

**BIZLINK HOLDING INC. AND  
SUBSIDIARIES  
CONSOLIDATED FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITORS' REPORT  
JUNE 30, 2022 AND 2021**

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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.

## INDEPENDENT AUDITORS' REPORT TRANSLATED FROM CHINESE

To the Board of Directors and Shareholders of Bizlink Holding Inc.

### ***Opinion***

We have audited the accompanying consolidated balance sheet of Bizlink Holding Inc. and subsidiaries (the "Group") as at June 30, 2022, and the related consolidated statements of comprehensive income for the three months and six months then ended, as well as the related statements of changes in equity and of cash flows for the six months then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as at June 30, 2022, and its consolidated financial performance for the three months and six months then ended and its consolidated cash flows for the six months then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" as endorsed by the Financial Supervisory Commission.

### ***Basis for opinion***

We conducted our audits in accordance with the Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants and generally accepted auditing standards in the Republic of China. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Norm of Professional Ethics for Certified Public Accountants in the Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

## ***Key audit matters***

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Group's consolidated financial statements for the six months ended June 30, 2022. These matters were addressed in the context of our audit of the consolidated financial statements as a whole and, in forming our opinion thereon, we do not provide a separate opinion on these matters.

Key audit matters for the Group's consolidated financial statements for the six months ended June 30, 2022 are stated as follows:

### **Business combination**

#### Description

In January 2022, the Group acquired 100% of the shareholdings of industrial application business of a German company, LEONI, totaling 13 subsidiaries (INBG) for EU\$313,996 thousand. Please refer to Note 4(4) for accounting policy on business combination, and Note 6(35) for details of business combination.

The Group engaged an independent appraisal expert to perform the purchase price allocation. As the amount of this acquisition is material and the fair value allocation of related assets and liabilities required management's assessment and judgement, thus, we considered the business combination transaction as one of the key audit matters.

#### How our audit addressed the matter

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

- A. Obtained an understanding of and assessed whether the business combination process is in accordance with the Group's internal control policy.
- B. Reviewed the method to assess the fair value of assets acquired and liabilities assumed as indicated in the price allocation reports prepared by the appraisal expert engaged by the Group, the key assumptions used in the cash flow projections of identifiable intangible assets, and the reasonableness of the valuation models and calculation formulas. Our procedures also included the following:
  - (a) Assessed the reasonableness of identified intangible assets and the remaining useful lives;

- (b) Reviewed the appropriateness of the valuation model and primarily parameters, such as operating margin, royalty ratio, discount rates and the comparative targets in the market.

## **Recognition of sales revenue**

### Description

Please refer to Note 4(4) for the accounting policies on the recognition of sales revenue.

For the six months ended June 30, 2022, compared to the same period last year, the Group's consolidated operating revenue increased by 95% due to the increase of customers' order requirements and the acquisition of INBG in January 2022. Thus, we identified the recognition of sales revenue as one of the key audit matters.

### How our audit addressed the matter

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

- A. Obtained an understanding of and assessed the internal controls in relation to sales revenue and validated the operating effectiveness.
- B. Sampled and tested sales revenue transactions and verified supporting documents to ensure the appropriateness of revenue recognition.
- C. Inspected relevant evidences to confirm whether there are any unusual or significant sales returns and discounts occurring subsequent to the reporting period.
- D. Performed accounts receivable confirmation procedures on significant customers.

## **Valuation of inventories**

### Description

Please refer to Note 4(4) for the accounting policies of inventory, Note 5 for the uncertainty of accounting estimations and assumptions for the valuation of inventories, and Note 6(8) for the details of inventory. As at June 30, 2022, the cost of inventory and allowance for inventory valuation are \$13,984,515 thousand and \$1,151,633 thousand, respectively.

The Group is mainly engaged in providing solutions for the application of connecting wiring harness, and the products were applied to various electronic technology areas. Related productions and

sales are affected by the environment and industrial characteristics and have significant fluctuation. As the Group's inventory balance is significant, the inventory items are numerous, and accounting estimates are subject to management's judgement, we considered the business combination as one of the key audit matters.

#### How our audit addressed the matter

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

- A. Understood the policy on allowance for inventory valuation loss to assess the reasonableness of application.
- B. Obtained the net realizable value report of various inventories to verify whether the calculation logic was used consistently and tested the reference data of the estimated net realizable value of the inventory, including checking the supporting documents such as sales prices and purchase prices, and recalculated and evaluated the rationality of the allowance for inventory valuation losses.
- C. Obtained the inventory aging report and understood the system logic in calculating the ageing of inventories, sampled and verified the relevant supporting documents of the inventory change date and verified whether the aging range of the inventory was correctly classified.

#### ***Other matter – Reference to the audit of other auditors***

The financial statements of the Group as at and for the six months ended June 30, 2021 were audited by other auditors who expressed an unqualified conclusion on those statements dated August 31, 2021.

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

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" as endorsed by the Financial Supervisory Commission, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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

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

### ***Auditors' responsibilities for the audit of the financial statements***

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

As part of an audit in accordance with the generally accepted auditing standards in the Republic of China, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.

3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements for the first half of the year ended 2022 and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Liang, Hua-Ling

Lin, Tzu-Shu

For and on behalf of PricewaterhouseCoopers, Taiwan

August 31, 2022

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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 audit of such financial statements may differ from those generally accepted in countries and jurisdictions other than the Republic of China. Accordingly, the accompanying consolidated financial statements and independent auditors' report are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice.

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.



**BIZLINK HOLDING INC. AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
**JUNE 30, 2022, DECEMBER 31, 2021 AND JUNE 30, 2021**  
(Expressed in thousands of New Taiwan dollars)

Assets			June 30, 2022		December 31, 2021		June 30, 2021	
			AMOUNT	%	AMOUNT	%	AMOUNT	%
Current assets								
1100	Cash and cash equivalents	6(1)	\$ 8,396,126	16	\$ 3,209,592	13	\$ 4,703,935	20
1110	Financial assets at fair value through profit or loss - current	6(2)	68,043	-	77,605	-	62,091	-
1136	Financial assets at amortized cost - current	6(4)	225,813	1	190,569	1	146,610	1
1139	Financial assets for hedging - current	6(5)	-	-	4,163	-	-	-
1150	Notes receivable, net	6(6)	4,711	-	10,991	-	15,636	-
1170	Accounts receivable, net	6(6)	10,155,282	19	7,005,579	27	6,255,261	26
1200	Other receivables	6(7)	576,754	1	558,772	2	128,496	1
1220	Current tax assets		86,215	-	34,943	-	28,519	-
130X	Inventories	6(8)	12,832,882	25	6,378,838	25	4,986,213	21
1410	Prepayments		671,488	1	367,273	2	336,371	1
1470	Other current assets		27,040	-	716	-	3,354	-
11XX	Total current assets		33,044,354	63	17,839,041	70	16,666,486	70
Non-current assets								
1510	Financial assets at fair value through profit or loss - non-current	6(2)	134,683	-	89,320	-	50,148	-
1517	Financial assets at fair value through other comprehensive income - non-current	6(3)	365,190	1	281,242	1	300,411	1
1535	Financial assets at amortized cost - non-current	6(4)	9,534	-	10,559	-	87,197	1
1550	Investments accounted for under equity method	6(9)	32,916	-	51,217	-	78,997	-
1600	Property, plant and equipment	6(10)	8,589,427	16	3,864,308	15	3,603,784	15
1755	Right-of-use assets	6(11)	1,892,788	3	1,194,123	5	614,778	3
1760	Investment property, net	6(12)	463,631	1	183,211	1	185,563	1
1780	Intangible assets	6(13)	6,671,640	13	1,519,211	6	1,620,170	7
1840	Deferred tax assets		584,777	1	294,050	1	309,684	1
1900	Other non-current assets	6(14)	1,039,449	2	246,199	1	197,094	1
15XX	Total non-current assets		19,784,035	37	7,733,440	30	7,047,826	30
1XXX	Total assets		\$ 52,828,389	100	\$ 25,572,481	100	\$ 23,714,312	100

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**BIZLINK HOLDING INC. AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
**JUNE 30, 2022, DECEMBER 31, 2021 AND JUNE 30, 2021**  
(Expressed in thousands of New Taiwan dollars)

	Liabilities and Equity	Notes	June 30, 2022		December 31, 2021		June 30, 2021	
			AMOUNT	%	AMOUNT	%	AMOUNT	%
	<b>Current liabilities</b>							
2100	Short-term borrowings	6(15)	\$ 793,000	2	\$ 827,652	3	\$ 487,997	2
2120	Financial liabilities at fair value through profit or loss - current	6(2)	18,781	-	288	-	10,179	-
2126	Financial liabilities for hedging - current	6(5)	30,172	-	709	-	9,343	-
2130	Contract liabilities - current	6(27)	157,534	-	29,494	-	34,888	-
2150	Notes payable		355,922	1	376,944	2	336,285	2
2170	Accounts payable		7,120,209	13	4,492,550	18	3,622,228	15
2200	Other payables	6(16)	4,051,750	8	1,571,126	6	2,565,017	11
2220	Other payables - related parties	7	196	-	261	-	150	-
2230	Current tax liabilities		774,224	1	192,974	1	172,256	1
2250	Provisions for liabilities - current	6(19)	110,325	-	-	-	-	-
2280	Lease liabilities - current	6(11)	443,051	1	300,155	1	206,956	1
2320	Long-term liabilities, current portion	6(17)(18)	1,954,802	4	1,362,561	5	58,886	-
2399	Other current liabilities, others		23,502	-	4,471	-	3,486	-
21XX	<b>Total current Liabilities</b>		<u>15,833,468</u>	<u>30</u>	<u>9,159,185</u>	<u>36</u>	<u>7,507,671</u>	<u>32</u>
	<b>Non-current liabilities</b>							
2530	Bonds payable	6(17)	3,692,780	7	-	-	2,070,144	9
2540	Long-term borrowings	6(18)	10,804,673	20	314,664	1	352,455	1
2570	Deferred tax liabilities		1,026,505	2	42,464	-	55,703	-
2580	Lease liabilities - non-current	6(11)	1,344,778	3	743,193	3	256,003	1
2640	Net defined benefit liability - non-current		784,900	1	10,852	-	10,657	-
2670	Other non-current liabilities, others		287,415	1	151,981	1	155,495	1
25XX	<b>Total non-current liabilities</b>		<u>17,941,051</u>	<u>34</u>	<u>1,263,154</u>	<u>5</u>	<u>2,900,457</u>	<u>12</u>
2XXX	<b>Total liabilities</b>		<u>33,774,519</u>	<u>64</u>	<u>10,422,339</u>	<u>41</u>	<u>10,408,128</u>	<u>44</u>
	<b>Share capital</b>	6(22)						
3110	Common stock		1,527,509	3	1,374,573	5	1,336,363	6
	<b>Capital surplus</b>	6(23)						
3200	Capital surplus		12,294,040	23	8,847,327	35	8,016,228	34
	<b>Retained earnings</b>	6(24)						
3310	Legal reserve		1,223,401	2	1,015,975	4	811,469	3
3320	Special reserve		1,471,201	3	831,267	3	967,925	4
3350	Unappropriated earnings		4,182,305	8	4,526,643	18	3,403,990	14
	<b>Other equity interest</b>	6(25)						
3400	Other equity interest		( 1,667,156 )	( 3 )	( 1,471,200 )	( 6 )	( 1,261,988 )	( 5 )
31XX	<b>Total equity attributable to owners of parent</b>		<u>19,031,300</u>	<u>36</u>	<u>15,124,585</u>	<u>59</u>	<u>13,273,987</u>	<u>56</u>
36XX	<b>Non-controlling interests</b>	6(26)	<u>22,570</u>	<u>-</u>	<u>25,557</u>	<u>-</u>	<u>32,197</u>	<u>-</u>
3XXX	<b>Total equity</b>		<u>19,053,870</u>	<u>36</u>	<u>15,150,142</u>	<u>59</u>	<u>13,306,184</u>	<u>56</u>
3X2X	<b>Total liabilities and equity</b>		<u>\$ 52,828,389</u>	<u>100</u>	<u>\$ 25,572,481</u>	<u>100</u>	<u>\$ 23,714,312</u>	<u>100</u>

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

**BIZLINK HOLDING INC. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**  
**THREE MONTHS AND SIX MONTHS ENDED JUNE 30, 2022 AND 2021**  
(Expressed in thousands of New Taiwan dollars, except earnings per share amount)

Items			Three months ended June 30				Six months ended June 30			
			2022		2021		2022		2021	
			AMOUNT	%	AMOUNT	%	AMOUNT	%	AMOUNT	%
4000	Operating revenue	6(27)	\$ 13,963,028	100	\$ 7,015,992	100	\$ 25,630,226	100	\$ 13,150,206	100
5000	Operating costs	6(8)(32)	( 10,337,527)	( 74)	( 5,345,261)	( 76)	( 19,156,000)	( 75)	( 10,117,845)	( 77)
5900	Gross profit		<u>3,625,501</u>	<u>26</u>	<u>1,670,731</u>	<u>24</u>	<u>6,474,226</u>	<u>25</u>	<u>3,032,361</u>	<u>23</u>
	Operating expenses	6(32)								
6100	Selling expenses		( 757,971)	( 6)	( 277,030)	( 4)	( 1,352,063)	( 5)	( 567,238)	( 4)
6200	General and administrative expenses		( 898,106)	( 6)	( 445,370)	( 6)	( 1,948,450)	( 8)	( 916,203)	( 7)
6300	Research and development expenses		( 338,465)	( 2)	( 195,398)	( 3)	( 620,121)	( 2)	( 392,024)	( 3)
6450	Expected credit impairment gain (loss)	12(2)	<u>3,264</u>	<u>-</u>	<u>2,103</u>	<u>-</u>	<u>( 14,011)</u>	<u>-</u>	<u>735</u>	<u>-</u>
6000	Total operating expenses		<u>( 1,991,278)</u>	<u>( 14)</u>	<u>( 915,695)</u>	<u>( 13)</u>	<u>( 3,934,645)</u>	<u>( 15)</u>	<u>( 1,874,730)</u>	<u>( 14)</u>
6900	Operating profit		<u>1,634,223</u>	<u>12</u>	<u>755,036</u>	<u>11</u>	<u>2,539,581</u>	<u>10</u>	<u>1,157,631</u>	<u>9</u>
	Non-operating income and expenses									
7100	Interest income	6(28)	15,404	-	8,134	-	22,462	-	18,218	-
7010	Other income	6(29)	36,997	-	38,472	-	79,589	1	60,697	-
7020	Other gains and losses	6(30)	63,735	1	( 68,567)	( 1)	51,680	-	( 35,512)	-
7050	Finance costs	6(31)	( 123,455)	( 1)	( 22,320)	-	( 214,686)	( 1)	( 48,593)	-
7060	Share of profit/(loss) of associates and joint ventures									
	accounted for under equity method		<u>( 8,995)</u>	<u>-</u>	<u>( 3,883)</u>	<u>-</u>	<u>( 8,713)</u>	<u>-</u>	<u>( 14,005)</u>	<u>-</u>
7000	Total non-operating income and expenses		<u>( 16,314)</u>	<u>-</u>	<u>( 48,164)</u>	<u>( 1)</u>	<u>( 69,668)</u>	<u>-</u>	<u>( 19,195)</u>	<u>-</u>
7900	<b>Profit before income tax</b>		<u>1,617,909</u>	<u>12</u>	<u>706,872</u>	<u>10</u>	<u>2,469,913</u>	<u>10</u>	<u>1,138,436</u>	<u>9</u>
7950	Income tax expense	6(33)	<u>( 446,572)</u>	<u>( 3)</u>	<u>( 161,078)</u>	<u>( 2)</u>	<u>( 741,736)</u>	<u>( 3)</u>	<u>( 284,771)</u>	<u>( 2)</u>
8200	<b>Profit for the period</b>		<u>\$ 1,171,337</u>	<u>9</u>	<u>\$ 545,794</u>	<u>8</u>	<u>\$ 1,728,177</u>	<u>7</u>	<u>\$ 853,665</u>	<u>7</u>

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**BIZLINK HOLDING INC. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**  
**THREE MONTHS AND SIX MONTHS ENDED JUNE 30, 2022 AND 2021**  
(Expressed in thousands of New Taiwan dollars, except earnings per share amount)

