

CHICONY ELECTRONICS CO.,LTD AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
MARCH 31, 2022, DECEMBER 31, 2021 AND MARCH 31, 2021
(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)
(The balance sheets as of March 31, 2022 and 2021 are reviewed, not audited)

	Assets	Notes	March 31, 2022 AMOUNT	December 31, 2021 AMOUNT	March 31, 2021 AMOUNT
	Current assets				
1100	Cash and cash equivalents	6(1)	\$ 5,529,366	\$ 1,725,636	\$ 6,651,910
1110	Financial assets at fair value through profit or loss - current	6(2)	2,348,257	2,155,172	3,487,433
1120	Financial assets at fair value through other comprehensive income - current	6(3)	2,758,007	2,881,458	2,939,862
1150	Notes receivable, net	6(5) and 8	218,867	163,196	191,310
1170	Accounts receivable, net	6(5)	27,022,679	28,514,140	23,143,790
1180	Accounts receivable - related parties	7	410,332	352,102	351,186
1200	Other receivables		251,724	241,537	208,939
130X	Inventories, net	6(6)	23,210,754	21,796,221	16,602,388
1410	Prepayments		2,095,206	1,886,040	1,583,059
1470	Other current assets		20,546	15,244	3,682
11XX	Total current assets		<u>63,865,738</u>	<u>59,730,746</u>	<u>55,163,559</u>
	Non-current assets				
1510	Financial assets at fair value through profit or loss - non-current	6(2)	2,072,246	1,999,300	1,777,299
1517	Financial assets at fair value through other comprehensive income - non-current	6(3)	381,262	381,581	435,416
1535	Financial assets at amortised cost - non-current	6(4)	460,382	445,025	458,774
1550	Investments accounted for under equity method	6(7)	222,481	218,383	195,712
1600	Property, plant and equipment, net	6(8) and 8	15,267,553	14,961,727	14,524,405
1755	Right-of-use assets	6(9)	805,278	782,664	814,317
1760	Investment property, net	6(10) and 8	3,771,591	3,771,591	3,814,302
1780	Intangible assets	6(11)	113,329	116,017	106,728
1840	Deferred income tax assets	6(28)	220,846	223,929	229,789
1900	Other non-current assets	6(12) and 8	1,118,162	1,095,424	2,071,701
15XX	Total non-current assets		<u>24,433,130</u>	<u>23,995,641</u>	<u>24,428,443</u>
1XXX	Total assets		<u>\$ 88,298,868</u>	<u>\$ 83,726,387</u>	<u>\$ 79,592,002</u>

(Continued)

CHICONY ELECTERONICS CO.,LTD AND SUBSIDIARIES
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MARCH 31, 2022, DECEMBER 31, 2021 AND MARCH 31, 2021
(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)
(The balance sheets as of March 31, 2022 and 2021 are reviewed, not audited)

	Liabilities and Equity	Notes	March 31, 2022 AMOUNT	December 31, 2021 AMOUNT	March 31, 2021 AMOUNT
	Current liabilities				
2100	Short-term borrowings	6(13) and 8	\$ 1,787,988	\$ 1,624,355	\$ 608,178
2120	Financial liabilities at fair value through profit or loss - current	6(2)	36,052	59,354	127,524
2130	Contract liabilities - current	6(21)	259,969	271,893	286,283
2150	Notes payable		12,211	22,686	16,774
2170	Accounts payable		28,394,869	27,078,593	26,195,614
2180	Accounts payable - related parties	7	396,753	475,434	461,400
2200	Other payables	6(14)	18,941,197	14,106,451	17,693,547
2230	Income tax liabilities		3,158,765	2,884,344	2,459,254
2280	Lease liabilities - current		151,064	138,721	124,858
2300	Other current liabilities		97,002	93,263	103,409
21XX	Total current liabilities		<u>53,235,870</u>	<u>46,755,094</u>	<u>48,076,841</u>
	Non-current liabilities				
2570	Deferred income tax liabilities	6(28)	461,498	397,258	474,889
2580	Lease liabilities - non-current		271,898	273,312	312,275
2600	Other non-current liabilities		239,140	266,927	274,504
25XX	Total non-current liabilities		<u>972,536</u>	<u>937,497</u>	<u>1,061,668</u>
2XXX	Total Liabilities		<u>54,208,406</u>	<u>47,692,591</u>	<u>49,138,509</u>
	Equity attributable to owners of parent				
3110	Share capital - common stock	6(17)	7,452,927	7,452,927	7,394,603
3200	Capital surplus	6(18)	7,401,956	7,182,465	6,623,472
3310	Legal reserve	6(19)	6,102,860	6,102,860	5,560,152
3320	Special reserve		4,252,574	4,252,574	3,290,829
3350	Unappropriated retained earnings		7,096,014	9,974,608	7,138,596
3400	Other equity interest	6(20)	(3,007,348)	(4,200,468)	(3,757,785)
3500	Treasury stocks	6(17) and 8	(311,277)	(311,277)	(311,277)
31XX	Equity attributable to owners of the parent		<u>28,987,706</u>	<u>30,453,689</u>	<u>25,938,590</u>
36XX	Non-controlling interest	4(3)	<u>5,102,756</u>	<u>5,580,107</u>	<u>4,514,903</u>
3XXX	Total equity		<u>34,090,462</u>	<u>36,033,796</u>	<u>30,453,493</u>
3X2X	Total liabilities and equity		<u>\$ 88,298,868</u>	<u>\$ 83,726,387</u>	<u>\$ 79,592,002</u>

