term borrowings                                                     | 6(16) and 8 | -                            | 100,000                     | 300,000                      |
| 2570 | Deferred income tax liabilities                                          |             | 370,689                      | 583,333                     | 298,416                      |
| 2580 | Lease liabilities - non-current                                          |             | 357,033                      | 365,703                     | 356,342                      |
| 2600 | Other non-current liabilities                                            |             | 260,954                      | 258,456                     | 239,064                      |
| 25XX | <b>Total non-current liabilities</b>                                     |             | <u>988,676</u>               | <u>1,307,492</u>            | <u>1,193,822</u>             |
| 2XXX | <b>Total liabilities</b>                                                 |             | <u>40,937,513</u>            | <u>39,550,230</u>           | <u>44,421,031</u>            |
|      | <b>Equity attributable to owners of parent</b>                           |             |                              |                             |                              |
|      | Share capital                                                            | 6(19)       |                              |                             |                              |
| 3110 | Share capital - common stock                                             |             | 7,394,603                    | 7,344,975                   | 7,344,975                    |
|      | Capital surplus                                                          | 6(20)       |                              |                             |                              |
| 3200 | Capital surplus                                                          |             | 6,431,673                    | 6,114,005                   | 6,194,032                    |
|      | Retained earnings                                                        | 6(21)       |                              |                             |                              |
| 3310 | Legal reserve                                                            |             | 5,560,152                    | 4,976,270                   | 4,976,270                    |
| 3320 | Special reserve                                                          |             | 3,290,829                    | 3,105,405                   | 3,105,405                    |
| 3350 | Unappropriated retained earnings                                         |             | 8,454,791                    | 9,370,658                   | 8,414,694                    |
|      | Other equity interest                                                    | 6(22)       |                              |                             |                              |
| 3400 | Other equity interest                                                    |             | ( 4,498,643)                 | ( 3,331,661)                | ( 3,231,207)                 |
| 3500 | Treasury stocks                                                          | 6(19) and 8 | ( 311,277)                   | ( 311,277)                  | ( 728,584)                   |
| 31XX | <b>Equity attributable to owners of the parent</b>                       |             | <u>26,322,128</u>            | <u>27,268,375</u>           | <u>26,075,585</u>            |
| 36XX | Non-controlling interest                                                 | 4(3)        | <u>4,720,244</u>             | <u>4,625,652</u>            | <u>4,477,542</u>             |
| 3XXX | <b>Total equity</b>                                                      |             | <u>31,042,372</u>            | <u>31,894,027</u>           | <u>30,553,127</u>            |
|      | Significant contingent liabilities and unrecognised contract commitments | 9           |                              |                             |                              |
| 3X2X | <b>Total liabilities and equity</b>                                      |             | <u>\$ 71,979,885</u>         | <u>\$ 71,444,257</u>        | <u>\$ 74,974,158</u>         |

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

**CHICONY ELECTRONICS CO., LTD. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**  
**FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30**  
(Expressed in thousands of New Taiwan dollars, except earnings per share)  
(UNAUDITED)