Items	Notes	Three months ended June 30				Six months ended June 30			
		2022		2021		2022		2021	
		AMOUNT	%	AMOUNT	%	AMOUNT	%	AMOUNT	%
<b>Other comprehensive income (loss)</b>									
<b>Components of other comprehensive income (loss) that will not be reclassified to profit or loss</b>									
8311 Gains on remeasurements of defined benefit plans		\$ 221,404	1	\$ -	-	\$ 221,404	1	\$ -	-
8316 Unrealised gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	6(25)	14,254	-	( 19,167)	-	14,254	-	( 22,736)	-
8317 Gains (losses) on hedging instrument that will not be reclassified to profit or loss	6(25)	( 32,174)	-	6,950	-	( 93,242)	( 1)	28,564	-
8341 Exchange differences on translation to presentation currency	6(25)	734,675	5	( 309,639)	( 5)	1,307,583	5	( 332,803)	( 3)
8349 Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	6(33)	( 57,843)	-	3,366	-	( 59,335)	-	3,515	-
8310 Components of other comprehensive income (loss) that will not be reclassified to profit or loss		880,316	6	( 318,490)	( 5)	1,390,664	5	( 323,460)	( 3)
<b>Components of other comprehensive income (loss) that will be reclassified to profit or loss</b>									
8361 Exchange differences on translation		( 1,417,403)	( 10)	155,958	2	( 1,488,700)	( 6)	( 59,359)	-
8360 Components of other comprehensive income (loss) that will be reclassified to profit or loss		( 1,417,403)	( 10)	155,958	2	( 1,488,700)	( 6)	( 59,359)	-
8300 <b>Other comprehensive loss</b>		( \$ 537,087)	( 4)	( \$ 162,532)	( 3)	( \$ 98,036)	( 1)	( \$ 382,819)	( 3)
8500 <b>Total comprehensive income for the period</b>		<u>\$ 634,250</u>	<u>5</u>	<u>\$ 383,262</u>	<u>5</u>	<u>\$ 1,630,141</u>	<u>6</u>	<u>\$ 470,846</u>	<u>4</u>
Profit (loss) , attributable to:									
8610 Owners of parent		\$ 1,172,964	9	\$ 551,411	8	\$ 1,731,908	7	\$ 861,059	7
8620 Non-controlling interests		( 1,627)	-	( 5,617)	-	( 3,731)	-	( 7,394)	-
		<u>\$ 1,171,337</u>	<u>9</u>	<u>\$ 545,794</u>	<u>8</u>	<u>\$ 1,728,177</u>	<u>7</u>	<u>\$ 853,665</u>	<u>7</u>
Comprehensive income (loss) attributable to:									
8710 Owners of parent		\$ 636,031	5	\$ 389,385	5	\$ 1,633,128	6	\$ 478,833	4
8720 Non-controlling interests		( 1,781)	-	( 6,123)	-	( 2,987)	-	( 7,987)	-
		<u>\$ 634,250</u>	<u>5</u>	<u>\$ 383,262</u>	<u>5</u>	<u>\$ 1,630,141</u>	<u>6</u>	<u>\$ 470,846</u>	<u>4</u>
Basic earnings per share	6(33)								
9750 Basic earnings per share		<u>\$ 7.68</u>		<u>\$ 4.13</u>		<u>\$ 11.46</u>		<u>\$ 6.48</u>	
Diluted earnings per share	6(33)								
9850 Diluted earnings per share		<u>\$ 7.09</u>		<u>\$ 3.92</u>		<u>\$ 10.63</u>		<u>\$ 6.17</u>	

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

BIZLINK HOLDING INC. AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
SIX MONTHS ENDED JUNE 30, 2022 AND 2021  
(Expressed in thousands of New Taiwan dollars)

Equity attributable to owners of the parent												
		Retained Earnings					Other equity interest					
								Unrealised gains (losses) from financial assets measured at fair value through other comprehensive income	Gains (losses) on hedging instruments	Total	Non-controlling interests	Total equity
	Notes	Common stock	Capital surplus	Legal reserve	Special reserve	Unappropriated earnings	Exchange differences on translation of foreign financial statements					
<u>Six months ended June 30, 2021</u>												
Balance at January 1, 2021		\$ 1,305,694	\$ 7,342,311	\$ 811,469	\$ 967,925	\$ 3,641,209	(\$ 866,378 )	\$ 26,194	\$ 8,917	\$ 13,237,341	\$ 40,184	\$ 13,277,525
Profit (loss) for the period		-	-	-	-	861,059	-	-	-	861,059	( 7,394 )	853,665
Other comprehensive income (loss)		-	-	-	-	-	( 391,569 )	( 22,736 )	32,079	( 382,226 )	( 593 )	( 382,819 )
Total comprehensive income (loss) for the period		-	-	-	-	861,059	( 391,569 )	( 22,736 )	32,079	478,833	( 7,987 )	470,846
Appropriation and distribution of retained earnings for the year ended December 31, 2020:	6(24)											
Cash dividends		-	-	-	-	( 1,098,278 )	-	-	-	( 1,098,278 )	-	( 1,098,278 )
Conversion of convertible bonds	6(17)	30,669	667,091	-	-	-	-	-	-	697,760	-	697,760
Share-based payment	6(21)	-	6,826	-	-	-	-	-	-	6,826	-	6,826
Basis adjustment of gains (losses) on hedging instrument	6(25)	-	-	-	-	-	-	-	( 48,495 )	( 48,495 )	-	( 48,495 )
Balance at June 30, 2021		\$ 1,336,363	\$ 8,016,228	\$ 811,469	\$ 967,925	\$ 3,403,990	(\$ 1,257,947 )	\$ 3,458	(\$ 7,499 )	\$ 13,273,987	\$ 32,197	\$ 13,306,184
<u>Six months ended June 30, 2022</u>												
Balance at January 1, 2022		\$ 1,374,573	\$ 8,847,327	\$ 1,015,975	\$ 831,267	\$ 4,526,643	(\$ 1,460,288 )	(\$ 14,413 )	\$ 3,501	\$ 15,124,585	\$ 25,557	\$ 15,150,142
Profit (loss) for the period		-	-	-	-	1,731,908	-	-	-	1,731,908	( 3,731 )	1,728,177
Other comprehensive income (loss)		-	-	-	-	156,763	( 181,861 )	14,254	( 87,936 )	( 98,780 )	744	( 98,036 )
Total comprehensive income (loss) for the period		-	-	-	-	1,888,671	( 181,861 )	14,254	( 87,936 )	1,633,128	( 2,987 )	1,630,141
Appropriation and distribution of retained earnings for the year ended December 31, 2021:	6(24)											
Legal reserve appropriated		-	-	207,426	-	( 207,426 )	-	-	-	-	-	-
Special reserve appropriated		-	-	-	639,934	( 639,934 )	-	-	-	-	-	-
Cash dividends		-	-	-	-	( 1,385,649 )	-	-	-	( 1,385,649 )	-	( 1,385,649 )
Cash capital increase	6(22)	120,000	2,760,000	-	-	-	-	-	-	2,880,000	-	2,880,000
Issuance of convertible bonds		-	28,859	-	-	-	-	-	-	28,859	-	28,859
Conversion of convertible bonds	6(17)	31,561	633,302	-	-	-	-	-	-	664,863	-	664,863
Share-based payment	6(21)	1,375	24,552	-	-	-	-	-	-	25,927	-	25,927
Basis adjustment of gains (losses) on hedging instrument	6(25)	-	-	-	-	-	-	-	59,587	59,587	-	59,587
Balance at June 30, 2022		\$ 1,527,509	\$ 12,294,040	\$ 1,223,401	\$ 1,471,201	\$ 4,182,305	(\$ 1,642,149 )	(\$ 159 )	(\$ 24,848 )	\$ 19,031,300	\$ 22,570	\$ 19,053,870

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

BIZLINK HOLDING INC. AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CASH FLOWS  
SIX MONTHS ENDED JUNE 30, 2022 AND 2021  
(Expressed in thousands of New Taiwan dollars)

		Six months ended June 30	
	Notes	2022	2021
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit before tax		\$ 2,469,913	\$ 1,138,436
Adjustments			
Adjustments to reconcile profit (loss)			
Depreciation expenses	6(32)	707,052	378,339
Amortization expenses	6(32)	166,775	83,109
Expected credit impairment loss (gain)	12(2)	14,011	( 735 )
Liabilities at fair value through profit or loss	6(2)(30)	3,422	( 32,880 )
Interest expense	6(31)	214,686	48,593
Interest income	6(28)	( 22,462 )	( 18,218 )
Share of (loss)/profit of associates and joint ventures accounted for under equity method		8,713	14,005
Impairment of investments accounted for under equity method	6(9)(30)	11,767	-
Losses on disposals of property, plant and equipment	6(30)	3,606	2,649
Impairment loss property, plant and equipment	6(30)	-	69,728
Losses on disposals of intangible assets	6(30)	79	-
Gains on lease modification	6(30)	( 836 )	-
Share-based payment	6(21)	5,111	6,826
Changes in operating assets and liabilities			
Changes in operating assets			
Financial assets mandatorily measured at fair value through profit or loss		( 39,223 )	( 3,733 )
Notes receivable		6,280	( 8,899 )
Accounts receivable		( 1,282,282 )	( 990,103 )
Other receivables		1,122,252	( 38,257 )
Inventories		( 2,665,028 )	( 452,945 )
Prepayments		32,500	( 27,896 )
Other current assets		( 25,835 )	( 1,217 )
Changes in operating liabilities			
Financial liabilities held for trading		( 41,549 )	( 7,366 )
Contract liabilities		9,956	20,025
Notes payable		( 21,022 )	73,995
Accounts payable		769,819	193,852
Accounts payable to related parties		-	( 5 )
Other payables		( 415,131 )	( 104,813 )
Other payables to related parties		( 65 )	( 66 )
Provisions		( 855 )	-
Other current liabilities		15,292	220
Other non-current liabilities		( 114,048 )	33,789
Cash inflow generated from operations		932,898	376,433
Interest received		22,642	18,218
Interest paid		( 174,695 )	( 20,923 )
Income taxes paid		( 400,119 )	( 283,335 )
Net cash flows from operating activities		380,726	90,393

(Continued)

BIZLINK HOLDING INC. AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CASH FLOWS  
SIX MONTHS ENDED JUNE 30, 2022 AND 2021  
(Expressed in thousands of New Taiwan dollars)

	Notes	Six months ended June 30 2022	2021
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>			
Acquisition of financial assets at fair value through other comprehensive income		( \$ 51,237 )	( \$ 20,000 )
Acquisition of financial assets at amortized cost		( 39,956 )	( 70,691 )
Proceeds from disposal of financial assets at amortized cost		-	9,026
Acquisition of property, plant and equipment	6(36)	( 1,038,202 )	( 478,585 )
Proceeds from disposal of property, plant and equipment		35,439	3,860
Acquisition of investment property	6(12)	( 276,900 )	-
Acquisition of intangible assets	6(13)	( 26,420 )	( 23,256 )
Proceeds from disposal of intangible assets		17,934	-
(Increase) decrease in refundable deposits		( 23,298 )	6,150
Decrease (increase) in prepayments for business facilities		40,307	( 63,808 )
Decrease in other non-current assets		17,814	-
Net cash flow from acquisition of subsidiaries	6(35)	( 9,038,361 )	-
Net cash flows used in investing activities		( 10,382,880 )	( 637,304 )
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>			
Decrease in other payables		( 2,412,356 )	-
Increase in short-term loans	6(37)	3,877,509	237,557
Decrease in short-term loans	6(37)	( 3,914,473 )	-
Proceeds from long-term debt	6(37)	11,309,822	-
Repayments of long-term debt	6(37)	( 29,330 )	( 22,028 )
Increase in guarantee deposits received		2,895	9,424
Repayments of principal of lease liabilities	6(37)	( 261,012 )	( 142,935 )
Cash capital increase	6(22)	2,880,000	-
Proceeds from issuance of convertible bonds	6(37)	3,426,445	-
Employee stock options exercised		20,816	-
Net cash flows from financing activities		14,900,316	82,018
Effects due to changes in exchange rate		288,372	( 191,175 )
Net increase (decrease) in cash and cash equivalents		5,186,534	( 656,068 )
Cash and cash equivalents at beginning of period		3,209,592	5,360,003
Cash and cash equivalents at end of period		\$ 8,396,126	\$ 4,703,935

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

BIZLINK HOLDING INC. AND SUBSIDIARIES  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
SIX MONTHS ENDED JUNE 30, 2022 AND 2021

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

**1. HISTORY AND ORGANISATION**

- (1) BizLink Holding Inc. (the “Company”) was incorporated in the Cayman Islands in June 2000. The Company and its subsidiaries (collectively referred herein as the “Group”) are primarily engaged in providing solutions for connecting harness applications. The scope covers research and development of high-tech connection products such as IT Infrastructure wires, computer peripheral equipment, data center wires, consumer electronic wires, electrical appliance wires, automotive wires, medical equipment wires, optical fiber communication equipment, solar connectors, industrial equipment wires, semiconductor equipment; new product introduction (NPI); and assembly and production of system machines.
- (2) The Company’s stocks have been listed on the Taiwan Stock Exchange since April 2011.
- (3) The functional currency of the Company is U.S. dollars. For comparability and consistency of financial reporting, the consolidated financial statements are presented in New Taiwan dollar since the Company’s stocks are listed on the Taiwan Stock Exchange.

**2. THE DATE OF AUTHORISATION FOR ISSUANCE OF THE FINANCIAL STATEMENTS AND PROCEDURES FOR AUTHORISATION**

These consolidated financial statements were authorised for issuance by the Board of Directors on August 26, 2022.

**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”) as endorsed by the Financial Supervisory Commission (“FSC”)

New standards, interpretations and amendments endorsed by the FSC effective from 2022 are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Amendments to IFRS 3, ‘Reference to the conceptual framework’	January 1, 2022
Amendments to IAS 16, ‘Property, plant and equipment: proceeds before intended use’	January 1, 2022
Amendments to IAS 37, ‘Onerous contracts - cost of fulfilling a contract’	January 1, 2022
Annual improvements to IFRS Standards 2018 - 2020	January 1, 2022



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

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

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
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.

(3) 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
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, 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.

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, 2021, 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 Standard 34, ‘Interim financial reporting’ as endorsed by the FSC.
- B. These consolidated financial statements are to be read in conjunction with the consolidated financial statements for the year ended December 31, 2021.

(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 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 judgement in the process of applying the Group’s accounting policies. The areas involving a higher degree of judgement 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:  
Basis for preparation of these consolidated financial statements is consistent with the consolidated financial statements for the year ended December 31, 2021.
- B. Subsidiaries included in the consolidated financial statements:

Investor	Name of subsidiary	Main business activities	Ownership(%)			Description
			June 30, 2022	December 31, 2021	June 30, 2021	
BizLink Holding Inc. (the Company)	BizLink Technology Inc.	(1) Wholesale and retail of cable assemblies, connectors, and power cords, (2) wholesale and retail of computer peripheral products and electronic materials, and (3) international trade.	100	100	100	
	OW Holding Inc.	Various investment activities.	93.08	93.08	93.08	

Investor	Name of subsidiary	Main business activities	Ownership(%)			Description
			June 30, 2022	December 31, 2021	June 30, 2021	
BizLink Holding Inc. (the Company)	BizLink (BVI) Corp.	(1) Wholesale and retail of cable assemblies, connectors, power cords, (2) wholesale and retail of computer peripheral products and electronic materials, (3) international trade, and (4) various investment activities.	100	100	100	
	BizLink International Corp.	(1) Wholesale of cable assemblies, connectors and power cords, and (2) international trade.	100	100	100	
	Zellwood International Corp.	Various investment activities.	100	100	100	
	BizLink Technology (S.E.A.) Sdn. Bhd.	(1) Design, manufacture and sale of cable assemblies, power cords, and telecommunications equipment, (2) wholesale and retail of computer peripheral products and electronic materials, and (3) international trade.	100	100	100	
	Adel Enterprises Corp.	(1) Wholesale and retail of cable assemblies, connectors, and power cords, (2) wholesale and retail of computer peripheral products and electronic materials, and (3) international trade.	100	100	100	
	BizLink Tech Inc.	(1) Design, manufacture, and sale of cable assemblies, (2) wholesale and retail of computer peripheral products and electronic materials, (3) production of fiberfill moldings, and (4) international trade.	100	100	100	

Investor	Name of subsidiary	Main business activities	Ownership(%)			Description
			June 30, 2022	December 31, 2021	June 30, 2021	
BizLink Holding Inc. (the Company)	Accell Corp.	(1) Wholesale and retail of brand name connectors, cables and telecommunications equipment, (2) wholesale and retail of computer peripheral products and electronic materials, and (3) its own brand name.	100	100	100	
	BizLink Technology (Ireland) Ltd.	(1) Wholesale and retail of cable assemblies, power cords and connectors, (2) wholesale and retail of computer peripheral products and electronic materials, and (3) international trade.	100	100	100	
	BizLink (Japan) Co., Ltd.	(1) Wholesale and retail of cable assemblies, power cords and connectors, (2) wholesale and retail of computer peripheral products and electronic materials, and (3) international trade.	100	100	100	
	BizLink (BVI) Corp. Limited	(1) Wholesale and retail of cable assemblies, connectors, power cords, (2) wholesale and retail of computer peripheral products and electronic materials, (3) international trade, and (4) various investment activities.	100	100	100	
	Bizconn Technology Inc.	(1) Wholesale and retail of cable assemblies, connectors, and power cords, (2) wholesale and retail of computer peripheral products and electronic materials, and (3) international trade.	100	100	100	Note 1
	EA Cable Assemblies (Hong Kong) Co., Limited	Various investment activities.	100	100	100	

Investor	Name of subsidiary	Main business activities	Ownership(%)			Description
			June 30, 2022	December 31, 2021	June 30, 2021	
BizLink Holding Inc. (the Company)	EA Cable Assemblies GmbH	(1) Wholesale and retail of cable assemblies, power cords and connectors, and (2) international trade.	-	-	100	Note 2
	BizLink Technology (Belgium) NV	(1) Wholesale and retail of cable assemblies, power cords and connectors, and (2) international trade.	100	100	100	
	BizLink Technology (Slovakia) S.R.O.	(1) Manufacture and assembly of cable harnesses for electrical appliance, and (2) wholesale and retail of cable assemblies and power cords.	100	100	100	
	BizLink Technology SRB D.O.O.	(1) Manufacture and assembly of connectors and cable assemblies, and (2) wholesale and retail of cable assemblies, connectors and power cords.	100	100	100	
	Speedy Industrial Supplies Pte Ltd.	Manufacture and sale of cable assemblies, power cords, PCBA assemblies, sheet metal fabrication and box build assemblies.	100	100	100	
	Grand Infinite Enterprises Limited	Various investment activities.	100	100	100	
BizLink Technology Inc.	Bobi, LLC	Various leasing activities.	100	100	100	
OW Holding Inc.	OptiWork, Inc.	(1) Wholesale and retail of fiber optical passive components and fiber optical cables, (2) international trade, and (3) various investment activities.	100	100	100	
OptiWork, Inc.	OptiWorks (Shanghai) Limited	(1) Manufacture, wholesale and retail of fiber optical passive components and fiber optical cables, and (2) international trade.	100	100	100	