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

CHICONY ELECTRONICS CO., LTD AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
THREE MONTHS ENDED MARCH 31, 2022 AND 2021
(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)
(UNAUDITED)

			Three months ended March 31	
			2022	2021
Items	Notes		AMOUNT	AMOUNT
4000 Sales revenue	6(21) and 7	\$	28,845,652	\$ 25,137,047
5000 Operating costs	6(6)(26)(27) and 7	(	24,006,269)	(20,741,151)
5900 Net operating margin			4,839,383	4,395,896
Operating expenses	6(26)(27)			
6100 Selling expenses		(	786,765)	(965,040)
6200 General & administrative expenses		(	768,722)	(732,893)
6300 Research and development expenses		(	824,833)	(851,511)
6450 Impairment gain determined in accordance with IFRS 9	12(2)		3,362	2,482
6000 Total operating expenses		(	2,376,958)	(2,546,962)
6900 Operating profit			2,462,425	1,848,934
Non-operating income and expenses				
7100 Interest income	6(22)		16,915	28,291
7010 Other income	6(23)		231,010	76,361
7020 Other gains and losses	6(24)	(	146,207)	406,729
7050 Finance costs	6(25)	(	14,955)	(10,270)
7060 Share of profit or loss of associates and joint ventures accounted for under equity method	6(7)	(	4,215)	2,488
7000 Total non-operating income and expenses			82,548	503,599
7900 Profit before income tax			2,544,973	2,352,533
7950 Income tax expense	6(28)	(	471,827)	(464,461)
8200 Profit for the year		\$	2,073,146	\$ 1,888,072

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CHICONY ELECTERONICS CO.,LTD AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
THREE MONTHS ENDED MARCH 31, 2022 AND 2021
(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)
(UNAUDITED)

		Three months ended March 31	
		2022	2021
Items	Notes	AMOUNT	AMOUNT
Other comprehensive income			
Components of other comprehensive income (loss) that will not be reclassified to profit or loss			
8316	Unrealized (loss) gain on equity instruments at fair value through other comprehensive income	6(3)	
		(\$ 155,159)	\$ 338,631
8310	Other comprehensive (loss) income that will not be reclassified to profit or loss	(155,159)	338,631
Components of other comprehensive income (loss) that will be reclassified to profit or loss			
8361	Financial statements translation differences of foreign operations	1,466,768	156,160
8370	Share of other comprehensive income of associates and joint ventures accounted for using equity method	6(7)	
		8,312	856
8360	Other comprehensive income that will be reclassified to profit or loss	1,475,080	157,016
8300	Total other comprehensive income for the year	\$ 1,319,921	\$ 495,647
8500	Total comprehensive income for the year	\$ 3,393,067	\$ 2,383,719
Profit attributable to:			
8610	Owners of the parent	\$ 1,708,902	\$ 1,568,935
8620	Non-controlling interest	\$ 364,244	\$ 319,137
Comprehensive income attributable to:			
8710	Owners of the parent	\$ 2,900,789	\$ 2,055,520
8720	Non-controlling interest	\$ 492,278	\$ 328,199
Earnings per share (in NT dollars)			
9750	Basic earnings per share	6(29)	
		\$ 2.41	\$ 2.23
9850	Diluted earnings per share	6(29)	
		\$ 2.38	\$ 2.21