| Items                                                                                           | Notes              | Three months ended September 30 |                     | Nine months ended September 30 |                     |
|-------------------------------------------------------------------------------------------------|--------------------|---------------------------------|---------------------|--------------------------------|---------------------|
|                                                                                                 |                    | 2020                            | 2019                | 2020                           | 2019                |
|                                                                                                 |                    | AMOUNT                          | AMOUNT              | AMOUNT                         | AMOUNT              |
| 4000 Sales revenue                                                                              | 6(23) and 7        | \$ 26,421,201                   | \$ 26,185,542       | \$ 69,627,540                  | \$ 67,914,043       |
| 5000 Operating costs                                                                            | 6(6)(27)(28) and 7 | ( 20,980,832)                   | ( 21,176,646)       | ( 56,339,329)                  | ( 56,194,566)       |
| 5900 Net operating margin                                                                       |                    | <u>5,440,369</u>                | <u>5,008,896</u>    | <u>13,288,211</u>              | <u>11,719,477</u>   |
| Operating expenses                                                                              | 6(27)(28)          |                                 |                     |                                |                     |
| 6100 Selling expenses                                                                           |                    | ( 956,195)                      | ( 1,055,261)        | ( 2,545,335)                   | ( 2,753,148)        |
| 6200 General and administrative expenses                                                        |                    | ( 774,791)                      | ( 653,432)          | ( 1,964,385)                   | ( 1,934,552)        |
| 6300 Research and development expenses                                                          |                    | ( 958,999)                      | ( 822,470)          | ( 2,436,107)                   | ( 2,445,201)        |
| 6450 Impairment gain (loss) determined in accordance with ifrs 9                                | 12(2)              | <u>629</u>                      | <u>30,305</u>       | <u>( 770)</u>                  | <u>34,020</u>       |
| 6000 Total operating expenses                                                                   |                    | ( 2,689,356)                    | ( 2,500,858)        | ( 6,946,597)                   | ( 7,098,881)        |
| 6900 Operating profit                                                                           |                    | <u>2,751,013</u>                | <u>2,508,038</u>    | <u>6,341,614</u>               | <u>4,620,596</u>    |
| Non-operating income and expenses                                                               |                    |                                 |                     |                                |                     |
| 7100 Interest income                                                                            |                    | 35,741                          | 14,952              | 107,037                        | 45,705              |
| 7010 Other income                                                                               | 6(24)              | 137,023                         | 122,447             | 621,452                        | 498,594             |
| 7020 Other gains and losses                                                                     | 6(25)              | ( 201,595)                      | ( 197,933)          | ( 933,191)                     | ( 1,335,765)        |
| 7050 Finance costs                                                                              | 6(26)              | ( 18,143)                       | ( 29,998)           | ( 54,806)                      | ( 103,813)          |
| 7060 Share of profit or loss of associates and joint ventures accounted for using equity method | 6(7)               | <u>( 7,436)</u>                 | <u>15,415</u>       | <u>( 6,438)</u>                | <u>15,194</u>       |
| 7000 Total non-operating income and expenses                                                    |                    | ( 54,410)                       | ( 75,117)           | ( 265,946)                     | ( 1,791,445)        |
| 7900 Profit before income tax                                                                   |                    | 2,696,603                       | 2,432,921           | 6,075,668                      | 6,412,041           |
| 7950 Income tax expense                                                                         | 6(29)              | ( 535,258)                      | ( 394,203)          | ( 1,056,436)                   | ( 1,075,183)        |
| 8200 Profit for the year                                                                        |                    | <u>\$ 2,161,345</u>             | <u>\$ 2,038,718</u> | <u>\$ 5,019,232</u>            | <u>\$ 5,336,858</u> |

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CHICONY ELECTRONICS CO., LTD. AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30  
(Expressed in thousands of New Taiwan dollars, except earnings per share)  
(UNAUDITED)