Investor	Name of subsidiary	Main business activities	Ownership(%)			Description
			June 30, 2022	December 31, 2021	June 30, 2021	
OptiWork, Inc.	OptiWorks (Kunshan) Limited	(1) Production and development of optical communications optoelectronic devices, components and modules, and (2) sale of own products.	100	100	100	
BizLink (BVI) Corp.	Hwa Zhen Electronics (Shen Zhen) Co., Ltd.	Production and operations of computers and communications cables, connectors and fiber jumpers.	100	100	100	
	Jo Yeh Company Limited	(1) Wholesale and retail of connectors, and (2) international trade.	100	100	100	
Jo Yeh Company Limited	Foshan Nanhai Jo Yeh Electronic Co., Ltd.	Production and operations of electrical appliances, electronic equipment, and plug-in connectors.	100	100	100	
Zellwood International Corp.	Bizconn International Corporation.	Various investment activities.	100	100	100	
	BizLink (Kunshan) Co., Ltd.	Design, manufacture and sale of cable assemblies, power cables and connectors.	100	100	100	
Bizconn International Corporation.	Bizconn International Corp. (China)	Manufacture and operate in connectors and components of connectors, communication connection lines, precision plastic modules, metal modules, metal stamping parts and precision plastic products.	100	100	100	
Adel Enterprises Corp.	BizLink Electronics (Xiamen) Co., Ltd.	Manufacture of computer connect lines, connectors and power supply of computer host and assemble of other components.	100	100	100	
	Asia Wick Ltd.	Various investment activities.	100	100	100	

Investor	Name of subsidiary	Main business activities	Ownership(%)			Description
			June 30, 2022	December 31, 2021	June 30, 2021	
Asia Wick Ltd.	Tong Ying Electronics (Shen Zhen) Ltd.	Manufacture of wire extrusions and cable assemblies.	100	100	100	
BizLink Tech Inc.	Productos Excel de Mexico, S. de R.L. DE C.V.	(1) Design, manufacture, and sale of cable assemblies, (2) wholesale and retail of computer peripheral products and electronic materials, (3) production of fiberfill moldings, and (4) international trade.	99	99	99	
BizLink (BVI) Corp. Limited	Xiang Yao Electronics (Shen Zhen) Co., Ltd.	Manufacture and operate in communication and computer connect lines, industrial and medical equipment connect lines, mobile electric equipment connect lines, audio and video connect lines, transfers and switch, cords and optical fiber patch cord.	100	100	100	
BizLink Technology (S.E.A.) Sdn. Bhd.	BizLink Interconnect Technology (India) Private Limited	(1) Design, manufacture and sale of cable assemblies, power cords, and telecommunications equipment, (2) wholesale and retail of computer peripheral products and electronic materials, and (3) international trade.	100	100	100	
EA Cable Assemblies (Hong Kong) Co., Limited	BizLink Technology (Changzhou) Limited	(1) Manufacture of smart instrumentational sensors, instrumentational connectors and instrumentational functional materials, and (2) Sale of aforementioned products, import and export business.	100	100	100	

Investor	Name of subsidiary	Main business activities	Ownership(%)			Description
			June 30, 2022	December 31, 2021	June 30, 2021	
EA Cable Assemblies (Hong Kong) Co., Limited	BizLink Technology (Xiamen) Limited	(1) Manufacture of smart instrumentational sensors, instrumentational connectors and instrumentational functional materials, and (2) Sale of aforementioned products, import and export business.	100	100	100	
Speedy Industrial Supplies Pte Ltd	EA Cable Assemblies GmbH	(1) Wholesale and retail of cable assemblies, power cords and connectors, and (2) international trade.	100	100	-	Note 2
	SIS Speedy Industrial Supplies Sdn. Bhd.	Manufacture and wholesale of cable assemblies, power cords, PCBA assemblies, sheet metal fabrication and box build assemblies.	100	100	100	
	BizLink Special Cables (Changzhou) Co., Ltd.	Manufacture and sales of power cords and cable assemblies used in the robot system, medical, automation, customise products and communication system.	100	-	-	Note 3
EA Cable Assemblies GmbH	BizLink elocab GmbH	Manufacture of cable assemblies used in the application of customise products.	100	-	-	Note 3
	BizLink Industry Germany GmbH	Central management segment of industry solution program business.	100	-	-	Note 3
	BizLink Systems Spain,S.L.U.	Manufacture and sales of power cords and cable assemblies used in the robot system and customise products.	100	-	-	Note 3
	BizLink Silitherm S.r.l.	Manufacture and sales of silicone wire.	100	-	-	Note 3



Investor	Name of subsidiary	Main business activities	Ownership(%)			Description
			June 30, 2022	December 31, 2021	June 30, 2021	
EA Cable Assemblies GmbH	BizLink Industry Slovakia Spol. s.r.o.	Manufacture of cable assemblies and power cords used in the medical, automation and customise products.	85	-	-	Notes 3 and 4
	BizLink Special Cables Germany GmbH	Manufacture of cable assemblies and power cords used in the medical, automation and communication system.	100	-	-	Note 3
BizLink Special Cables Germany GmbH	BizLink Industry Slovakia Spol.s.r.o.	Manufacture of cable assemblies and power cords used in the medical, automation and customise products.	15	-	-	Notes 3 and 4
BizLink elocab GmbH	BizLink elocab Ltd.	Manufacture of power cords and cable assemblies used in the customise products.	100	-	-	Note 3
	BizLink Robotic Solutions Germany GmbH	Manufacture of power cords and cable assemblies used in the robot system.	100	-	-	Note 3
	BizLink Robotic Solutions France S.A.S	Manufacture and sales of power cords and cable assemblies used in the robot system.	100	-	-	Note 3
	BizLink Industry Czech s.r.o.	Manufacture and sales of cable assemblies and power cords used in the robot system, automation and customise products.	100	-	-	Note 3
BizLink Robotic Solutions Germany GmbH	BizLink Tailor-Made Cable UK Ltd.	Sales of power cords and cable assemblies used in the robot system and customise products.	100	-	-	Note 3
BizLink Robotic Solutions France S.A.S	BizLink Robotic Solutions USA Inc.	Manufacture and sales of cords and cable assemblies used in the robot system, automation, customise products and communication system.	100	-	-	Note 3

Note 1: Bizconn Technology Inc. is not yet in operation.

Note 2: In December 2021, Speedy Industrial Supplies Pte Ltd acquired the Company's 100%

equity interest in EA Cable Assemblies GmbH. Thus, the shareholding ratio of the Company in EA Cable Assemblies GmbH decreased from 100% to 0%.

Note 3: A subsidiary acquired through merger in the first quarter of 2022.

Note 4: LEONI Industry Slovakia Spol.s.r.o. renamed as BizLink Industry Slovakia Spol. s.r.o. in April 2022.

- 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: None.

#### (4) Summary of Significant Accounting Policies

##### A. Inventories

Inventories are stated at the lower of cost and net realisable value. Cost is determined using the weighted-average method. The cost of finished goods and work in progress comprises raw materials, direct labour, other direct costs and related production overheads. It excludes borrowing costs. The item by item approach is used in applying the lower of cost and net realisable value. Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the estimated costs necessary to make the sale.

##### B. Revenue recognition - sales of goods

- (a) The Group provided the solution for the application of connecting wiring harness, and the products was applied to various electronic technology area. Sales are recognised when control of the products has transferred, being when the products are delivered to the customer, the customer has full discretion over the channel and price to sell the products, and there is no unfulfilled obligation that could affect the customer's acceptance of the products. Delivery occurs when the products have been shipped to the specific location, the risks of obsolescence and loss have been transferred to the wholesaler, and either the customer has accepted the products in accordance with the sales contract, or the Group has objective evidence that all criteria for acceptance have been satisfied.
- (b) Accumulated experience is used to estimate and provide for the price break, using the expected value method, and revenue is only recognised to the extent that it is highly probable that a significant reversal will not occur. The estimation is subject to an assessment at each reporting date and recognised as refund liabilities. The Group does not expect to have any contracts where the period between the transfer of the promised goods or services to the customer and payment by the customer exceeds one year. As a consequence, the Group does not adjust any of the transaction prices for the time value of money.
- (c) The Group's obligation to provide a refund for faulty products under the standard warranty terms is recognised as a provision.

- (d) A receivable is recognised when the control of goods is delivered as this is the point in time that the consideration is unconditional because only the passage of time is required before the payment is due.

#### C. Business combinations

- (a) The Group uses the acquisition method to account for business combinations. The consideration transferred for an acquisition is measured as the fair value of the assets transferred, liabilities incurred or assumed and equity instruments issued at the acquisition date, plus the fair value of any assets and liabilities resulting from a contingent consideration arrangement. All acquisition-related costs are expensed as incurred. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. For each business combination, the Group measures at the acquisition date components of non-controlling interests in the acquiree that are present ownership interests and entitle their holders to the proportionate share of the entity's net assets in the event of liquidation at either fair value or the present ownership instruments' proportionate share in the recognised amounts of the acquiree's identifiable net assets. All other non-controlling interests should be measured at the acquisition-date fair value.
- (b) The excess of the consideration transferred, the amount of any non-controlling interest in the acquiree and the fair value of any previous equity interest in the acquiree over the fair value of the identifiable assets acquired and the liabilities assumed is recorded as goodwill at the acquisition date. If the total of consideration transferred, non-controlling interest in the acquiree recognised and the fair value of previously held equity interest in the acquiree is less than the fair value of the identifiable assets acquired and the liabilities assumed, the difference is recognised directly in profit or loss on the acquisition date.

#### (5) Financial assets at amortized cost

The Group's time deposits which do not fall under cash equivalents are those with a short maturity period and are measured at initial investment amount as the effect of discounting is immaterial.

#### (6) Accounts and notes receivable

The Group's operating pattern of accounts receivable that are expected to be factored is for the purpose of selling, and the accounts receivable are subsequently measured at fair value, with any changes in fair value recognised in profit or loss.

#### (7) Derecognition of financial assets

The Group derecognises a financial asset when one of the following conditions is met:

- A. The contractual rights to receive the cash flows from the financial asset expire.
- B. The contractual rights to receive cash flows of the financial asset have been transferred and the Group has transferred substantially all risks and rewards of ownership of the financial asset.
- C. The contractual rights to receive cash flows of the financial asset have been transferred; however, the Group has not retained control of the financial asset.

(8) Provisions

Provisions, mainly warranties, are recognised when the Group has a present legal or constructive obligation as a result of past events, and it is probable that an outflow of economic resources will be required to settle the obligation and the amount of the obligation can be reliably estimated. Provisions are measured at the present value of the expenditures expected to be required to settle the obligation on the balance sheet date.

(9) 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.

(10) 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.

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

The preparation of these consolidated financial statements requires management to make critical judgements in applying the Group's accounting policies and make critical assumptions and estimates concerning future events. Assumptions and estimates may differ from the actual results and are continually evaluated and adjusted based on historical experience and other factors. Such assumptions and estimates have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year; and the related information is addressed below:

Critical accounting estimates and assumptions

(a) Evaluation of inventories

As inventories are stated at the lower of cost and net realisable value, the Group must determine the net realisable value of inventories on balance sheet date using judgements and estimates. Due to the rapid technology innovation, the Group evaluates the amounts of normal inventory consumption, obsolete inventories or inventories without market selling value on balance sheet date, and writes down the cost of inventories to the net realisable value. Such an evaluation of inventories is principally based on the demand for the products within the specified period in the future. Therefore, there might be material changes to the evaluation. As at June 30, 2022, the carrying amount of inventories was \$12,832,882.

(b) Impairment assessment of goodwill

The impairment assessment of goodwill relies on the Group's subjective judgement, including identifying cash-generating units, allocating assets and liabilities as well as goodwill to related cash-generating units, and determining the recoverable amounts of related cash-generating units. Please

refer to Note 6(13) for the information of goodwill impairment.

(c) Identifiable intangible assets arising from business combination

The key assumptions used in the cash flow projecting of identifiable intangible assets under business combination, including expected growth rate and operating margin, involve the Group's subjective judgment.

(d) Calculation of net defined benefit liabilities

When calculating the present value of defined pension obligations, the Group must apply judgements and estimates to determine the actuarial assumptions on balance sheet date, including discount rates and future salary growth rate. Any changes in these assumptions could significantly impact the carrying amount of defined pension obligations. As at June 30, 2022, the carrying amount of net defined benefit liabilities was \$784,900.

## 6. DETAILS OF SIGNIFICANT ACCOUNTS

(1) Cash and cash equivalents

	June 30, 2022	December 31, 2021	June 30, 2021
Cash on hand and revolving funds	\$ 1,502	\$ 962	\$ 993
Checking accounts and demand deposits	4,640,018	2,364,019	3,749,640
Cash equivalents (investments with original maturities of 3 months or less)			
Time deposits	3,751,123	844,611	949,077
Bank acceptances	3,483	-	4,225
	<u>\$ 8,396,126</u>	<u>\$ 3,209,592</u>	<u>\$ 4,703,935</u>

- A. The Group transacts with a variety of financial institutions all with high credit quality to diversify credit risks, so it expects that the probability of counterparty defaults is remote.
- B. Cash and cash equivalents pledged to others by the Group have been reclassified as financial assets at amortized cost. Please refer to Notes 6(4) and 8.

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

Items	June 30, 2022	December 31, 2021	June 30, 2021
Current financial assets:			
Derivative instruments			
mandatorily measured at fair value through profit or loss (not designated as hedges)			
Forward foreign exchange contracts	\$ 16,806	\$ 25,591	\$ 9,791
Convertible bond options	1,740	1,845	1,694
Non-derivative financial assets			
Listed stocks	827	1,695	1,774
Unlisted stocks	48,670	48,474	48,832
	<u>\$ 68,043</u>	<u>\$ 77,605</u>	<u>\$ 62,091</u>
Non-current financial assets:			
Non-derivative financial assets			
mandatorily measured at fair value through profit or loss			
Beneficiary certificates	<u>\$ 134,683</u>	<u>\$ 89,320</u>	<u>\$ 50,148</u>
Current financial liabilities:			
Derivative instruments			
mandatorily measured at fair value through profit or loss (not designated as hedges)			
Forward foreign exchange contracts	<u>\$ 18,781</u>	<u>\$ 288</u>	<u>\$ 10,179</u>

A. Financial assets and liabilities at fair value through profit or loss recognised by the Group for the three months and six months ended June 30, 2022 and 2021 amounted to (\$36,487), \$35,244, (\$3,422) and \$32,880, respectively.

B. At the end of the reporting period, outstanding foreign exchange forward contracts not under hedge accounting were as follows:

Derivative financial assets

	Currency	Contract period	Contract amount (in thousands)
<u>June 30, 2022</u>			
Sell	USD to RMB	2022.07~2022.12	USD 78,898/ RMB 526,445
Sell	EUR to RMB	2022.07~2022.12	EUR 4,222/ RMB 32,200
Sell	USD to SGD	2022.07~2022.09	USD 9,400/ SGD 12,993
Sell	EUR to USD	2022.07~2022.08	EUR 10,500/ USD 10,366
Sell	EUR to CAD	2022.07~2022.08	EUR 2,500/ CAD 3,398
Sell	USD to CAD	2022.07~2022.08	USD 3,700/ CAD 4,732

	Currency	Contract period	Contract amount (in thousands)
<u>December 31, 2021</u>			
Sell	USD to RMB	2022.01~2022.05	USD 78,950/ RMB 508,663
Sell	EUR to RMB	2022.01~2022.12	EUR 5,779/ RMB 43,900
Sell	USD to SGD	2022.01~2022.02	USD 6,850/ SGD 9,329
<u>June 30, 2021</u>			
Sell	USD to RMB	2021.07~2021.11	USD 85,035/ RMB 550,486
Sell	EUR to RMB	2021.07~2021.12	EUR 3,817/ RMB 30,600
Sell	USD to SGD	2021.07~2021.08	USD 4,000/ SGD 5,331
Sell	USD to MYR	2021.07~2021.08	USD 100/ MYR 411

- C. The Group entered into the aforementioned forward foreign exchange contracts to hedge exchange rate risk of assets and liabilities denominated in foreign currencies whose values would be affected by the exchange rate fluctuations. However, these forward foreign exchange contracts did not meet the criteria for effective hedging. Therefore, the contracts are not accounted for under hedge accounting.
- D. The Group has no financial assets at fair value through profit or loss pledged to others.
- E. Information relating to credit risk of financial assets at fair value through profit or loss is provided in Note 12(2).

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

Items	June 30, 2022	December 31, 2021	June 30, 2021
Non-current items:			
Unlisted stocks	\$ 365,190	\$ 281,242	\$ 300,411

- A. The Group invested in the abovementioned equity instruments for medium- to long-term strategic purposes and expected to generate profit through the medium- to long-term investments. The Group's management elected to designate these investments in equity instruments as at fair value through other comprehensive income as it believes that recognising short-term fluctuations in these investments' fair values in profit or loss would not be consistent with the aforementioned medium- to long-term investment plan.
- B. 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 June 30,	
	2022	2021
<u>Equity instruments at fair value through other comprehensive income</u>		
Fair value change recognised in other comprehensive income	\$ 14,254	(\$ 19,167)

	Six months ended June 30,	
	2022	2021
<u>Equity instruments at fair value through other comprehensive income</u>		
Fair value change recognised in other comprehensive income	\$ 14,254	(\$ 22,736)

C. As at June 30, 2022, December 31, 2021 and June 30, 2021, 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 was \$365,190, \$281,242 and \$300,411, respectively.

D. The Group has no financial assets at fair value through other comprehensive income pledged to others.

E. Information relating to credit risk of financial assets at fair value through other comprehensive income is provided in Note 12(2).

(4) Financial assets at amortized cost

Items	June 30, 2022	December 31, 2021	June 30, 2021
Current items:			
Time deposits with original maturities of more than 3 months	\$ -	\$ 16,608	\$ 27,860
Pledged demand and time deposits	225,813	173,961	118,750
	<u>\$ 225,813</u>	<u>\$ 190,569</u>	<u>\$ 146,610</u>
Non-current items:			
Pledged demand and time deposits	<u>\$ 9,534</u>	<u>\$ 10,559</u>	<u>\$ 87,197</u>

A. As at June 30, 2022, December 31, 2021 and June 30, 2021, 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 amortized cost held by the Group was \$235,347, \$201,128 and \$233,807, respectively.