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

CHICONY ELECTRONICS CO.,LTD AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
THREE MONTHS ENDED MARCH 31, 2022 AND 2021
(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 March 31, 2021													
Balance at January 1, 2021	\$ 7,394,603	\$ 6,412,535	\$ 5,560,152	\$ 3,290,829	\$ 9,665,615	(\$ 2,802,749)	(\$ 2,815,388)	\$ 1,376,923	(\$ 311,277)	\$ 27,771,243	\$ 4,900,439	\$ 32,671,682	
Profit for 2021	-	-	-	-	1,568,935	-	-	-	-	1,568,935	319,137	1,888,072	
Other comprehensive income for 2021	6(20)	-	-	-	-	151,489	335,096	-	-	486,585	9,062	495,647	
Total comprehensive income	-	-	-	-	1,568,935	151,489	335,096	-	-	2,055,520	328,199	2,383,719	
Appropriations of 2020 earnings	6(19)												
Cash dividends	-	-	-	-	(4,099,110)	-	-	-	-	(4,099,110)	-	(4,099,110)	
Cash dividends paid to the subsidiaries	-	205,497	-	-	-	-	-	-	-	205,497	-	205,497	
Adjustments to share of changes in equity of associates and joint ventures	6(30)	-	18,388	-	-	-	-	-	-	18,388	53,865	72,253	
Difference between proceeds from addition and disposal of subsidiary and book value	6(30)	-	(12,948)	-	-	-	-	-	-	(12,948)	12,948	-	
Cash dividends distributed by subsidiaries	-	-	-	-	-	-	-	-	-	-	(760,771)	(760,771)	
Disposal of investments in equity instruments at fair value through other comprehensive income	6(3)	-	-	-	2,814	-	(2,814)	-	-	-	-	-	
Disposal of investment property	-	-	-	-	342	-	-	(342)	-	-	-	-	
Non-controlling interest adjustment	6(30)	-	-	-	-	-	-	-	-	-	(19,777)	(19,777)	
Balance at March 31, 2021	\$ 7,394,603	\$ 6,623,472	\$ 5,560,152	\$ 3,290,829	\$ 7,138,596	(\$ 2,651,260)	(\$ 2,483,106)	\$ 1,376,581	(\$ 311,277)	\$ 25,938,590	\$ 4,514,903	\$ 30,453,493	
Year ended March 31, 2022													
Balance at January 1, 2022	\$ 7,452,927	\$ 7,182,465	\$ 6,102,860	\$ 4,252,574	\$ 9,974,608	(\$ 3,159,165)	(\$ 2,417,825)	\$ 1,376,522	(\$ 311,277)	\$ 30,453,689	\$ 5,580,107	\$ 36,033,796	
Profit for 2022	-	-	-	-	1,708,902	-	-	-	-	1,708,902	364,244	2,073,146	
Other comprehensive income (loss) for 2022	6(20)	-	-	-	-	1,342,796	(150,909)	-	-	1,191,887	128,034	1,319,921	
Total comprehensive income	-	-	-	-	1,708,902	1,342,796	(150,909)	-	-	2,900,789	492,278	3,393,067	
Appropriations of 2021 earnings	6(19)												
Cash dividends	-	-	-	-	(4,586,263)	-	-	-	-	(4,586,263)	-	(4,586,263)	
Cash dividends paid to the subsidiaries	-	227,916	-	-	-	-	-	-	-	227,916	-	227,916	
Adjustments to share of changes in equity of associates and joint ventures	6(30)	-	(8,671)	-	-	-	-	-	-	(8,671)	9,070	399	
Difference between proceeds from addition and disposal of subsidiary and book value	6(30)	-	246	-	-	-	-	-	-	246	(246)	-	
Cash dividends distributed by subsidiaries	-	-	-	-	-	-	-	-	-	-	(974,891)	(974,891)	
Disposal of investments in equity instruments at fair value through other comprehensive income	6(3)	-	-	-	(1,233)	-	1,233	-	-	-	-	-	
Non-controlling interest adjustment	6(30)	-	-	-	-	-	-	-	-	-	(3,562)	(3,562)	
Balance at March 31, 2022	\$ 7,452,927	\$ 7,401,956	\$ 6,102,860	\$ 4,252,574	\$ 7,096,014	(\$ 1,816,369)	(\$ 2,567,501)	\$ 1,376,522	(\$ 311,277)	\$ 28,987,706	\$ 5,102,756	\$ 34,090,462	