| Items                                                                                                  |                                                                                                        | Notes | Three months ended September 30 |              | Nine months ended September 30 |              |
|--------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------|-------|---------------------------------|--------------|--------------------------------|--------------|
|                                                                                                        |                                                                                                        |       | 2020                            | 2019         | 2020                           | 2019         |
|                                                                                                        |                                                                                                        |       | AMOUNT                          | AMOUNT       | AMOUNT                         | AMOUNT       |
| <b>Other comprehensive income</b>                                                                      |                                                                                                        |       |                                 |              |                                |              |
| <b>Components of other comprehensive income (loss) that will not be reclassified to profit or loss</b> |                                                                                                        |       |                                 |              |                                |              |
| 8316                                                                                                   | Unrealised gain (loss) on equity instruments at fair value through other comprehensive income          | 6(3)  | \$ 121,110                      | \$ 80,337    | (\$ 414,322)                   | \$ 51,074    |
| 8310                                                                                                   | Other comprehensive income (loss) that will not be reclassified to profit or loss                      |       | 121,110                         | 80,337       | ( 414,322)                     | 51,074       |
| <b>Components of other comprehensive income (loss) that will be reclassified to profit or loss</b>     |                                                                                                        |       |                                 |              |                                |              |
| 8361                                                                                                   | Financial statements translation differences of foreign operations                                     |       | 61,599                          | ( 878,357)   | ( 817,173)                     | ( 523,642)   |
| 8370                                                                                                   | Share of other comprehensive income of associates and joint ventures accounted for using equity method |       | 3,165                           | ( 5,210)     | ( 2,457)                       | ( 3,563)     |
| 8360                                                                                                   | Other comprehensive income that will be reclassified to profit or loss                                 |       | 64,764                          | ( 883,567)   | ( 819,630)                     | ( 527,205)   |
| 8300                                                                                                   | <b>Total other comprehensive income (loss) for the year</b>                                            |       | \$ 185,874                      | (\$ 803,230) | (\$ 1,233,952)                 | (\$ 476,131) |
| 8500                                                                                                   | <b>Total comprehensive income for the year</b>                                                         |       | \$ 2,347,219                    | \$ 1,235,488 | \$ 3,785,280                   | \$ 4,860,727 |
| Profit attributable to:                                                                                |                                                                                                        |       |                                 |              |                                |              |
| 8610                                                                                                   | Owners of the parent                                                                                   |       | \$ 1,786,881                    | \$ 1,654,530 | \$ 4,215,897                   | \$ 4,587,421 |
| 8620                                                                                                   | Non-controlling interest                                                                               |       | \$ 374,464                      | \$ 384,188   | \$ 803,335                     | \$ 749,437   |
| Comprehensive income attributable to:                                                                  |                                                                                                        |       |                                 |              |                                |              |
| 8710                                                                                                   | Owners of the parent                                                                                   |       | \$ 1,941,698                    | \$ 913,810   | \$ 3,049,272                   | \$ 4,163,013 |
| 8720                                                                                                   | Non-controlling interest                                                                               |       | \$ 405,521                      | \$ 321,678   | \$ 736,008                     | \$ 697,714   |
| Earnings per share (in NT dollars)                                                                     |                                                                                                        |       |                                 |              |                                |              |
| 9750                                                                                                   | Basic earnings per share                                                                               | 6(30) | \$ 2.55                         | \$ 2.40      | \$ 6.02                        | \$ 6.65      |
| 9850                                                                                                   | Diluted earnings per share                                                                             | 6(30) | \$ 2.52                         | \$ 2.37      | \$ 5.94                        | \$ 6.57      |

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

CHICONY ELECTRONICS CO., LTD. AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
NINE MONTHS ENDED SEPTEMBER 30, 2020 AND 2019  
(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)  
(UNAUDITED)