B. Details of the Group's financial assets at amortized cost pledged to others as collateral are provided in Note 8.



(5) Hedging financial assets and liabilities

A. Transaction information associated with the Group adopting hedge accounting is as follows:

June 30, 2022				
Hedging instruments	Contract weight	Contract period	Line item in balance sheet	Carrying amount
Cash flow hedges				
Expected purchases - copper futures contract	875 tons	2022.7~2022.10	Financial liabilities for hedging	\$ 30,172
Hedged items			Carrying amount of other equity which is continuously applicable to hedge accounting	
Cash flow hedges				
Expected purchases			(\$	24,848)
December 31, 2021				
Hedging instruments	Contract weight	Contract period	Line item in balance sheet	Carrying amount
Cash flow hedges				
Expected purchases - copper futures contract	620 tons	2022.1~2022.4	Financial liabilities for hedging	\$ 22
December 31, 2021				
Hedging instruments	Contract price	Contract period	Assets carrying amount	Liabilities carrying amount
Cash flow hedges				
Forecast investment - foreign exchange forward contracts (USD to EUR)	EUR 71,000 thousand	2022.1~2022.2	\$ 4,163	\$ 687
Hedged items			Carrying amount of other equity which is continuously applicable to hedge accounting	
Cash flow hedges				
Expected purchases			(\$	17)
Forecast investment			\$	3,518

June 30, 2021				
Hedging instruments	Contract weight	Contract period	Line item in balance sheet	Carrying amount
Cash flow hedges				
Expected purchases - copper futures contract	965 tons	2021.7~2021.10	Financial liabilities for hedging	\$ 9,343
Hedged items			Carrying amount of other equity which is continuously applicable to hedge accounting	
Cash flow hedges				
Expected purchases			(\$	7,499)

- B. The Group entered into the aforementioned forward foreign exchange contracts on December 31, 2021 to hedge the risk of exchange rate fluctuations of firm commitments in foreign currency expected to occur in the future and designated it as a cash flow hedge. The determination of the position of the designated forward foreign exchange contract is in line with the hedged items. The Group qualitatively evaluates that forward foreign exchange contract will move systematically in the opposite direction of the estimated transaction value of the hedged items due to changes in the hedged exchange rates.

The source of hedge ineffectiveness in these hedging relationships is the effect of the counterparty and the Group's own credit risks on the fair value of the hedging instruments. This credit risk does not affect the fair value changes of the hedged items due from changes in exchange rates and the changes in the expected timing of transaction of the hedged items. No other sources of ineffectiveness are expected to emerge from these hedging relationships.

- C. The Group uses copper as a raw material in the process and highly expects to sign copper purchase contracts with suppliers in the future according to its order demands. The contract price is based on the copper market price with a certain markup. In order to manage the copper price risk of the contracts, the Group utilizes copper futures contracts by the same notional amount and at the same maturity date as the cash flow risk hedging tool against the copper price risk contained in the contracts. Based on historical experience, changes in the cash flow component of the specified copper price risk are highly effective in covering the entire contractual cash flow changes.

For the anticipation of the highly probable expected purchase transactions, the main conditions (e.g. quantity and period) of the copper futures contract matched the hedged items. The Group periodically compares the number of open positions of copper and the expected purchase quantity change in order to assess the effectiveness of the hedge.

- D. (Losses) gains on hedge effectiveness-amount that the Group recognised in other comprehensive income for the three months and six months ended June 30, 2022 and 2021 amounted to (\$32,174), \$6,950, (\$93,242) and \$28,564, respectively.

(6) Notes and accounts receivable

	<u>June 30, 2022</u>	<u>December 31, 2021</u>	<u>June 30, 2021</u>
Notes receivable	\$ 4,711	\$ 10,991	\$ 15,636
Accounts receivable	\$ 10,218,297	\$ 7,040,877	\$ 6,273,216
Less: Allowance for uncollectible accounts	( 63,015)	( 35,298)	( 17,955)
	<u>\$ 10,155,282</u>	<u>\$ 7,005,579</u>	<u>\$ 6,255,261</u>

A. The ageing analysis of notes receivable is as follows:

	<u>June 30, 2022</u>	<u>December 31, 2021</u>	<u>June 30, 2021</u>
Up to 60 days	\$ 4,711	\$ 6,529	\$ 3,156
61 to 90 days	-	1,144	9,769
91 to 120 days	-	100	224
Over 120 days	-	3,218	2,487
	<u>\$ 4,711</u>	<u>\$ 10,991</u>	<u>\$ 15,636</u>

The above ageing analysis was based on invoice date.

B. The ageing analysis of accounts receivable is as follows:

	<u>June 30, 2022</u>	<u>December 31, 2021</u>	<u>June 30, 2021</u>
Not past due	\$ 8,496,884	\$ 6,200,221	\$ 5,513,833
Past due			
Up to 60 days	1,476,022	745,368	674,455
61 to 90 days	59,802	32,346	11,440
91 to 120 days	97,405	21,759	20,494
121 to 365 days	55,757	27,203	36,915
Over 365 days	32,427	13,980	16,079
	<u>\$ 10,218,297</u>	<u>\$ 7,040,877</u>	<u>\$ 6,273,216</u>

The above ageing analysis was based on past due date.

C. As at June 30, 2022, December 31, 2021 and June 30, 2021, accounts receivable and notes receivable were all from contracts with customers. And as at January 1, 2021, the balance of receivables from contracts with customers amounted to \$5,372,702.

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

E. As at June 30, 2022, December 31, 2021 and June 30, 2021, 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 was \$4,711, \$10,991 and \$15,636, respectively, and accounts receivable was \$10,155,282, \$7,005,579 and \$6,255,261, respectively.

F. As at June 30, 2022, the Group had outstanding discounted notes receivable to financial institutions amounting to \$155,015. The Group has no payment obligation when the drawers of the notes refuse to pay for the notes at maturity. Those discounted notes receivable were deducted

directly from notes receivable.

- G. The Group has endorsed and transferred some bank acceptances receivable to other parties. Based on the assessment, the credit rating of the bank issuing such acceptances is relatively high and almost all of the risks and returns arising from the ownership of the bank acceptances have been transferred. Therefore, the bank acceptances were derecognised. As at June 30, 2022, December 31, 2021 and June 30, 2021, the outstanding derecognised bank acceptances receivable that the Group has endorsed and transferred amounted to \$43,255, \$23,952 and \$21,307, respectively.
- H. The Group entered into a factoring agreement with financial institutions to sell its accounts receivable. The Group accounted of the accounts receivable as financial assets at fair value through profit or loss before the derecognition and derecognised it after it is sold. The Group has \$187,654 of accounts receivable that are expected to be factored to the financial institutions on June 30, 2022. Amount recognised in profit or loss because factoring accounts receivable for the three months and six months ended June 30, 2022 was \$3,244 and \$3,894 (shown as finance costs), respectively.
- I. Information relating to credit risk of accounts receivable and notes receivable is provided in Note 12(2).

(7) Transfer of financial assets

Transferred financial assets that are derecognised in their entirety

The Group entered into a factoring agreement with bank to sell its accounts receivable. Under the agreement, the Group is not obligated to bear the default risk of the transferred accounts receivable, but is liable for the losses incurred on any business dispute. The Group does not have any continuing involvement in the transferred accounts receivable. Thus, the Group derecognised the transferred accounts receivable, and the related information is as follows:

June 30, 2022					
Purchaser of accounts receivable	Accounts receivable transferred (Note)	Amount derecognised	Facilities (in thousands)	Amount advanced	Interest rate of amount advanced
Coface	\$ 141,670	\$ 141,670	USD 24,145	\$ -	\$ -
Eurofactor	15,387	15,387	USD 13,320	-	-

Note: Classified under other receivables

December 31, 2021 and June 30, 2021: None.

(8) Inventories

	June 30, 2022	December 31, 2021	June 30, 2021
Raw materials	\$ 7,452,311	\$ 3,146,703	\$ 2,388,119
Work in progress	1,120,137	458,601	351,495
Finished goods and merchandises	4,260,434	2,773,534	2,246,599
	<u>\$ 12,832,882</u>	<u>\$ 6,378,838</u>	<u>\$ 4,986,213</u>

The cost of inventories recognised as expense for the period:

	Three months ended June 30,	
	2022	2021
Cost of goods sold	\$ 10,246,600	\$ 5,288,410
Loss on decline in market value	1,695	48,056
Unamortized manufacturing overhead (Note)	89,232	8,795
	<u>\$ 10,337,527</u>	<u>\$ 5,345,261</u>
	Six months ended June 30,	
	2022	2021
Cost of goods sold	\$ 18,995,313	\$ 10,004,417
Loss on decline in market value	49,487	92,461
Unamortized manufacturing overhead (Note)	111,200	20,967
	<u>\$ 19,156,000</u>	<u>\$ 10,117,845</u>

Note: For the three months and six months ended June 30, 2022, the unamortized manufacturing overhead, including the related expenditures incurred during the shutdown period in the second quarter of 2022 due to the impact of Covid-19 amounted to \$71,748.

(9) Investments accounted for under equity method

A. Investments in associates are listed below:

	June 30, 2022	December 31, 2021	June 30, 2021
<u>Individually immaterial associates</u>			
Siriustek Inc.	\$ 5,052	\$ 5,340	\$ 6,995
AquaOptics Corp.	4,939	19,496	24,391
ProOptics International Corp.	22,925	26,381	47,611
	<u>\$ 32,916</u>	<u>\$ 51,217</u>	<u>\$ 78,997</u>

B. The share of the operating results of the Group's individually immaterial associates are summarised below:

	Three months ended June 30,	
	2022	2021
Loss for the period from continuing operations (that is, total comprehensive income)	(\$ 12,825)	(\$ 11,628)

	Six months ended June 30,	
	2022	2021
Loss for the period from continuing operations (that is, total comprehensive income)	(\$ 25,903)	(\$ 46,944)

- C. In April 2022, ProOptics International Corp. increased its capital, the Group did not participate in cash capital increase according to shareholding ratio, thus, decreasing the Group's percentage of ownership from 27% to 23.14%.
- D. In August 2021, the preferred shares of ProOptics International Corp. was retired, increasing the Group's shareholding ratio from 21.35% to 27.00%. The changes from investments in associates and joint ventures accounted for using equity method increased capital surplus by \$7,887.
- E. In the second quarter of 2022, the Group assessed the impairment of the investment in AquaOptics Corp. based on the estimated recoverable amount, and accrued the impairment loss amounting to \$11,767, which was recognized in 'other gains and losses'.
- F. For the six months ended June 30, 2022 and 2021, shares of profit (loss) and other comprehensive income of associates accounted for under equity method were calculated based on the financial statements which were not audited by the independent auditors. However, the Group's management considered that there was no significant impact on financial statements.
- G. The Group is the single largest shareholder of Siriustek Inc. and AquaOptics Corp., but the Group has no control over them because the Group does not have the ability to direct the relevant finance, operational and human resources decisions of these companies.

(10) Property, plant and equipment

	Freehold land	Buildings	Machinery and equipment	Transportation equipment	Other equipment	Unfinished construction and equipment pending acceptance	Total
January 1, 2022							
Cost	\$ 720,276	\$ 1,161,381	\$ 3,160,851	\$ 25,191	\$ 1,161,597	\$ 622,832	\$ 6,852,128
Accumulated depreciation and impairment	-	( 367,013)	( 1,917,056)	( 18,318)	( 685,433)	-	( 2,987,820)
	<u>\$ 720,276</u>	<u>\$ 794,368</u>	<u>\$ 1,243,795</u>	<u>\$ 6,873</u>	<u>\$ 476,164</u>	<u>\$ 622,832</u>	<u>\$ 3,864,308</u>
January 1, 2022	\$ 720,276	\$ 794,368	\$ 1,243,795	\$ 6,873	\$ 476,164	\$ 622,832	\$ 3,864,308
Additions	-	292,324	273,142	4,226	113,925	260,773	944,390
Acquired from business combinations	-	1,448,896	2,017,458	5,530	548,269	174,578	4,194,731
Disposals	( 6,609)	( 22,927)	( 6,180)	-	( 3,329)	-	( 39,045)
Reclassifications	-	6,743	53,652	-	15,263	( 116,617)	( 40,959)
Depreciation expenses	-	( 59,098)	( 266,218)	( 1,315)	( 122,604)	-	( 449,235)
Net exchange differences	8,539	13,692	21,729	776	8,547	61,954	115,237
June 30, 2022	<u>\$ 722,206</u>	<u>\$ 2,473,998</u>	<u>\$ 3,337,378</u>	<u>\$ 16,090</u>	<u>\$ 1,036,235</u>	<u>\$ 1,003,520</u>	<u>\$ 8,589,427</u>
June 30, 2022							
Cost	\$ 722,206	\$ 3,151,330	\$ 7,670,384	\$ 34,481	\$ 2,636,906	\$ 1,003,520	\$15,218,827
Accumulated depreciation and impairment	-	( 677,332)	( 4,333,006)	( 18,391)	( 1,600,671)	-	( 6,629,400)
	<u>\$ 722,206</u>	<u>\$ 2,473,998</u>	<u>\$ 3,337,378</u>	<u>\$ 16,090</u>	<u>\$ 1,036,235</u>	<u>\$ 1,003,520</u>	<u>\$ 8,589,427</u>

	Freehold land	Buildings	Machinery and equipment	Transportation equipment	Other equipment	Unfinished construction and equipment pending acceptance	Total
January 1, 2021							
Cost	\$ 348,673	\$ 1,117,548	\$ 2,992,119	\$ 26,282	\$ 1,092,463	\$ 307,766	\$ 5,884,851
Accumulated depreciation and impairment	-	( 314,433)	( 1,727,159)	( 17,046)	( 602,132)	-	( 2,660,770)
	<u>\$ 348,673</u>	<u>\$ 803,115</u>	<u>\$ 1,264,960</u>	<u>\$ 9,236</u>	<u>\$ 490,331</u>	<u>\$ 307,766</u>	<u>\$ 3,224,081</u>
January 1, 2021	\$ 348,673	\$ 803,115	\$ 1,264,960	\$ 9,236	\$ 490,331	\$ 307,766	\$ 3,224,081
Additions	375,650	12,982	115,194	-	65,719	124,153	693,698
Disposals	-	( 9)	( 5,306)	-	( 1,194)	-	( 6,509)
Impairment loss	-	-	( 69,728)	-	-	-	( 69,728)
Reclassifications	-	13,853	49,521	-	10,002	( 2,527)	70,849
Depreciation expenses	-	( 28,302)	( 142,603)	( 1,299)	( 65,692)	-	( 237,896)
Net exchange differences	( 2,953)	( 16,085)	( 29,763)	( 193)	( 17,483)	( 4,234)	( 70,711)
June 30, 2021	<u>\$ 721,370</u>	<u>\$ 785,554</u>	<u>\$ 1,182,275</u>	<u>\$ 7,744</u>	<u>\$ 481,683</u>	<u>\$ 425,158</u>	<u>\$ 3,603,784</u>
June 30, 2021							
Cost	\$ 721,370	\$ 1,122,473	\$ 3,060,904	\$ 25,628	\$ 1,125,717	\$ 425,158	\$ 6,481,250
Accumulated depreciation and impairment	-	( 336,919)	( 1,878,629)	( 17,884)	( 644,034)	-	( 2,877,466)
	<u>\$ 721,370</u>	<u>\$ 785,554</u>	<u>\$ 1,182,275</u>	<u>\$ 7,744</u>	<u>\$ 481,683</u>	<u>\$ 425,158</u>	<u>\$ 3,603,784</u>

Information about the property, plant and equipment that were pledged to others as collaterals is provided in Note 8.

The above items of property, plant and equipment are depreciated on a straight-line basis over the estimated useful lives of the assets as follows:

#### Buildings

Main buildings 20-55 years

Construction appurtenance 2-20 years

Machinery and equipment 2-23 years

Transportation equipment 2-10 years

Other equipment 1.5-10 years

#### (11) Lease arrangements

A. The Group leases various assets including land use right, buildings and structures and transportation equipment. Rental contracts of land use right are made for periods of 39 to 50 years while the rental contracts of others are made for periods of 1 to 10 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. The Group does not have bargain purchase options to acquire the land use right and buildings and structures at the end of the lease terms.



B. Right-of-use assets

	June 30, 2022	December 31, 2021	June 30, 2021
Carrying amount			
Land	\$ 275,912	\$ 194,763	\$ 196,260
Buildings	1,546,626	987,406	402,960
Transportation equipment	52,088	9,831	12,124
Other equipment	18,162	2,123	3,434
	<u>\$ 1,892,788</u>	<u>\$ 1,194,123</u>	<u>\$ 614,778</u>

	Three months ended June 30,	
	2022	2021
Depreciation expenses		
Land	\$ 868	\$ 1,199
Buildings	130,652	64,235
Transportation equipment	11,031	2,068
Other equipment	2,099	601
	<u>\$ 144,650</u>	<u>\$ 68,103</u>

	Six months ended June 30,	
	2022	2021
Depreciation expenses		
Land	\$ 2,151	\$ 2,417
Buildings	231,135	130,711
Transportation equipment	17,991	4,368
Other equipment	3,279	1,213
	<u>\$ 254,556</u>	<u>\$ 138,709</u>

C. For the three months and six months ended June 30, 2022 and 2021, the additions to right-of-use assets were \$109,796, \$1,680, \$122,429 (not including \$759,145 acquired from business combinations) and \$4,147, respectively.