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

CHICONY ELECTERONICS CO.,LTD AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
THREE MONTHS ENDED MARCH 31, 2022 AND 2021
(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)
(UNAUDITED)

		Three months ended March 31	
	Notes	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		\$ 2,544,973	\$ 2,352,533
Adjustments			
Adjustments to reconcile profit (loss)			
Depreciation	6(8)(9)(26)	748,290	683,537
Amortisation	6(11)(26)	23,408	18,775
Other non-current assets recognized as expenses	6(26)	5,764	9,060
Impairment loss determined in accordance with IFRS 9	12(2)	(3,362)	(2,482)
Share-based payments	6(16)	399	35,257
Interest income	6(22)	(16,915)	(28,291)
Dividend income	6(23)	(20,928)	(805)
Interest expense	6(25)	14,955	10,270
Net gain on financial assets and liabilities at fair value - derivative	6(2)(24)	(636,108)	(269,143)
Net loss (gain) on financial assets and liabilities at fair value - other	6(24)	290,584	(534,603)
Share of loss (gain) of associates accounted for using equity method	6(7)	4,215	(2,488)
Gain arising from lease modifications	6(9)	-	(28)
Gain on disposal of property, plant and equipment	6(24)	(5,534)	(7,096)
Gain on disposals of investment property	6(24)	-	(37,156)
Changes in operating assets and liabilities			
Changes in operating assets			
Financial assets and liabilities at fair value through profit or loss - current		329,642	66,608
Notes receivable	(	55,671)	(35,705)
Accounts receivable		1,494,823	163,627
Accounts receivable - related parties	(	58,230)	(97,959)
Other receivables	(	1,861)	(107,891)
Inventories	(	1,414,533)	(910,536)
Prepayments	(	209,166)	(325,926)
Other current assets	(	5,302)	(1,942)
Changes in operating liabilities			
Contract liabilities - current	(	11,924)	(100,553)
Notes payable	(	10,475)	(4,618)
Accounts payable		1,316,276	1,056,335
Accounts payable - related parties	(	78,681)	(24,564)
Other payables	(	417,370)	(240,770)
Other current liabilities		3,741	17,284
Other non-current liabilities	(	27,787)	(19,038)
Cash inflow generated from operations		3,803,223	3,211,972
Interest received		8,589	17,406
Dividend received		20,928	805
Interest paid	(	13,415)	(8,240)
Income tax paid	(	83,302)	(88,951)
Net cash flows from operating activities		<u>3,736,023</u>	<u>3,132,992</u>

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CHICONY ELECTERONICS CO.,LTD AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
THREE MONTHS ENDED MARCH 31, 2022 AND 2021
(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)
(UNAUDITED)

	Notes	Three months ended March 31	
		2022	2021
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>			
Acquisition of financial assets and liabilities at fair value	6(31)		
through profit or loss - other		(\$ 451,860)	(\$ 330,439)
Disposal of financial assets and liabilities at fair value			
through profit or loss - other		211,871	688,320
Disposal of financial assets at fair value through other	6(3)		
comprehensive income		292	12,034
Acquisition of property, plant and equipment		(297,805)	(623,448)
Proceeds from disposal of property, plant and equipment		35,387	17,455
Proceeds from disposal of investments property		-	74,706
Acquisition of intangible assets	6(11)	(13,517)	(23,167)
Increase in other non-current assets		(495,696)	(426,254)
Decrease (increase) in refundable deposits		74,254	(95,408)
Net cash flows used in investing activities		(937,074)	(706,201)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>			
Increase in short-term borrowings		163,590	520,010
Decrease in long-term borrowings		-	(100,000)
Repayment of lease liabilities	6(32)	(37,490)	(35,763)
Change in non-controlling interests	6(30)	(3,562)	(19,777)
Net cash flows from financing activities		122,538	364,470
Effect of exchange rate changes		882,243	109,298
Net increase in cash and cash equivalents		3,803,730	2,900,559
Cash and cash equivalents at beginning of period	6(1)	1,725,636	3,751,351
Cash and cash equivalents at end of period	6(1)	\$ 5,529,366	\$ 6,651,910

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