| Equity attributable to owners of the parent                                                    |                              |                 |               |                 |                                  |                                                                    |                                                                                                           |                             |                 |               |                          |               |
|------------------------------------------------------------------------------------------------|------------------------------|-----------------|---------------|-----------------|----------------------------------|--------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------|-----------------------------|-----------------|---------------|--------------------------|---------------|
| Retained Earnings                                                                              |                              |                 |               |                 |                                  | Other equity interest                                              |                                                                                                           |                             |                 |               |                          |               |
|                                                                                                |                              |                 |               |                 |                                  | Financial statements translation differences of foreign operations | Unrealised gains (losses) from financial assets measured at fair value through other comprehensive income | Asset revaluation increment | Treasury stocks | Total         | Non-controlling interest | Total equity  |
| Notes                                                                                          | Share capital - common stock | Capital surplus | Legal reserve | Special reserve | Unappropriated retained earnings |                                                                    |                                                                                                           |                             |                 |               |                          |               |
| Year ended September 30, 2019                                                                  |                              |                 |               |                 |                                  |                                                                    |                                                                                                           |                             |                 |               |                          |               |
| Balance at January 1, 2019                                                                     | \$ 7,303,799                 | \$ 5,633,933    | \$ 4,617,199  | \$ 1,861,304    | \$ 8,455,531                     | (\$ 985,814)                                                       | (\$ 3,460,880)                                                                                            | \$ 1,381,667                | (\$ 728,584)    | \$ 24,078,155 | \$ 4,103,369             | \$ 28,181,524 |
| Profit for 2019                                                                                | -                            | -               | -             | -               | 4,587,421                        | -                                                                  | -                                                                                                         | -                           | -               | 4,587,421     | 749,437                  | 5,336,858     |
| Other comprehensive income (loss) for 2019                                                     | 6(22)                        | -               | -             | -               | -                                | ( 456,403)                                                         | 31,995                                                                                                    | -                           | -               | ( 424,408)    | ( 51,723)                | ( 476,131)    |
| Total comprehensive income                                                                     | -                            | -               | -             | -               | 4,587,421                        | ( 456,403)                                                         | 31,995                                                                                                    | -                           | -               | 4,163,013     | 697,714                  | 4,860,727     |
| Appropriations of 2018 earnings                                                                |                              |                 |               |                 |                                  |                                                                    |                                                                                                           |                             |                 |               |                          |               |
| Legal reserve                                                                                  | -                            | -               | 359,071       | -               | ( 359,071)                       | -                                                                  | -                                                                                                         | -                           | -               | -             | -                        | -             |
| Special reserve                                                                                | -                            | -               | -             | 1,244,101       | ( 1,244,101)                     | -                                                                  | -                                                                                                         | -                           | -               | -             | -                        | -             |
| Cash dividends                                                                                 | -                            | -               | -             | -               | ( 2,766,858)                     | -                                                                  | -                                                                                                         | -                           | ( 2,766,858)    | -             | ( 2,766,858)             | -             |
| Employees' stock dividends                                                                     | 41,176                       | 238,824         | -             | -               | -                                | -                                                                  | -                                                                                                         | -                           | -               | 280,000       | -                        | 280,000       |
| Treasury stock transferred to employees                                                        | -                            | 173,052         | -             | -               | -                                | -                                                                  | -                                                                                                         | -                           | -               | 173,052       | -                        | 173,052       |
| Cash dividends paid to the subsidiaries                                                        | -                            | 141,980         | -             | -               | -                                | -                                                                  | -                                                                                                         | -                           | -               | 141,980       | -                        | 141,980       |
| Adjustments to share of changes in equity of associates and joint ventures                     | -                            | 46,897          | -             | -               | -                                | -                                                                  | -                                                                                                         | -                           | -               | 46,897        | 136,804                  | 183,701       |
| Difference between proceeds from addition and disposal of subsidiary and book value            | 6(31)                        | ( 40,654)       | -             | -               | -                                | -                                                                  | -                                                                                                         | -                           | -               | ( 40,654)     | 40,302                   | ( 352)        |
| Cash dividends distributed by subsidiaries                                                     | -                            | -               | -             | -               | -                                | -                                                                  | -                                                                                                         | -                           | -               | -             | ( 389,496)               | ( 389,496)    |
| Disposal of investments in equity instruments at fair value through other comprehensive income | 6(3)                         | -               | -             | -               | ( 258,228)                       | -                                                                  | 258,228                                                                                                   | -                           | -               | -             | ( 111,151)               | ( 111,151)    |