D. Lease liability

	June 30, 2022	December 31, 2021	June 30, 2021
Carrying amounts of lease liabilities			
Current	<u>\$ 443,051</u>	<u>\$ 300,155</u>	<u>\$ 206,956</u>
Non-current	<u>\$ 1,344,778</u>	<u>\$ 743,193</u>	<u>\$ 256,003</u>

E. Sublease of right-of-use assets

The Group subleases its right-of-use assets for buildings under operating leases with lease terms between 1 to 5 years and with options to extend. The lease contracts contain market review clauses in the event that the lessees exercise their options to extend. The maturity analysis of lease payments receivable under operating subleases is as follows:

	June 30, 2022	December 31, 2021	June 30, 2021
Year 1	\$ 7,214	\$ 3,847	\$ 6,819
Year 2	1,157	472	936
Year 3	418	-	-
	<u>\$ 8,789</u>	<u>\$ 4,319</u>	<u>\$ 7,755</u>

F. Other lease information

	Three months ended June 30,	
	2022	2021
Expense on short-term lease contracts	\$ 15,862	\$ 4,321
Expense on leases of low-value assets	\$ 163	\$ 1,155
Total cash outflow for leases	\$ 200,971	\$ 80,803
Gain on sublease of right-of-use assets	\$ 1,573	\$ 3,395
Gain on lease modification	\$ 836	\$ -
	Six months ended June 30,	
	2022	2021
Expense on short-term lease contracts	\$ 40,072	\$ 7,536
Expense on leases of low-value assets	\$ 3,603	\$ 2,373
Total cash outflow for leases	\$ 330,707	\$ 165,694
Gain on sublease of right-of-use assets	\$ 3,994	\$ 7,002
Gain on lease modification	\$ 836	\$ -

G. As at June 30, 2022, the undiscounted amount of the lease liability in relation to the buildings that the Group has committed to lease but not yet commenced amounted to \$142,627.

(12) Investment property

	Land	Buildings and structures	Total
January 1, 2022			
Cost	\$ 88,640	\$ 143,670	\$ 232,310
Accumulated depreciation and impairment	-	( 49,099)	( 49,099)
	<u>\$ 88,640</u>	<u>\$ 94,571</u>	<u>\$ 183,211</u>
January 1, 2022	\$ 88,640	\$ 94,571	\$ 183,211
Additions	-	276,900	276,900
Depreciation expenses	-	( 3,261)	( 3,261)
Net exchange differences	2,822	3,959	6,781
June 30, 2022	<u>\$ 91,462</u>	<u>\$ 372,169</u>	<u>\$ 463,631</u>
June 30, 2022			
Cost	\$ 91,462	\$ 426,829	\$ 518,291
Accumulated depreciation and impairment	-	( 54,660)	( 54,660)
	<u>\$ 91,462</u>	<u>\$ 372,169</u>	<u>\$ 463,631</u>
	Land	Buildings and structures	Total
January 1, 2021			
Cost	\$ 89,725	\$ 146,349	\$ 236,074
Accumulated depreciation and impairment	-	( 46,486)	( 46,486)
	<u>\$ 89,725</u>	<u>\$ 99,863</u>	<u>\$ 189,588</u>
January 1, 2021	\$ 89,725	\$ 99,863	\$ 189,588
Depreciation expenses	-	( 1,734)	( 1,734)
Net exchange differences	( 841)	( 1,450)	( 2,291)
June 30, 2021	<u>\$ 88,884</u>	<u>\$ 96,679</u>	<u>\$ 185,563</u>
June 30, 2021			
Cost	\$ 88,884	\$ 144,273	\$ 233,157
Accumulated depreciation and impairment	-	( 47,594)	( 47,594)
	<u>\$ 88,884</u>	<u>\$ 96,679</u>	<u>\$ 185,563</u>

The investment properties were leased out for 2 to 5 years, with options to extend for an additional 3 years. All operating lease contracts contain market review clauses in the event that the lessees exercise their options to extend. The lessees do not have bargain purchase options to acquire the investment properties at the end of the lease periods.

- A. Rental income from investment property and direct operating expenses arising from investment property are shown below:

	Three months ended June 30,	
	2022	2021
Rental income from investment property	\$ 9,816	\$ 4,894
Direct operating expenses arising from the investment property that generated rental income during the period	\$ 1,255	\$ 853
	Six months ended June 30,	
	2022	2021
Rental income from investment property	\$ 17,026	\$ 9,840
Direct operating expenses arising from the investment property that generated rental income during the period	\$ 2,579	\$ 1,734

- B. The maturity analysis of lease payments receivable under operating leases of investment properties is as follows:

	June 30, 2022	December 31, 2021	June 30, 2021
Year 1	\$ 14,556	\$ 23,585	\$ 8,864
Year 2	7,701	22,171	2,047
Year 3	8,023	18,168	-
Year 4	8,424	-	-
After Year 5	14,152	-	-
	<u>\$ 52,856</u>	<u>\$ 63,924</u>	<u>\$ 10,911</u>

- C. The fair value of the investment property held by the Group as at June 30, 2022, December 31, 2021 and June 30, 2021 was \$557,448, \$309,868 and \$310,243, respectively, which was valued by the management of the Group by adopting the valuation that market participants commonly used and referring to the market evidence of transaction prices of similar properties.
- D. Refer to Note 8 for further information on investment property pledged to others as collateral.

(13) Intangible assets

	Patents	Computer software	Customer relationship	Core technology	Goodwill	Total
January 1, 2022						
Cost	\$ 66,345	\$ 387,109	\$ 631,800	\$ 527,645	\$ 671,751	\$ 2,284,650
Accumulated amortization and impairment	( 60,740)	( 262,951)	( 213,330)	( 228,418)	-	( 765,439)
	<u>\$ 5,605</u>	<u>\$ 124,158</u>	<u>\$ 418,470</u>	<u>\$ 299,227</u>	<u>\$ 671,751</u>	<u>\$ 1,519,211</u>
January 1, 2022	\$ 5,605	\$ 124,158	\$ 418,470	\$ 299,227	\$ 671,751	\$ 1,519,211
Additions-acquired separately	4,310	22,110	-	-	-	26,420
Acquired from business combinations	10,473	21,709	964,763	857,917	3,445,409	5,300,271
Disposals	-	( 18,013)	-	-	-	( 18,013)
Transfers	-	652	-	-	-	652
Amortization expenses	( 4,195)	( 43,748)	( 57,823)	( 61,009)	-	( 166,775)
Net exchange differences	( 5,821)	12,359	7,187	10,675	( 14,526)	9,874
June 30, 2022	<u>\$ 10,372</u>	<u>\$ 119,227</u>	<u>\$ 1,332,597</u>	<u>\$ 1,106,810</u>	<u>\$ 4,102,634</u>	<u>\$ 6,671,640</u>
June 30, 2022						
Cost	\$ 55,024	\$ 424,005	\$ 1,565,248	\$ 1,347,943	\$ 4,102,634	\$ 7,494,854
Accumulated amortization and impairment	( 44,652)	( 304,778)	( 232,651)	( 241,133)	-	( 823,214)
	<u>\$ 10,372</u>	<u>\$ 119,227</u>	<u>\$ 1,332,597</u>	<u>\$ 1,106,810</u>	<u>\$ 4,102,634</u>	<u>\$ 6,671,640</u>
	Patents	Computer software	Customer relationship	Core technology	Goodwill	Total
January 1, 2021						
Cost	\$ 60,552	\$ 376,658	\$ 663,700	\$ 551,289	\$ 730,307	\$ 2,382,506
Accumulated amortization and impairment	( 59,733)	( 235,357)	( 162,133)	( 178,320)	-	( 635,543)
	<u>\$ 819</u>	<u>\$ 141,301</u>	<u>\$ 501,567</u>	<u>\$ 372,969</u>	<u>\$ 730,307</u>	<u>\$ 1,746,963</u>
January 1, 2021	\$ 819	\$ 141,301	\$ 501,567	\$ 372,969	\$ 730,307	\$ 1,746,963
Additions-acquired separately	-	23,256	-	-	-	23,256
Transfers	-	236	-	-	-	236
Amortization expenses	( 810)	( 23,619)	( 29,907)	( 28,773)	-	( 83,109)
Net exchange differences	( 9)	( 2,310)	( 18,086)	( 12,848)	( 33,923)	( 67,176)
June 30, 2021	<u>\$ -</u>	<u>\$ 138,864</u>	<u>\$ 453,574</u>	<u>\$ 331,348</u>	<u>\$ 696,384</u>	<u>\$ 1,620,170</u>
June 30, 2021						
Cost	\$ 59,747	\$ 392,398	\$ 640,491	\$ 533,592	\$ 696,384	\$ 2,322,612
Accumulated amortization and impairment	( 59,747)	( 253,534)	( 186,917)	( 202,244)	-	( 702,442)
	<u>\$ -</u>	<u>\$ 138,864</u>	<u>\$ 453,574</u>	<u>\$ 331,348</u>	<u>\$ 696,384</u>	<u>\$ 1,620,170</u>

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

	Three months ended June 30,	
	2022	2021
Operating costs	\$ 54,848	\$ 14,675
Selling expenses	40,730	14,846
General and administrative expenses	14,118	9,962
Research and development expenses	4,912	1,950
	<u>\$ 114,608</u>	<u>\$ 41,433</u>
	Six months ended June 30,	
	2022	2021
Operating costs	\$ 71,861	\$ 29,714
Selling expenses	63,241	29,829
General and administrative expenses	24,316	19,930
Research and development expenses	7,357	3,636
	<u>\$ 166,775</u>	<u>\$ 83,109</u>

B. The above items of intangible assets are amortized on a straight-line basis over the estimated useful lives of the assets as follows:

Patents	5 years
Computer software	2-10 years
Customer relationship	6.5-13 years
Core technology	5.5-13 years

C. Details of goodwill are as follows:

	June 30, 2022	December 31, 2021	June 30, 2021
Home appliance segment	\$ 346,059	\$ 348,606	\$ 368,974
Other segments	337,010	323,145	327,410
Industrial application segment	3,419,565	-	-
	<u>\$ 4,102,634</u>	<u>\$ 671,751</u>	<u>\$ 696,384</u>

D. The impairment assessment of goodwill relies on the management's subjective judgement, including identifying cash-generating units and determining the recoverable amounts of related cash-generating units. The recoverable amount has been determined based on value-in-use calculations. These calculations use cash flow projections based on financial budgets of the management. Management determined budgeted gross margin and growth rate based on past performance and their expectations of market development. The market valuation adopted is also consistent with industry peers in the market. The discount rates used reflected specific risks relating to the relevant operating segments and the current market assessments of the time value of money.

E. The Group tests impairment for the cash-generating unit of goodwill at the end of the annual financial reporting period and uses value in use as the basis for calculating the recoverable amount.

(14) Other non-current assets

	June 30, 2022	December 31, 2021	June 30, 2021
Prepayment for equipment	\$ 880,909	\$ 122,816	\$ 125,180
Guarantee deposits paid	146,681	123,383	71,914
Others	11,859	-	-
	<u>\$ 1,039,449</u>	<u>\$ 246,199</u>	<u>\$ 197,094</u>

(15) Short-term borrowings

	June 30, 2022	December 31, 2021	June 30, 2021
<u>Secured borrowings</u>			
Bank borrowings	\$ 297,000	\$ 297,000	\$ -
<u>Unsecured borrowings</u>			
Line of credit borrowings	496,000	530,652	487,997
	<u>\$ 793,000</u>	<u>\$ 827,652</u>	<u>\$ 487,997</u>

The bank borrowing interest rate on June 30, 2022, December 31, 2021 and June 30, 2021 was 0.82%~1.625%, 0.66%~3.00% and 0.66%~1.45%, respectively.

(16) Other payables

	June 30, 2022	December 31, 2021	June 30, 2021
Dividends payable	\$ 1,385,649	\$ -	\$ 1,098,278
Wages, salaries and bonuses payable	1,258,428	792,644	680,318
Tax payable	180,169	24,976	30,295
Freight payable	137,326	75,156	64,381
Employee benefits payable	117,805	34,368	52,658
Payable on machinery and equipment	96,718	96,654	390,720
Professional service expense payable	73,218	47,639	18,275
Advance receivables on behalf of others	-	192,189	-
Payables for investment	-	-	8,804
Others	802,437	307,500	221,288
	<u>\$ 4,051,750</u>	<u>\$ 1,571,126</u>	<u>\$ 2,565,017</u>

(17) Bonds payable

	June 30, 2022	December 31, 2021	June 30, 2021
Bonds payable	\$ 4,775,478	\$ 1,317,568	\$ 2,117,360
Less: Discount on bonds payable	( 360,549)	( 13,341)	( 47,216)
	4,414,929	1,304,227	2,070,144
Less: Current portion (shown as other current liabilities)	( 722,149)	( 1,304,227)	-
	<u>\$ 3,692,780</u>	<u>\$ -</u>	<u>\$ 2,070,144</u>

A. Details of the convertible bonds issued by the Company are as follows:

- (a) The Company issued the 2nd overseas unsecured convertible bonds at an aggregate principal amount of US\$100,000 thousand on February 1, 2018. The bonds mature 5 years from the issue date on February 1, 2023. The aforementioned unsecured convertible bonds have been fully repurchased and redeemed as at June 30, 2021.
- (b) The terms of the 3rd overseas unsecured convertible bonds issued by the Company on December 13, 2019 are as follows:
- The total principal amount was US\$100,000 thousand and the coupon rate was 0%. The bonds mature 5 years from the issue date (December 13, 2019 ~ December 13, 2024) and will be redeemed in USD at 106.43% of face value at the maturity date.
  - The bondholders have the right to ask for conversion of the bonds into common shares of the Company during the period from the date after three months of the bonds issue (excluding issue date) to 10 days before the maturity date, except for the stop transfer period as specified in the terms of the bonds or the laws/regulations. The rights and obligations of the new shares converted from the bonds are the same as the issued and outstanding common shares.
  - The conversion price of the bonds is determined based on the pricing formula as set forth in the terms of the bonds (the conversion price as of the issue date was the US Dollar equivalent of NT\$245.77 per share/ USD:NTD=1:30.482), and is adjusted according to the pricing formula if the condition of the anti-dilution provisions occur subsequently. The conversion price on June 30, 2022 was NT\$225.65 (in dollars) per share.
  - Unless previously redeemed or repurchased and converted or retired, in 3 years after the issue date or in the event that the stocks cease to be listed on the Taiwan Stock Exchange, the bondholders have the right to require the Company to redeem the bonds, in whole or in part, at the price of the bonds' face value plus 1.25% of the face value as interests which is calculated on a semi-annual basis (that is, 103.81% of face value).
  - When more than 90% of the principal amount of the bonds has already been converted or redeemed or repurchased and retired or from three years to the day after the issue date to the maturity date, if the closing price for 20 transaction days of 30 consecutive business days of the Company's common stock on the Taiwan Stock Exchange



(converted into U.S. dollars at the spot exchange rate) is greater than the early redemption price applicable on the day decided by the convertible ratio exceeds 130%, then the Company may redeem the bonds in whole or part at the early redemption amount.

- vi. Under the terms of the bonds, all bonds matured and converted are retired and not to be re-issued; all rights and obligations attached to the bonds are also extinguished.
  - vii. For the six months ended June 30, 2022, the face value of the corporate bonds whose conversion right has been exercised by the bondholders amounted to \$671,345 (US\$23,400 thousand), of which \$31,561 was transferred to ordinary share and \$639,784 was transferred to capital surplus, additional paid-in capital arising from bond conversion as the net amount of conversion exceeds the par value of the ordinary shares converted. In addition, the discount on bonds payable, current financial assets at fair value through profit or loss and capital surplus - share options of the corporate bonds whose conversion right has been exercised on the conversion date amounting to (\$5,651), (\$831) and \$32,624, respectively, were also transferred to capital surplus, additional paid-in capital arising from bond conversion.
  - viii. For the six months ended June 30, 2021, the face value of the corporate bonds whose conversion right has been exercised by the bondholders amounted to \$719,375 (US\$23,600 thousand), of which \$30,669 was transferred to ordinary share and \$688,706 was transferred to capital surplus, additional paid-in capital arising from bond conversion as the net amount of conversion exceeds the par value of the ordinary shares converted. In addition, the discount on bonds payable, current financial assets at fair value through profit or loss and capital surplus - share options of the corporate bonds whose conversion right has been exercised on the conversion date amounting to (\$20,881), (\$734) and \$33,112, respectively, were also transferred to capital surplus, additional paid-in capital arising from bond conversion.
  - ix. As the convertible bonds have satisfied the conditions mentioned in item v. above that when more than 90% of the principal amount of the bonds has already been converted or redeemed or repurchased and retired, then the Company can redeem the bonds outstanding in whole at the early redemption amount. Therefore, the Company will redeem the 3rd overseas unsecured convertible bonds in whole on September 12, 2022.
- (c) The terms of the 4th foreign unsecured convertible bonds issued by the Company on January 12, 2022 are as follows:
- i. The total issuance amount was US\$125,000 thousand and the coupon rate was 0%. The bonds mature 5 years from the issue date (January 12, 2022 ~ January 12, 2027) and will be redeemed in USD at 107.76% of face value at the maturity date.
  - ii. The bondholders have the right to ask for conversion of the bonds into common shares of the Company during the period from the date after three months of the bonds issue

(excluding issue date) to 10 days before the maturity date, except for the stop transfer period as specified in the terms of the bonds or the laws/regulations. The rights and obligations of the new shares converted from the bonds are the same as the issued and outstanding common shares.

- iii. The conversion price of the bonds is determined based on the pricing formula as set forth in the terms of the bonds (the conversion price as of the issue date was the US Dollar equivalent of NT\$300 per share/ USD:NTD=1:27.625), and is adjusted according to the pricing formula if the condition of the anti-dilution provisions occur subsequently. The conversion price on June 30, 2022 was NT\$300 (in dollars) per share.
  - iv. Unless previously, redeemed or repurchased and converted or retired in 3 years after the issue date or in the event that the stocks cease to be listed on the Taiwan Stock Exchange, the bondholders have the right to require the Company to redeem the bonds, in whole or in part, at the price of the bonds' face value plus 1.50% of the face value as interests which is calculated on a semi-annual basis (that is, 104.59% of face value).
  - v. When more than 90% of the principal amount of the bonds has already been converted or redeemed or repurchased and retired or from three years to the day after the issue date to the maturity date, if the closing price for 20 transaction days of 30 consecutive business days of the Company's common stock on the Taiwan Stock Exchange (converted into U.S. dollars at the spot exchange rate) is greater than the early redemption price applicable on the day decided by the convertible ratio exceeds 130%, then the Company may redeem the bonds in whole or part at the early redemption amount.
  - vi. Under the terms of the bonds, all bonds matured and converted are retired and not to be re-issued; all rights and obligations attached to the bonds are also extinguished.
  - vii. As at June 30, 2022, there was no exercise of the bondholders' conversion right.
- B. Regarding the issuance of convertible bonds, the equity conversion options were separated from the liability component and were recognised in 'capital surplus - share options' in accordance with IAS 32. The call options and put options embedded in bonds payable were separated from their host contracts and were recognised in 'financial assets at fair value through profit or loss' in net amount in accordance with IFRS 9 because the economic characteristics and risks of the embedded derivatives were not closely related to those of the host contracts. The effective interest rates of the bonds payable after such separation ranged between 1.8118% and 2.4634%. As at June 30, 2022, the balance of capital surplus - share options was \$63,021.
- C. For the three months and six months ended June 30, 2022 and 2021, amortization of discount on bonds payable was \$20,818, \$12,762, \$39,991 and \$27,670, respectively.

(18) Long-term borrowings

	<u>June 30, 2022</u>	<u>December 31, 2021</u>	<u>June 30, 2021</u>
<u>Secured borrowings</u>			
Syndicated borrowings	\$ 8,526,244	\$ -	\$ -
Bank borrowings	3,511,082	372,998	411,341
Less: Current portion (shown as other current liabilities)	( 1,232,653)	( 58,334)	( 58,886)
	<u>\$ 10,804,673</u>	<u>\$ 314,664</u>	<u>\$ 352,455</u>
Interest rate range	<u>0.60%~3.39%</u>	<u>1.04%~3.38%</u>	<u>1.04%~4.19%</u>

A. Details of the collateral pledged for borrowings are provided in Note 8.

B. In accordance with the syndicated borrowing contract entered into with the bank on December 30, 2021, the Group shall maintain a leverage ratio (as defined in the contract) of not higher than 2.5~4.25 (as the schedule defined in the contract) and repay coverage ratio (as defined in the contract) of not lower than 1.1 times. After the actual drawdown, the aforementioned financial ratios are reviewed semiannually based on the audited annual consolidated financial statements and the semiannual consolidated financial statements provided by the Group. If the Group obtains special approval from the banks participated in the syndicated borrowing, the failure to meet the financial ratios will not be regarded as an event of default.

C. As at June 30, 2022, aforementioned the financial ratios calculated from the audited consolidated financial statements of the Group and did not violate the requirements set in the syndicated borrowing agreement.

(19) Provisions

	<u>Warranty</u>	<u>Other</u>	<u>Total</u>
<u>2022</u>			
At January 1	\$ -	\$ -	\$ -
Acquired from business combinations	97,800	13,995	111,795
Additional provisions	23,086	3,739	26,825
Used during the period	( 2,353)	( 4,247)	( 6,600)
Unused amounts reversed	( 21,080)	-	( 21,080)
Exchange differences	( 473)	( 142)	( 615)
At June 30	<u>\$ 96,980</u>	<u>\$ 13,345</u>	<u>\$ 110,325</u>

No such transaction for the six months ended June 30, 2021.

The Group's liability provisions are related to the provision for warranty of products sold, which is estimated based on past experience of the use of warranties on the product. It is expected that the provision will be used within one year.

(20) Post-employment benefit plans

- A. Pension costs related to the defined benefit plan amounting to \$13,642, \$49, \$21,675 and \$98 recognised for the three months and six months ended June 30, 2022 and 2021, respectively, were calculated by using the pension cost rate derived from the actuarial valuation on December 31, 2021 and 2020, respectively.
- B. The subsidiaries in Germany, Italy and France, adjusted the discount rate factors in significant assumptions due to significant market fluctuations, and the net defined benefit liability decreased by \$221,404 after the remeasurement.

(21) Share-based payment

- A. The Group's share-based payment arrangements were as follows:
- (a) On March 13, 2020, the Company approved employee stock options with a total amount of 1,170,000 units. Each option is eligible to subscribe for one ordinary share when exercised. The eligibility is limited to the full-time employees who work for either the Company or the subsidiaries that are directly or indirectly held by the Company with 100% equity interest. The options granted are valid for six years and exercisable at certain percentages from the date after five years of the issuance. According to the terms, the exercise price should not be lower than the closing price of the Company's ordinary shares on the grant date. The exercise price will be adjusted according to the pricing formula upon the changes in shares of the ordinary stocks.
- (b) Details of the share-based payment arrangements are as follows:

Six months ended June 30,					
2022			2021		
Weighted-average exercise price			Weighted-average exercise price		
Unit	(in NT dollars per share)		Unit	(in NT dollars per share)	
Options outstanding at January 1	1,170	\$ 151.39	1,170	\$ 163.50	
Options exercised	(138)	151.39	-	-	
Options outstanding at June 30	1,032	151.39	1,170	151.39	
Options exercisable at June 30	155	151.39	-	-	

- (c) The average stock price of stock options at exercise dates for the six months ended June 30, 2022 was NT\$262.83 (in dollars) to NT\$304.74 (in dollars).

(d) Related information of stock options outstanding at balance sheet date is as follows:

	June 30, 2022		December 31, 2021		June 30, 2021	
	Range of exercise price (NT dollars)	Weighted average remaining contractual life (in years)	Range of exercise price (NT dollars)	Weighted average remaining contractual life (in years)	Range of exercise price (NT dollars)	Weighted average remaining contractual life (in years)
Issuance for the year ended December 31, 2020	\$ 151.39	2.45	\$ 151.39	2.95	\$ 163.50	3.45

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

	Issuance for the year ended December 31, 2020
Stock price on the grant date (NT dollars)	163.5
Exercise price (NT dollars)	163.5
Expected price volatility	40%
Expected option life	6 years
Expected dividends	-
Risk-free interest rate	0.4234%~0.4721%
Fair value per unit (NT dollars)	51.78-60.38

Note: The expected price volatility is a forecast of future stock price volatility based on the historical stock price of the Company and the historical volatilities used as reference for this valuation of volatility are those traced back from March 13, 2020.

(f) Compensation cost recognised by the Company for the three months and six months ended June 30, 2022 and 2021 was \$1,999, \$3,433, \$5,111 and \$6,826, respectively.

## (22) Share capital

A. As at June 30, 2022, the Company's authorised capital was \$5,000,000, consisting of 500,000 thousand shares of ordinary stock, and the paid-in capital was \$1,527,509 with a par value of \$10 (in dollars) per share. All proceeds from shares issued have been collected.

Movements in the number of the Company's ordinary shares outstanding (unit: in thousands) are as follows:

	2022	2021
At January 1	137,457	130,569
Cash capital increase	12,000	-
Bonds payable converted	3,156	3,067
Employee share options exercised	138	-
At June 30	152,751	133,636

B. On November 15, 2021, the Board of Directors of the Company adopted a resolution that allowed the Company to issue 12,000 units of global depository receipts (GDRs), represented by 12 million shares of common stock (Deposited Shares), with one unit of GDR representing a share of common stock. After obtaining approval from the Securities and Futures Bureau of the Financial Supervisory Commission, these GDRs were listed on the Securities Exchange of Luxembourg on January 10, 2022, with total proceeds of US\$104,280 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. and Cayman 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) As at June 30, 2022, there were no units outstanding representing zero common shares of the Company's common stock.

(23) Capital surplus

Pursuant to the R.O.C. Company Act, 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 Act requires that the amount of capital surplus to be capitalised mentioned above should not exceed 10% of the paid-in capital each year. However, capital surplus should not be used to cover accumulated deficit unless the legal reserve is insufficient.

	<u>June 30, 2022</u>	<u>December 31, 2021</u>	<u>June 30, 2021</u>
<u>May be used to offset deficits,</u> <u>distributed as cash dividends or</u> <u>transferred to share capital (Note)</u>			
Share premium	\$ 6,703,843	\$ 3,943,843	\$ 3,943,843
Additional paid-in capital arising from bond conversion	5,244,493	4,578,567	3,722,447
Disposal of treasury shares	12,716	12,716	-
Additional paid-in capital arising from exercise of employee stock options	87,528	68,087	-
Employee stock options expired	144,624	144,624	-
<u>May be used to offset deficits only</u>			
Additional paid-in capital arising from exercise of employee stock options	-	-	68,087
Disposal of treasury shares	-	-	12,716
Changes in equity of associates accounted for using equity method	7,887	7,887	-
Employee stock options expired	-	-	144,624
<u>May not be used for any purpose</u>			
Employee stock options	29,928	24,817	17,877
Corporate bond options	63,021	66,786	106,634
	<u>\$ 12,294,040</u>	<u>\$ 8,847,327</u>	<u>\$ 8,016,228</u>

Note: Such capital surplus can be used in offsetting deficit and distributed as cash dividends or transferred to capital provided that the Company has no deficit. However, the amount that can be transferred to capital is limited to a certain percentage of paid-in capital every year.

(24) Retained earnings

- A. The Company's Articles of Incorporation prescribed that, without violating laws and regulations, the Board of Directors may, upon resolution adopted by a majority vote at a meeting of the Board of Directors attended by two-thirds of the total number of directors, distribute dividends and bonus, legal reserve and/or capital surplus arising from paid-in capital in excess of par value on issuance of common stocks and donations, in whole or in part, in the form of cash, to its original shareholders. The distribution shall also be reported at the shareholders' meeting.
- B. The current year's earnings, if any, shall first be used to offset prior years' operating losses and then 10% of the remaining amount shall be set aside as legal reserve until the accumulated legal reserve equals the Company's total capital. The remaining shall be set aside or reversed as special reserve in accordance with the applicable public company rules or as requested by the regulatory authority. Any balance left over may be distributed as dividends (including cash dividends or

stock dividends) in accordance with the regulations and the applicable public company rules and after taking into consideration of finance, business and operational factors with the amount of profits distributed at not lower than 10% of profit after tax of current year and the amount of cash dividends distributed thereupon shall not be less than 10% of the profit proposed to be distributed of current year.

- C. Legal reserve may be used to offset any deficit. If the Company has no deficit and the legal reserve has exceeded 25% of its paid-in capital, the excess may be transferred to capital or distributed in cash.
- D. The Company appropriates or reverses a special reserve in accordance with Order No. Financial-Supervisory-Securities-Corporate-1010012865 and the directive titled “Questions and Answers for Special Reserves Appropriated Following Adoption of IFRSs”. Distribution can be made out of any subsequent reversal of debits to other equity items.
- E. The appropriations of 2021 and 2020 earnings as resolved by the shareholders’ meeting on June 23, 2022 and July 5, 2021, respectively, are as follows:

	Years ended December 31,	
	2022	2021
Legal reserve appropriated	\$ 207,426	\$ 204,506
Special reserve appropriated (reversed)	\$ 639,934	(\$ 136,658)
Cash dividends	\$ 1,385,649	\$ 1,098,278
Cash dividend per share (in dollars)	\$ 9.54	\$ 8.25

(25) Other equity items

- A. Exchange differences on translation of foreign financial statements:

	Six months ended June 30,	
	2022	2021
Beginning balance	(\$ 1,460,288)	(\$ 866,378)
Recognised for the period		
Currency translation differences	( 1,489,444)	( 59,581)
Exchange differences on translation to presentation currency	1,307,583	( 331,988)
Ending balance	(\$ 1,642,149)	(\$ 1,257,947)



B. Unrealised gains (losses) from financial assets measured at fair value through other comprehensive income:

	Six months ended June 30,	
	2022	2021
Beginning balance	(\$ 14,413)	\$ 26,194
Recognised for the period		
Unrealised (loss) gain on equity instruments	14,254	( 22,736)
Ending balance	(\$ 159)	\$ 3,458

C. Gains (losses) on hedging instruments:

Cash flow hedges

	Six months ended June 30,	
	2022	2021
Beginning balance	\$ 3,501	\$ 8,917
Recognised for the period		
Losses (gains) on fair value change of hedging instruments		
Raw material price risk - copper futures	( 23,196)	28,564
Foreign exchange risk - forward exchange	( 70,046)	-
Transferred to initial carrying amount of hedged		
Raw material price risk - copper futures	( 6,941)	( 48,495)
Foreign exchange risk - forward exchange	66,528	-
Related income taxes	5,306	3,515
Ending balance	(\$ 24,848)	(\$ 7,499)

(26) Non-controlling interest

	Six months ended June 30,	
	2022	2021
Beginning balance	\$ 25,557	\$ 40,184
Loss for the period	( 3,731)	( 7,394)
Other comprehensive income (loss) for the period		
Exchange differences on translation of foreign financial statements	( 979)	222
Exchange differences on translation to presentation currency	1,723	( 815)
Ending balance	\$ 22,570	\$ 32,197

(27) Operating revenue

	Three months ended June 30,	
	2022	2021
Revenue from contracts with customers	\$ 13,963,028	\$ 7,015,992

	Six months ended June 30,	
	2022	2021
Revenue from contracts with customers	\$ 25,630,226	\$ 13,150,206

A. Disaggregation of revenue from contracts with customers

The Group derives revenue from the transfer of goods at a point in time in the following major product lines:

	Computer transmission	Industrial applications	Home appliances	Others	Total
Three months ended June 30, 2022					
Segment revenue	\$ 15,084,720	\$ 6,829,463	\$ 2,263,619	\$ 390,436	\$ 24,568,238
Inter-segment	( 8,785,633)	( 1,423,142)	( 323,843)	( 72,592)	( 10,605,210)
External customers	<u>\$ 6,299,087</u>	<u>\$ 5,406,321</u>	<u>\$ 1,939,776</u>	<u>\$ 317,844</u>	<u>\$ 13,963,028</u>
Timing of revenue recognition					
At a point in time	<u>\$ 6,299,087</u>	<u>\$ 5,406,321</u>	<u>\$ 1,939,776</u>	<u>\$ 317,844</u>	<u>\$ 13,963,028</u>
Three months ended June 30, 2021					
Segment revenue	\$ 10,931,016	\$ -	\$ 2,213,975	\$ 436,090	\$ 13,581,081
Inter-segment	( 6,222,718)	-	( 226,765)	( 115,606)	( 6,565,089)
External customers	<u>\$ 4,708,298</u>	<u>\$ -</u>	<u>\$ 1,987,210</u>	<u>\$ 320,484</u>	<u>\$ 7,015,992</u>
Timing of revenue recognition					
At a point in time	<u>\$ 4,708,298</u>	<u>\$ -</u>	<u>\$ 1,987,210</u>	<u>\$ 320,484</u>	<u>\$ 7,015,992</u>
Six months ended June 30, 2022					
Segment revenue	\$ 27,449,405	\$ 11,772,800	\$ 4,356,228	\$ 1,018,301	\$ 44,596,734
Inter-segment	( 15,794,298)	( 2,308,534)	( 567,398)	( 296,278)	( 18,966,508)
External customers	<u>\$ 11,655,107</u>	<u>\$ 9,464,266</u>	<u>\$ 3,788,830</u>	<u>\$ 722,023</u>	<u>\$ 25,630,226</u>
Timing of revenue recognition					
At a point in time	<u>\$ 11,655,107</u>	<u>\$ 9,464,266</u>	<u>\$ 3,788,830</u>	<u>\$ 722,023</u>	<u>\$ 25,630,226</u>
Six months ended June 30, 2021					
Segment revenue	\$ 21,348,161	\$ -	\$ 4,224,432	\$ 838,339	\$ 26,410,932
Inter-segment	( 12,551,937)	-	( 465,546)	( 243,243)	( 13,260,726)
External customers	<u>\$ 8,796,224</u>	<u>\$ -</u>	<u>\$ 3,758,886</u>	<u>\$ 595,096</u>	<u>\$ 13,150,206</u>
Timing of revenue recognition					
At a point in time	<u>\$ 8,796,224</u>	<u>\$ -</u>	<u>\$ 3,758,886</u>	<u>\$ 595,096</u>	<u>\$ 13,150,206</u>

## B. Contract liabilities

- (a) As at June 30, 2022, December 31, 2021 and June 30, 2021 and January 1, 2021, the Group has recognised the revenue-related contract liabilities from sales contracts with customers of \$157,534, \$29,494, \$34,888 and \$15,586, respectively.
- (b) As at June 30, 2022, the contract liabilities has changed significantly because of the acquisition of industrial application business of a German company, LEONI, and the related information on the business combination is provided in Note 6(35).
- (c) For the three months and six months ended June 30, 2022 and 2021, the Group recognised revenue arising from contract liabilities as at December 31, 2021 and 2020, amounting to \$1,900, \$703, \$9,154 and \$3,933, respectively.