| Non-controlling interest adjustment                                                            | -                            | -               | -             | -               | -                                | -                                                                  | -                                                                                                         | -                           | -               | -             | -                        | -             |
| Balance at September 30, 2019                                                                  | \$ 7,344,975                 | \$ 6,194,032    | \$ 4,976,270  | \$ 3,105,405    | \$ 8,414,694                     | (\$ 1,442,217)                                                     | (\$ 3,170,657)                                                                                            | \$ 1,381,667                | (\$ 728,584)    | \$ 26,075,585 | \$ 4,477,542             | \$ 30,553,127 |
| Year ended September 30, 2020                                                                  |                              |                 |               |                 |                                  |                                                                    |                                                                                                           |                             |                 |               |                          |               |
| Balance at January 1, 2020                                                                     | \$ 7,344,975                 | \$ 6,114,005    | \$ 4,976,270  | \$ 3,105,405    | \$ 9,370,658                     | (\$ 2,115,391)                                                     | (\$ 2,597,937)                                                                                            | \$ 1,381,667                | (\$ 311,277)    | \$ 27,268,375 | \$ 4,625,652             | \$ 31,894,027 |
| Profit for 2020                                                                                | -                            | -               | -             | -               | 4,215,897                        | -                                                                  | -                                                                                                         | -                           | -               | 4,215,897     | 803,335                  | 5,019,232     |
| Other comprehensive loss for 2020                                                              | 6(22)                        | -               | -             | -               | -                                | ( 761,006)                                                         | ( 405,619)                                                                                                | -                           | -               | ( 1,166,625)  | ( 67,327)                | ( 1,233,952)  |
| Total comprehensive income                                                                     | -                            | -               | -             | -               | 4,215,897                        | ( 761,006)                                                         | ( 405,619)                                                                                                | -                           | -               | 3,049,272     | 736,008                  | 3,785,280     |
| Appropriations of 2019 earnings                                                                |                              |                 |               |                 |                                  |                                                                    |                                                                                                           |                             |                 |               |                          |               |
| Legal reserve                                                                                  | -                            | -               | 583,882       | -               | ( 583,882)                       | -                                                                  | -                                                                                                         | -                           | -               | -             | -                        | -             |
| Special reserve                                                                                | -                            | -               | -             | 185,424         | ( 185,424)                       | -                                                                  | -                                                                                                         | -                           | -               | -             | -                        | -             |
| Cash dividends                                                                                 | -                            | -               | -             | -               | ( 4,362,815)                     | -                                                                  | -                                                                                                         | -                           | -               | ( 4,362,815)  | -                        | ( 4,362,815)  |
| Employees' stock dividends                                                                     | 49,628                       | 350,372         | -             | -               | -                                | -                                                                  | -                                                                                                         | -                           | -               | 400,000       | -                        | 400,000       |
| Cash dividends paid to the subsidiaries                                                        | -                            | 220,443         | -             | -               | -                                | -                                                                  | -                                                                                                         | -                           | -               | 220,443       | -                        | 220,443       |
| Adjustments to share of changes in equity of associates and joint ventures                     | -                            | 105,832         | -             | -               | -                                | -                                                                  | -                                                                                                         | -                           | -               | 105,832       | 218,502                  | 324,334       |
| Difference between proceeds from addition and disposal of subsidiary and book value            | 6(31)                        | ( 358,979)      | -             | -               | -                                | -                                                                  | -                                                                                                         | -                           | -               | ( 358,979)    | 358,979                  | -             |
| Cash dividends distributed by subsidiaries                                                     | -                            | -               | -             | -               | -                                | -                                                                  | -                                                                                                         | -                           | -               | -             | ( 606,428)               | ( 606,428)    |
| Disposal of investments in equity instruments at fair value through other comprehensive income | 6(3)                         | -               | -             | -               | ( 7,151)                         | -                                                                  | 7,151                                                                                                     | -                           | -               | -             | -                        | -             |
| Disposal of investment property                                                                | -                            | -               | -             | -               | 7,508                            | -                                                                  | -                                                                                                         | ( 7,508)                    | -               | -             | -                        | -             |
| Non-controlling interest adjustment                                                            | -                            | -               | -             | -               | -                                | -                                                                  | -                                                                                                         | -                           | -               | -             | ( 612,469)               | ( 612,469)    |
| Balance at September 30, 2020                                                                  | \$ 7,394,603                 | \$ 6,431,673    | \$ 5,560,152  | \$ 3,290,829    | \$ 8,454,791                     | (\$ 2,876,397)                                                     | (\$ 2,996,405)                                                                                            | \$ 1,374,159                | (\$ 311,277)    | \$ 26,322,128 | \$ 4,720,244             | \$ 31,042,372 |