## (28) Interest income

	Three months ended June 30,	
	2022	2021
Interest income from bank deposits	\$ 15,316	\$ 7,946
Other interest income	88	188
	<u>\$ 15,404</u>	<u>\$ 8,134</u>
	Six months ended June 30,	
	2022	2021
Interest income from bank deposits	\$ 22,098	\$ 17,895
Other interest income	364	323
	<u>\$ 22,462</u>	<u>\$ 18,218</u>

## (29) Other income

	Three months ended June 30,	
	2022	2021
Rental revenue	\$ 11,389	\$ 8,289
Government grant income	11,549	24,219
Others	14,059	5,964
	<u>\$ 36,997</u>	<u>\$ 38,472</u>
	Six months ended June 30,	
	2022	2021
Rental revenue	\$ 21,020	\$ 16,842
Government grant income	16,598	29,826
Others	41,971	14,029
	<u>\$ 79,589</u>	<u>\$ 60,697</u>

(30) Other income and losses

		Three months ended June 30,	
		2022	2021
Losses on disposals of property, plant and equipment	(\$	2,957)	(\$ 1,980)
Losses on disposals of intangible assets	(	79)	-
Gains on lease modification		836	-
Net foreign exchange gains (losses)		108,044	( 32,561)
Gains on financial assets at fair value through profit or loss		20,732	34,867
(Loss) gain on financial liabilities held for trading	(	57,219)	377
Impairment loss from investments accounted for under equity method	(	11,767)	-
Impairment loss recognised in profit or loss, property, plant and equipment		-	( 69,728)
Others		6,145	458
	\$	<u>63,735</u>	<u>(\$ 68,567)</u>
		Six months ended June 30,	
		2022	2021
Losses on disposals of property, plant and equipment	(\$	3,606)	(\$ 2,649)
Losses on disposals of intangible assets	(	79)	-
Gains on lease modification		836	-
Net foreign exchange gains		87,356	4,453
Gains on financial assets at fair value through profit or loss		56,620	50,658
(Loss) gain on financial liabilities held for trading	(	60,042)	( 17,778)
Impairment loss from investments accounted for under equity method	(	11,767)	-
Impairment loss recognised in profit or loss, property, plant and equipment		-	( 69,728)
Others	(	17,638)	( 468)
	\$	<u>51,680</u>	<u>(\$ 35,512)</u>

(31) Finance costs

	Three months ended June 30,	
	2022	2021
Interest expense on bank borrowings	\$ 82,747	\$ 3,566
Amortization of discounts on convertible bonds	20,818	12,762
Interest on lease liabilities	14,772	5,992
Other interest expense	5,118	-
	<u>\$ 123,455</u>	<u>\$ 22,320</u>
	Six months ended June 30,	
	2022	2021
Interest expense on bank borrowings	\$ 143,557	\$ 8,073
Amortization of discounts on convertible bonds	39,991	27,670
Interest on lease liabilities	26,020	12,850
Other interest expense	5,118	-
	<u>\$ 214,686</u>	<u>\$ 48,593</u>

(32) Employee benefit, depreciation and amortization expenses

	Three months ended June 30,	
	2022	2021
Short-term employee benefits	\$ 2,434,401	\$ 1,169,965
Post-employment benefits		
Defined contribution plan	83,474	44,027
Defined benefit plan	13,642	49
Share-based payment		
Equity-settled	1,999	3,433
Other employee benefits	347,756	125,038
Total employee benefit expenses	<u>\$ 2,881,272</u>	<u>\$ 1,342,512</u>
Summary by function		
Operating costs	\$ 1,818,342	\$ 874,157
Operating expenses	1,062,930	468,355
	<u>\$ 2,881,272</u>	<u>\$ 1,342,512</u>
Depreciation expenses	<u>\$ 398,176</u>	<u>\$ 188,921</u>
Amortization expenses	<u>\$ 114,608</u>	<u>\$ 41,433</u>

	Six months ended June 30,	
	2022	2021
Short-term employee benefits	\$ 4,548,610	\$ 2,361,417
Post-employment benefits		
Defined contribution plan	133,286	83,278
Defined benefit plan	21,675	98
Share-based payment		
Equity-settled	5,111	6,826
Other employee benefits	636,743	243,948
Total employee benefit expenses	<u>\$ 5,345,425</u>	<u>\$ 2,695,567</u>
Summary by function		
Operating costs	\$ 3,230,764	\$ 1,678,670
Operating expenses	2,114,661	1,016,897
	<u>\$ 5,345,425</u>	<u>\$ 2,695,567</u>
Depreciation expenses	<u>\$ 707,052</u>	<u>\$ 378,339</u>
Amortization expenses	<u>\$ 166,775</u>	<u>\$ 83,109</u>

A. In accordance with the Articles of Incorporation of the Company, a ratio of distributable profit of the current year shall be distributed as employees' compensation and directors' remuneration. The ratio shall not be lower than 1% but no higher than 10% for employees' compensation and shall not be higher than 3% for directors' remuneration. However, if the Company has accumulated deficits, the earnings shall be retained to cover losses. The employees' compensation will be distributed in the form of shares or cash. Employees' compensation and directors' remuneration for the three months and six months ended June 30, 2022 and 2021 were accrued based on profit before tax using the past experience to estimate possible amounts.

	Three months ended June 30,	
	2022	2021
Employees' compensation	<u>\$ 65,143</u>	<u>\$ 18,902</u>
Directors' remuneration	<u>\$ 8,726</u>	<u>\$ 2,100</u>
	Six months ended June 30,	
	2022	2021
Employees' compensation	<u>\$ 86,167</u>	<u>\$ 38,049</u>
Directors' remuneration	<u>\$ 10,931</u>	<u>\$ 4,227</u>

- B. The employees' compensation and directors' remuneration for the years ended December 31, 2021 and 2020 as resolved by the Board of Directors on March 25, 2022 and March 24, 2021, respectively, are as follows:

	Years ended December 31,	
	2021	2020
Employees' compensation	\$ 87,515	\$ 85,540
Directors' remuneration	\$ 8,823	\$ 8,971

The above employees' compensation and directors' remuneration as resolved by the Board of Directors were in agreement with those amounts recognised in the respective year's consolidated financial statements.

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

(33) Income tax

A. Income tax expenses

(a) Components of income tax expense:

	Three months ended June 30,	
	2022	2021
Current tax:		
Current tax on profits for the period	\$ 479,217	\$ 170,485
Prior period income tax under (over) estimation	( 7,352)	11,226
Total current tax	471,865	181,711
Deferred tax:		
Origination and reversal of temporary differences	( 25,293)	( 20,633)
Income tax expense	\$ 446,572	\$ 161,078

	Six months ended June 30,	
	2022	2021
Current tax:		
Current tax on profits for the period	\$ 752,490	\$ 327,432
Prior period income tax under (over) estimation	16,679	10,909
Total current tax	769,169	338,341
Deferred tax:		
Origination and reversal of temporary differences	( 27,433)	( 53,570)
Income tax expense	\$ 741,736	\$ 284,771

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

		Three months ended June 30,	
		2022	2021
Cash flow hedges	(\$	6,798)	(\$ 3,366)
Remeasurements of defined benefit obligations	\$	64,641	\$ -
		Six months ended June 30,	
		2022	2021
Cash flow hedges	(\$	5,306)	(\$ 3,515)
Remeasurements of defined benefit obligations	\$	64,641	\$ -

B. The income tax returns of the Company's subsidiaries, BizLink International Corp., and BizLink (BVI) Corp. Limited Taiwan Branch, through 2020 and 2019, respectively, have been assessed and approved by the Tax Authority.

(34) Earnings per share

		Three months ended June 30,	
		2022	2021
Basic earnings per share	\$	7.68	\$ 4.13
Diluted earnings per share	\$	7.09	\$ 3.92
		Six months ended June 30,	
		2022	2021
Basic earnings per share	\$	11.46	\$ 6.48
Diluted earnings per share	\$	10.63	\$ 6.17

Earnings used in the computation of earnings per share and weighted average number of ordinary shares are as follows:

		Three months ended June 30,	
		2022	2021
Earnings used in the computation of basic earnings per share	\$	1,172,964	\$ 551,411
Earnings used in the computation of diluted earnings per share	\$	1,193,266	\$ 564,173



	Six months ended June 30,	
	2022	2021
Earnings used in the computation of basic earnings per share	\$ 1,731,908	\$ 861,059
Earnings used in the computation of diluted earnings per share	\$ 1,771,884	\$ 888,530
	Three months ended June 30,	
	2022	2021
Unit: In thousands of shares		
Weighted average number of ordinary shares in the computation of basic earnings per share	152,743	133,636
Assumed conversion of all dilutive potential ordinary shares		
Convertible bonds	14,785	9,877
Employee stock options	526	316
Employees' compensation	275	147
Weighted average number of ordinary shares in the computation of diluted earnings per share	168,329	143,976
	Six months ended June 30,	
	2022	2021
Unit: In thousands of shares		
Weighted average number of ordinary shares in the computation of basic earnings per share	151,081	132,828
Assumed conversion of all dilutive potential ordinary shares		
Convertible bonds	14,645	10,564
Employee stock options	503	374
Employees' compensation	400	290
Weighted average number of ordinary shares in the computation of diluted earnings per share	166,629	144,056

The Company offered to settle compensation or bonuses paid to employees in cash or stocks. Therefore, the Company assumed the entire amount of the compensation or bonus would be settled in stocks and the resulting potential stocks were included in the weighted average number of stocks outstanding used in the computation of diluted earnings per share, as the effect is dilutive. Such dilutive effect of the potential stocks is included in the computation of diluted earnings per share until the number of stocks to be distributed to employees is resolved in the following year.

(35) Business combinations

A. On January 21, 2022, the Group acquired 100% of the share capital of the industrial application business of a German company, LEONI, totaling 13 subsidiaries (INBG) for EU\$313,996 (equivalent to NT\$ 9,867,489) and obtained the control over INBG. As a result of the acquisition, the Group is expected to accelerate its long-term global planning strategy, increase the added

value of products and enter into the high-end application market.

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

	<u>January 21, 2022</u>
Purchase consideration	
Cash	\$ 9,867,489
Others	<u>65,820</u>
	<u>\$ 9,933,309</u>
Fair value of the identifiable assets acquired and liabilities assumed	
Cash and bank deposits	\$ 829,128
Accounts receivable	1,883,298
Other receivables	1,140,414
Inventories	3,789,016
Prepayments	336,715
Current tax assets	12,292
Other current assets	489
Property, plant and equipment	4,194,731
Right-of-use assets	759,145
Intangible assets	1,854,862
Deferred tax assets	304,693
Other non-current assets	693,890
Contract liabilities	( 118,084)
Accounts payable	( 1,857,840)
Other payables	( 1,510,042)
Current tax liabilities	( 189,933)
Provisions for liabilities – current	( 111,795)
Lease liabilities - current	( 189,957)
Other current liabilities	( 3,739)
Deferred tax liabilities	( 966,105)
Lease liabilities - non-current	( 689,461)
Long-term borrowings	( 2,412,356)
Net defined benefit liability	( 1,022,078)
Other non-current liabilities	<u>( 239,383)</u>
Total identifiable net assets	<u>6,487,900</u>
Goodwill	<u>\$ 3,445,409</u>

- C. The operating revenue included in the consolidated statement of comprehensive income since January 21, 2022 contributed by INBG was \$9,464,266. INBG also contributed profit before income tax of \$1,042,451 over the same period. Had INBG been consolidated from January 1, 2022, the consolidated statement of comprehensive income would show operating revenue of \$26,575,587 and profit before income tax of \$2,547,133.

(36) Supplemental cash flow information

A. Investing activities with partial cash payments:

	Six months ended June 30,	
	2022	2021
Purchase of property, plant and equipment	\$ 944,390	\$ 693,698
Add: Opening balance of payable on equipment	96,654	145,773
Ending balance of prepayments for equipment	880,909	125,180
Less: Ending balance of payable on equipment	( 96,718)	( 390,720)
Opening balance of prepayments for equipment	( 122,816)	( 95,346)
Prepayment for equipment acquired from business combinations	( 664,217)	-
Cash paid during the period	<u>\$ 1,038,202</u>	<u>\$ 478,585</u>

B. Financing activities with no cash flow effects:

	Six months ended June 30,	
	2022	2021
Convertible bonds converted to capital stocks	\$ 664,863	\$ 697,760
Cash dividends declared but not yet paid	<u>\$ 1,385,649</u>	<u>\$ 1,098,278</u>

(37) Changes in liabilities from financing activities

	2022				
	Short-term borrowings	Long-term borrowings (including current portion)	Bonds payable (including current portion)	Lease liabilities	Total
At January 1	\$ 827,652	\$ 372,998	\$ 1,304,227	\$ 1,043,348	\$ 3,548,225
Changes in cash flow from financing activities	( 36,964)	11,280,492	3,426,445	( 261,012)	14,408,961
Changes in other non-cash items	-	-	( 664,863)	32,531	( 632,332)
Acquired from business combinations	-	-	-	879,418	879,418
Others (Note)	<u>2,312</u>	<u>383,836</u>	<u>349,120</u>	<u>93,544</u>	<u>828,812</u>
At June 30	<u>\$ 793,000</u>	<u>\$ 12,037,326</u>	<u>\$ 4,414,929</u>	<u>\$ 1,787,829</u>	<u>\$ 19,033,084</u>

	2021				
	Short-term borrowings	Long-term borrowings (including current portion)	Bonds payable (including current portion)	Lease liabilities	Total
At January 1	\$ 259,833	\$ 440,881	\$ 2,739,430	\$ 609,524	\$ 4,049,668
Changes in cash flow from financing activities	237,557	( 22,028)	-	( 142,935)	72,594
Changes in other non-cash items	-	-	( 698,494)	-	( 698,494)
Others (Note)	( 9,393)	-	29,208	( 3,630)	16,185
At June 30	\$ 487,997	\$ 418,853	\$ 2,070,144	\$ 462,959	\$ 3,439,953

Note: Including effect of foreign exchange, amortization of interest expenses, etc.

## 7. RELATED PARTY TRANSACTIONS

### (1) Parent and ultimate controlling party

The Company has no parent and ultimate controlling party.

### (2) Names of related parties and relationship

Transactions, balances, income and expenses between the Company and its subsidiaries, which were related parties of the Company, were eliminated on consolidation and are not disclosed in this note. Details of transactions between the Group and other related parties are disclosed below:

Names of related parties	Relationship with the Group
Kunshan Xianglian Construction Development Limited	Other related party
Silitherm Immobiliare Srl (Note)	Other related party

Note: It is included as a related party following the acquisition of INBG on January 21, 2022, and the related transaction are disclosed since the acquisition date.

### (3) Significant related party transactions

#### A. Payables to related parties

Accounts	Type of related party	June 30, 2022	December 31, 2021	June 30, 2021
Other payables	Other related party	\$ 196	\$ 261	\$ 150

The Company did not pledge any collateral for payables to related parties.

#### B. Lease transactions

(a) The Group leases land and buildings from Kunshan Xianglian Construction Development Limited. Rental contracts are made for the period from January 1, 2022 to December 31, 2022 and from April 1, 2020 to March 31, 2030, respectively. Rents are paid on a quarterly basis.

(b) Lease liabilities

i. Ending balance:

Accounts	Type of related party	June 30, 2022	December 31, 2021	June 30, 2021
Lease liabilities	Other related party	\$ 425,423	\$ 238,082	\$ 280,979

ii. Interest expense:

Accounts	Type of related party	Three months ended June 30,	
		2022	2021
Interest expense	Other related party	\$ 2,396	\$ 3,432

  

Accounts	Type of related party	Six months ended June 30,	
		2022	2021
Interest expense	Other related party	\$ 5,286	\$ 7,175

C. Other related party transactions

Guarantee deposits paid

	June 30, 2022	December 31, 2021	June 30, 2021
Other related parties	\$ 27,647	\$ 27,108	\$ 26,891

(4) Key management compensation

	Three months ended June 30,	
	2022	2021
Short-term employee benefits	\$ 15,271	\$ 13,689
Share-based payment	769	968
	\$ 16,040	\$ 14,657

  

	Six months ended June 30,	
	2022	2021
Short-term employee benefits	\$ 35,957	\$ 37,319
Share-based payment	1,966	1,925
	\$ 37,923	\$ 39,244

The remuneration of directors and key management was determined by the remuneration committee based on the performance of individuals and market trends.

## 8. PLEDGED ASSETS

The Group's assets pledged as collateral for loan financing, endorsements and guarantees and futures margins are as follows:

Pledged assets	Book value		
	June 30, 2022	December 31, 2021	June 30, 2021
Pledged demand and time deposits (shown as financial assets at amortized cost — current)	\$ 225,813	\$ 173,961	\$ 118,750
Pledged demand and time deposits (shown as financial assets at amortized cost — non-current)	9,534	10,559	87,197
Land (shown as property, plant and equipment)	671,095	665,948	290,743
Buildings (shown as property, plant and equipment)	349,927	292,261	297,774
Land (shown as investment property)	51,120	51,120	51,120
Buildings (shown as investment property)	226,566	27,233	27,573
Ownership interests in subsidiaries (Note)	10,658,409	1,694,837	-
	<u>\$ 12,192,464</u>	<u>\$ 2,915,919</u>	<u>\$ 873,157</u>

Note: On December 30, 2021, the Group entered into a syndicated loan with banks whereby the Group agreed to pledge ownership interests in its subsidiaries as collateral, and those subsidiaries include Speedy Industrial Supplies Pte. Ltd., EA Cable Assemblies GmbH, BizLink elocab GmbH, BizLink Industry Germany GmbH, BizLink Silitherm S.r.l., BizLink Industry Slovakia Spol.s.r.o., BizLink Special Cables Germany GmbH, BizLink elocab Ltd., BizLink Robotic Solutions France S.A.S, BizLink Systems Spain,S.L.U. and BizLink Special Cables (Changzhou) Co., Ltd. Among which, the registrations of the pledge of ownership interests in Speedy Industrial Supplies Pte. Ltd. and EA Cable Assemblies GmbH have been completed in the first quarter of 2022, and the remaining registrations have been completed in July 2022.

## 9. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNISED CONTRACT COMMITMENTS

### (1) Contingencies

None.

### (2) Commitments

Capital expenditure contracted for at the balance sheet date but not yet incurred is as follows:

	June 30, 2022	December 31, 2021	June 30, 2021
Property, plant and equipment	<u>\$ 300,895</u>	<u>\$ 309,650</u>	<u>\$ 378,746</u>

#### 10. SIGNIFICANT DISASTER LOSS

None.

#### 11. SIGNIFICANT EVENTS AFTER THE BALANCE SHEET DATE

- (a) From July 1, 2022 to the report date, the amount of 3rd and 4th overseas unsecured convertible bonds converted by the bondholders was USD20,600 thousand and USD2,800 thousand for a total of 2,871 thousand and 266 thousand ordinary shares, respectively. In addition, the Company will redeem the 3rd overseas unsecured convertible bonds in whole on September 12, 2022.
- (b) Except for the pledge of ownership interests in subsidiaries described in Note 8, the Group also pledged the bank accounts and receivables of Speedy Industrial Supplies Pte Ltd, EA Cable Assemblies GmbH, BizLink Industry Germany GmbH, BizLink Special Cables Germany GmbH, the bank accounts, receivables and real estates of BizLink elocab GmbH, BizLink Industry Slovakia Spol.s.r.o., BizLink elocab Ltd., and the bank accounts, receivables and machinery equipment of BizLink Special Cables (Changzhou) Co., Ltd. as collateral for syndicated loan with banks. The registrations for the pledge have been completed in July 2022.