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

CHICONY ELECTRONICS CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

FOR THE NINE-MONTH ENDED SEPTEMBER 30

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

(UNAUDITED)

|                                                                                 |             | Nine months ended September 30 |               |
|---------------------------------------------------------------------------------|-------------|--------------------------------|---------------|
|                                                                                 | Notes       | 2020                           | 2019          |
| <b><u>CASH FLOWS FROM OPERATING ACTIVITIES</u></b>                              |             |                                |               |
| Profit before tax                                                               |             | \$ 6,075,668                   | \$ 6,412,041  |
| Adjustments                                                                     |             |                                |               |
| Adjustments to reconcile profit (loss)                                          |             |                                |               |
| Depreciation                                                                    | 6(8)(9)(27) | 1,805,072                      | 1,678,607     |
| Amortisation                                                                    | 6(11)(27)   | 53,789                         | 55,047        |
| Other non-current assets recognised as expenses                                 | 6(27)       | 46,029                         | 68,251        |
| Impairment loss (gain) determined in accordance with IFRS 9                     | 12(2)       | 770                            | ( 34,020 )    |
| Share-based payments                                                            | 6(18)       | 17,813                         | 173,052       |
| Interest income                                                                 |             | ( 107,037 )                    | ( 45,705 )    |
| Dividend income                                                                 | 6(24)       | ( 259,620 )                    | ( 187,463 )   |
| Interest expense                                                                | 6(26)       | 54,806                         | 103,813       |
| Net (gain) loss on financial assets and liabilities at fair value - derivative  | 6(2)(25)    | ( 140,691 )                    | 244,092       |
| Net loss (gain) on financial assets and liabilities at fair value - other       | 6(25)       | 1,361,149                      | ( 1,233,372 ) |
| Share of loss of associates accounted for using equity method                   | 6(7)        | 6,438                          | ( 15,194 )    |
| Gain arising from lease modifications                                           | 6(9)        | ( 1,007 )                      | -             |
| Gain on disposal of investment                                                  | 6(25)       | -                              | ( 13,401 )    |
| Gain on disposal of property, plant and equipment                               | 6(25)       | 6,945                          | 24,312        |
| Gain on disposal of investment property                                         | 6(25)       | ( 193,097 )                    | -             |
| Gain on disposal of non-current assets held for sale                            | 6(25)       | -                              | ( 645,713 )   |
| Impairment loss of non-financial assets                                         | 6(11)(25)   | -                              | 71,374        |
| Changes in operating assets and liabilities                                     |             |                                |               |
| Changes in operating assets                                                     |             |                                |               |
| Financial assets and liabilities at fair value through profit or loss - current |             | ( 277,997 )                    | 429,083       |
| Notes receivable                                                                |             | 29,851                         | 230,014       |
| Accounts receivable                                                             |             | ( 3,080,751 )                  | ( 5,433,902 ) |
| Accounts receivable - related parties                                           |             | 25,301                         | ( 67,442 )    |
| Other receivables                                                               |             | 74,181                         | 132,235       |
| Inventories                                                                     |             | 79,206                         | 1,606,044     |
| Prepayments                                                                     |             | ( 397,716 )                    | ( 198,160 )   |
| Other current assets                                                            |             | 2,612                          | 601           |
| Changes in operating liabilities                                                |             |                                |               |
| Contract liabilities - current                                                  |             | 72,418                         | 57,839        |
| Notes payable                                                                   |             | ( 6,056 )                      | 22,686        |
| Accounts payable                                                                |             | 497,481                        | 1,602,793     |
| Accounts payable - related parties                                              |             | 26,782                         | 33,847        |
| Other payables                                                                  |             | 496,382                        | 1,335,992     |
| Other current liabilities                                                       |             | 19,413                         | 57,352        |
| Other non-current liabilities                                                   |             | 2,498                          | ( 25,340 )    |
| Cash inflow generated from operations                                           |             | 6,290,632                      | 6,439,363     |
| Interest received                                                               |             | 47,515                         | 44,480        |
| Dividend received                                                               |             | 259,120                        | 187,463       |
| Interest paid                                                                   |             | ( 55,088 )                     | ( 103,751 )   |
| Income tax paid                                                                 |             | ( 572,354 )                    | ( 1,014,141 ) |
| Net cash flows from operating activities                                        |             | 5,969,825                      | 5,553,414     |

(Continued)

CHICONY ELECTRONICS CO., LTD. AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CASH FLOWS  
FOR THE NINE-MONTH ENDED SEPTEMBER 30  
(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)  
(UNAUDITED)

|                                                                                              |       | Nine months ended September 30 |                      |
|----------------------------------------------------------------------------------------------|-------|--------------------------------|----------------------|
|                                                                                              | Notes | 2020                           | 2019                 |
| <u>CASH FLOWS FROM INVESTING ACTIVITIES</u>                                                  |       |                                |                      |
| Acquisition of financial assets and liabilities at fair value through profit or loss - other |       | ( \$ 854,017 )                 | ( \$ 649,007 )       |
| Disposal of financial assets and liabilities at fair value through profit or loss - other    |       | 1,072,119                      | 1,360,988            |
| Acquisiton of financial assets at fair value through other comprehensive income              |       | -                              | ( 18,924 )           |
| Proceeds from disposal of financial assets at fair value through other comprehensive income  |       | 28,591                         | 370,771              |
| Acquisition of financial assets at amortised cost                                            |       | -                              | ( 498,303 )          |
| Acquisition of investments accounted for using equity method                                 |       | -                              | ( 166,582 )          |
| Acquisition of property, plant and equipment                                                 | 6(32) | ( 2,568,992 )                  | ( 1,850,560 )        |
| Acquisition of investment property                                                           |       | -                              | ( 368,521 )          |
| Proceeds from disposal of property, plant and equipment                                      |       | 196,609                        | 182,338              |
| Proceeds from disposal of non-current assets held for sale                                   |       | -                              | 2,605,512            |
| Acquisition of intangible assets                                                             | 6(11) | ( 68,332 )                     | ( 42,061 )           |
| Increase in other non-current assets                                                         |       | ( 478,725 )                    | ( 292,662 )          |
| Proceeds from disposal of investment property                                                |       | 2,129,165                      | -                    |
| Decrease (increase) in refundable deposits                                                   |       | <u>38,405</u>                  | <u>( 2,023 )</u>     |
| Net cash flows (used in) from investing activities                                           |       | <u>( 505,177 )</u>             | <u>630,966</u>       |
| <u>CASH FLOWS FROM FINANCING ACTIVITIES</u>                                                  |       |                                |                      |
| Increase in short-term borrowings                                                            |       | 675,700                        | 1,043,370            |
| Increase in long-term borrowings                                                             |       | 200,000                        | 300,000              |
| Decrease in long-term borrowings                                                             |       | ( 200,000 )                    | ( 1,423,180 )        |
| Change in non-controlling interests                                                          |       | ( 612,469 )                    | ( 111,151 )          |
| Repayment of lease liabilities                                                               |       | ( 92,527 )                     | ( 64,529 )           |
| Payment of cash dividends                                                                    |       | ( 4,142,372 )                  | ( 2,624,878 )        |
| Cash dividend distributed by subsidiaries                                                    |       | ( 606,428 )                    | ( 389,496 )          |
| Treasury stock transferred to employees                                                      |       | <u>38,487</u>                  | <u>-</u>             |
| Net cash flows used in financing activities                                                  |       | <u>( 4,739,609 )</u>           | <u>( 3,269,864 )</u> |
| Effect of exchange rate changes                                                              |       | <u>( 555,857 )</u>             | <u>( 249,733 )</u>   |
| Net increase in cash and cash equivalents                                                    |       | 169,182                        | 2,664,783            |
| Cash and cash equivalents at beginning of period                                             | 6(1)  | <u>4,136,522</u>               | <u>1,952,439</u>     |
| Cash and cash equivalents at end of period                                                   | 6(1)  | \$ 4,305,704                   | \$ 4,617,222         |

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