#### 12. OTHERS

##### (1) Capital management

The Group manages its capital to ensure that entities in the Group will be able to continue as going concerns while maximising the return to stakeholders through the optimisation of the debt and equity balance.

The capital structure of the Group consists of net debt (borrowings offset by cash and cash equivalents) and equity attributable to owners of the Company (comprising share capital, capital surplus, retained earnings and other equity).

The Group is not subject to any externally imposed capital requirements.

Based on recommendations of the key management, in order to balance the overall capital structure, the Group may adjust the amount of dividends paid to stockholders, the number of new stocks issued or repurchased, or the amount of new debt issued or existing debt redeemed.

(2) Financial instruments

A. Financial instruments by category

	<u>June 30, 2022</u>	<u>December 31, 2021</u>	<u>June 30, 2021</u>
<u>Financial assets</u>			
Financial assets at fair value through profit or loss			
Financial assets mandatorily measured at fair value through profit or loss	\$ <u>202,726</u>	\$ <u>166,925</u>	\$ <u>112,239</u>
Financial assets at fair value through other comprehensive income			
Equity instruments	\$ <u>365,190</u>	\$ <u>281,242</u>	\$ <u>300,411</u>
Financial assets at amortized cost (Note 1)	\$ <u>19,514,901</u>	\$ <u>10,935,711</u>	\$ <u>11,209,830</u>
Financial assets for hedging	\$ <u>-</u>	\$ <u>4,163</u>	\$ <u>-</u>
<u>Financial liabilities</u>			
Financial liabilities at fair value through profit or loss			
Financial liabilities held for trading	\$ <u>18,781</u>	\$ <u>288</u>	\$ <u>10,179</u>
Financial liabilities at amortized cost (Note 2)	\$ <u>28,797,124</u>	\$ <u>8,114,667</u>	\$ <u>7,651,175</u>
Lease liabilities	\$ <u>1,787,829</u>	\$ <u>1,043,348</u>	\$ <u>462,959</u>
Financial liabilities for hedging	\$ <u>30,172</u>	\$ <u>709</u>	\$ <u>9,343</u>

Note 1: Including cash and cash equivalents, financial assets at amortized cost, notes receivable, accounts receivable, other receivables, guarantee deposits paid (shown as other non-current assets), etc.

Note 2: Including short-term borrowings, notes and accounts payable, other payables (including related parties), current portion of long-term liabilities, bonds payable, long-term borrowings, guarantee deposits received (shown as other non-current liabilities), etc.

B. Financial risk management policies

- (a) The Group's major financial instruments included equity and debt investments, accounts receivable, accounts payable, bonds payable, borrowings and lease liabilities. The Group's treasury provides services to each business unit, coordinates access to domestic and international financial markets, monitors and manages the financial risks relating to the operations of the Group through internal risk reports which analyze exposures by degree and magnitude of risks. These risks include market risk (including foreign currency risk, interest rate risk and other price risk), credit risk and liquidity risk.
- (b) The Group sought to minimize the effects of these risks by using derivative financial instruments to hedge risk exposures. The use of financial derivatives is governed by the Group's policies approved by the Board of Directors, which provided written principles on



foreign exchange risk, interest rate risk, credit risk, the use of financial derivatives and non-derivative financial instruments, and the investment of excess liquidity. Compliance with policies and exposure limits is reviewed by the internal auditors on a continuous basis. The Group did not enter into or trade financial instruments, including derivative financial instruments, for speculative purposes.

- (c) The treasury reports quarterly to the Board of Directors, an independent body that monitors risks and policies implemented to mitigate risk exposures.

C. Significant financial risks and degrees of financial risks

(a) Market risk

The Group's activities exposed it primarily to the financial risks of changes in foreign currency exchange rates and interest rates. The Group entered into a variety of derivative financial instruments to manage its exposure to foreign currency risk and interest rate risk, including foreign exchange forward contracts to hedge the exchange rate risk arising from exports.

There have been no changes to the Group's exposure to market risks or the manner in which these risks are managed and measured.

Exchange rate risk

- i. The Group operates internationally and is exposed to exchange rate risk arising from the transactions of the Company and its subsidiaries used in various functional currency. Management has set up a policy to require group companies to manage their foreign exchange risk against their functional currency. The companies are required to hedge their entire foreign exchange risk exposure with the Group treasury.
- ii. The Group has certain foreign currency receivables to be denominated in the same foreign currency with certain foreign currency payables, and therefore natural hedge is applied. In addition, the Group utilises forward foreign exchange contracts to protect against reductions in the value of foreign currency assets and against the volatility of future cash flows caused by changes in foreign exchange rates. Foreign currency risk could be reduced but might not be fully eliminated by the use of forward foreign exchange contracts.
- iii. The Group's significant financial assets and liabilities denominated in foreign currencies aggregated by the foreign currencies other than functional currencies of the entities in the Group and the related exchange rates between the foreign currencies and the functional currencies were as follows:

June 30, 2022			
(Foreign currency: Functional currency)	Foreign currency		Book value
	amount (in thousands)	Exchange rate	(NTD)
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:RMB (Note)	\$ 194,554	6.7114	\$ 5,790,298
USD:HKD	9,402	7.8493	279,821
USD:EUR	48,852	0.9571	1,453,929
USD:MYR	25,207	4.4053	750,208
USD:SGD	13,440	1.3906	400,000
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:RMB (Note)	123,671	6.7114	3,680,685
USD:EUR	31,198	0.9571	928,512
USD:MYR	11,713	4.4053	348,601
December 31, 2021			
(Foreign currency: Functional currency)	Foreign currency		Book value
	amount (in thousands)	Exchange rate	(NTD)
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:RMB (Note)	\$ 180,443	6.3674	\$ 4,994,658
USD:HKD	9,155	7.7981	253,410
USD:EUR	30,044	0.8838	831,617
USD:MYR	29,693	4.1705	821,902
USD:SGD	14,315	1.3529	396,239
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:RMB (Note)	80,445	6.3674	2,226,716
USD:EUR	29,317	0.8838	811,494
USD:MYR	19,624	4.1705	543,192

(Foreign currency: Functional currency)	June 30, 2021		
	Foreign currency amount (in thousands)	Exchange rate	Book value (NTD)
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:RMB (Note)	\$ 131,760	6.4599	\$ 3,670,829
USD:HKD	9,164	7.7638	255,309
USD:EUR	27,668	0.8404	770,830
USD:MYR	16,954	4.1543	472,338
USD:SGD	10,790	1.3439	300,609
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:RMB (Note)	44,363	6.4599	1,235,952
USD:EUR	21,924	0.8404	610,802
USD:MYR	11,156	4.1543	310,806

- iv. The Group's foreign exchange gain (loss), including realised and unrealised, for the three months and six months ended June 30, 2022 and 2021 amounted to \$108,044, (\$32,561), \$87,356 and \$4,453, respectively.
- v. The Group was mainly exposed to the USD.
- vi. The following table details the Group's sensitivity to a 1% increase in the functional currency against the relevant foreign currencies. A sensitivity rate of 1% is used when reporting foreign currency risk internally to key management and represents management's assessment of the reasonably possible change in foreign exchange rates. The sensitivity analysis included only outstanding foreign currency denominated monetary items, and adjusts their translation at the end of the reporting period for a 1% change in foreign currency rates. The sensitivity analysis includes cash and cash equivalents, accounts receivable and accounts payable. The positive numbers in the following table indicate the amount of increase in net profit before tax when the United States dollar depreciates by 1% relative to the relevant currencies; when the United States dollar appreciates by 1% relative to the relevant currencies, its impact on the net profit before tax will be the negative number of the same amount.

	Impact of USD (Note)	
	Six months ended June 30,	
	2022	2021
Profit or loss	\$ 7,825	\$ 5,514

Note: This was mainly attributable to the exposure on net receivables, net payables and bank borrowings denominated in USD, which were outstanding and not hedged

against cash flows at the balance sheet date.

#### Price risk

- i. The Group was exposed to security price risk through its investments in marketable securities. The Group's management manages this exposure by maintaining a portfolio of investments with different risks.
- ii. The Group's investments comprise equity securities and beneficiary certificates. 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 six months ended June 30, 2022 and 2021 would have increased/decreased by \$1,842 and \$1,008, respectively, as a result of gains/losses on equity securities classified as at fair value through profit or loss. Other components of equity would have increased/decreased by \$3,652 and \$3,004, respectively, as a result of other comprehensive income classified as equity investment at fair value through other comprehensive income.
- iii. The Group's sensitivity to the increase or decrease in price risks is due to volatility of stock price.

#### Interest rate risk

- i. The Group is exposed to interest rate risk because entities in the Group maintain both floating and fixed interest rates of bank deposits and borrowings.
- ii. The carrying amounts of the Group's financial assets and financial liabilities with exposure to interest rates at the end of the reporting period were as follows:

	<u>June 30, 2022</u>	<u>December 31, 2021</u>	<u>June 30, 2021</u>
Interest rate risk on fair value			
- Financial assets	\$ 4,021,923	\$ 942,848	\$ 1,058,863
- Financial liabilities	7,494,535	3,188,568	3,021,100
Interest rate risk on cash flow			
- Financial assets	4,097,067	2,299,749	3,740,218
- Financial liabilities	11,538,549	372,998	411,341

- iii. The sensitivity analysis below was determined based on the Group's exposure to interest rates of non-derivative instruments at the end of the reporting period. For floating rate liabilities, the analysis was prepared assuming the amount of the liabilities outstanding at the end of the reporting period was outstanding for the whole year. A 100 basis point increase or decrease is used when reporting interest rate risk internally to key management and represents management's assessment of the reasonably possible change in interest rates.
- iv. If the interest rates had increased by 100 basis points with all other variables held constant, the Group's pre-tax profit for the six months ended June 30, 2022 and 2021 would have

decreased by \$37,207 and increased by \$16,644, respectively. On the contrary, if the interest rates had decreased by 100 basis points, the amount of impact on pre-tax profit would be the negative number of the same amount. The main factor is the Group's exposure to floating-rate bank deposits and borrowings.

(b) Credit risk

- i. Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in a financial loss to the Group. As at the end of the reporting period, the Group's maximum exposure to credit risk, which would cause a financial loss to the Group due to failure of counterparties to discharge an obligation, would arise from the carrying amount of the respective recognised financial assets as stated in the consolidated balance sheets.
- ii. The Group adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults.
- iii. The Group provides receipts in advance to 180 days after the end of the month credit policy to their customers on the sale of goods. In order to minimise credit risk, management of the Group has delegated a team responsible for determining credit limits, credit approvals and other monitoring procedures to ensure that follow-up action is taken to recover overdue debts. In addition, the Group reviews the recoverable amount of each individual accounts receivable at the end of the reporting period to ensure that adequate allowances are made for irrecoverable amounts.
- iv. The Group measures the loss allowance for accounts receivable at an amount equal to lifetime ECLs. The expected credit losses on accounts receivable are estimated using a provision matrix approach considering the past default experience of the customer, the customer's current financial position, economic condition of the industry in which the customer operates, as well as the GDP forecasts and industry outlooks. As the Group's historical credit loss experience does not show significantly different loss patterns for different customer segments, the provision for loss allowance based on past due status is not further distinguished according to the Group's different customer base.
- v. The Group writes off accounts receivable when there is information indicating that the debtor is experiencing severe financial difficulty and there is no realistic prospect of recovery of the receivable. For accounts receivable that have been written off, the Group continues to engage in enforcement activity to attempt to recover the receivables which are due. Where recoveries are made, these are recognised in profit or loss.
- vi. The following table details the loss allowance of trade receivables based on the Group's provision matrix.

	Not past due	1~60 days past due	61~90 days past due	91~120 days past due	121~365 days past due	Over 365 days past due	Total
<u>June 30, 2022</u>							
Expected credit loss rate	0.00%-0.09%	0.00%-0.49%	0.00%-2.99%	0.00%-3.96%	0.00%-22.66%	93.11%-100%	
Total book value	\$ 8,496,884	\$ 1,476,022	\$ 59,802	\$ 97,405	\$ 55,757	\$ 32,427	\$ 10,218,297
Loss allowance (Lifetime ECLs)	( 7,293)	( 7,253)	( 1,787)	( 3,854)	( 12,634)	( 30,194)	( 63,015)
Cost after amortization	<u>\$ 8,489,591</u>	<u>\$ 1,468,769</u>	<u>\$ 58,015</u>	<u>\$ 93,551</u>	<u>\$ 43,123</u>	<u>\$ 2,233</u>	<u>\$ 10,155,282</u>
<u>December 31, 2021</u>							
Expected credit loss rate	0.00%-4.67%	0.00%-10.45%	0.00%-13.65%	0.00%-13.33%	0.00%-22.74%	100%	
Total book value	\$ 6,200,221	\$ 745,368	\$ 32,346	\$ 21,759	\$ 27,203	\$ 13,980	\$ 7,040,877
Loss allowance (Lifetime ECLs)	( 7,304)	( 9,648)	( 522)	( 826)	( 3,018)	( 13,980)	( 35,298)
Cost after amortization	<u>\$ 6,192,917</u>	<u>\$ 735,720</u>	<u>\$ 31,824</u>	<u>\$ 20,933</u>	<u>\$ 24,185</u>	<u>\$ -</u>	<u>\$ 7,005,579</u>
<u>June 30, 2021</u>							
Expected credit loss rate	0.00%	0.00%	0.00%	0.00%-0.93%	0.00%-39.32%	100%	
Total book value	\$ 5,513,833	\$ 674,455	\$ 11,440	\$ 20,494	\$ 36,915	\$ 16,079	\$ 6,273,216
Loss allowance (Lifetime ECLs)	-	-	-	( 162)	( 1,714)	( 16,079)	( 17,955)
Cost after amortization	<u>\$ 5,513,833</u>	<u>\$ 674,455</u>	<u>\$ 11,440</u>	<u>\$ 20,332</u>	<u>\$ 35,201</u>	<u>\$ -</u>	<u>\$ 6,255,261</u>

vii. The movements of the loss allowance of accounts and notes receivable are as follows:

	Six months ended June 30,	
	2022	2021
Beginning balance	\$ 35,298	\$ 20,771
Provision (reversal) for impairment	14,011 (	735)
Write-off during the period	( 273) (	1,523)
Acquired from business combinations	11,840	-
Currency translation differences	2,139 (	558)
Ending balance	<u>\$ 63,015</u>	<u>\$ 17,955</u>

viii. For investments in debt instruments at amortized cost, the credit rating levels are presented below:

June 30, 2022				
	12 months	Lifetime		Total
		Significant increase in credit risk	Impairment of credit	
Financial assets at amortized cost				
Group 1	\$ 235,347	\$ -	\$ -	\$ 235,347
Group 2	-	-	-	-
	<u>\$ 235,347</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 235,347</u>
December 31, 2021				
	12 months	Lifetime		Total
		Significant increase in credit risk	Impairment of credit	
Financial assets at amortized cost				
Group 1	\$ 184,520	\$ -	\$ -	\$ 184,520
Group 2	16,608	-	-	16,608
	<u>\$ 201,128</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 201,128</u>
June 30, 2021				
	12 months	Lifetime		Total
		Significant increase in credit risk	Impairment of credit	
Financial assets at amortized cost				
Group 1	\$ 205,947	\$ -	\$ -	\$ 205,947
Group 2	27,860	-	-	27,860
	<u>\$ 233,807</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 233,807</u>

Group 1: Pledged bank deposits.

Group 2: Time deposits with original maturities of more than 3 months.

(c) Liquidity risk

- i. The Group manages liquidity risk by monitoring and maintaining a level of cash and cash equivalents deemed adequate to finance the Group's operations and mitigate the effects of fluctuations in cash flows. In addition, management monitors the utilisation of bank borrowings and ensures compliance with loan covenants.
- ii. The Group relies on bank borrowings as a significant source of liquidity. The Group has

the following undrawn borrowing facilities:

	<u>June 30, 2022</u>	<u>December 31, 2021</u>	<u>June 30, 2021</u>
Bank borrowing facility			
- undrawn amount	<u>\$ 6,466,071</u>	<u>\$ 15,783,865</u>	<u>\$ 3,747,151</u>

iii. Liquidity and interest rate risk table for non-derivative financial liabilities

The following tables show details of the Group's remaining contractual maturity for its non-derivative financial liabilities with agreed upon repayment periods. The tables were drawn up based on the undiscounted cash flows of financial liabilities from the earliest date on which the Group can be required to pay. The tables included both interest and principal cash flows. Specifically, bank loans with a repayment on demand clause were included in the earliest time band regardless of the probability of the banks choosing to exercise their rights. The maturity dates of other non-derivative financial liabilities were based on the agreed upon repayment dates.

To the extent that interest cash flows are at a floating rate, the undiscounted amount was derived from the interest rate curve at the end of the reporting period.

June 30, 2022

	<u>Less than 3 months</u>	<u>Between 3 months and 1 year</u>	<u>Between 1 and 5 years</u>	<u>Over 5 years</u>
<u>Non-derivative financial liabilities:</u>				
Non-interest bearing liabilities	\$ 10,586,220	\$ 508,934	\$ 28,647	\$ 48,158
Lease liabilities	139,099	369,101	1,083,603	248,129
Floating interest rate	65,291	1,419,477	11,357,104	-
Fixed interest rate	<u>17,277</u>	<u>844,532</u>	<u>217,646</u>	<u>253,980</u>
	<u>\$ 10,807,887</u>	<u>\$ 3,142,044</u>	<u>\$ 12,687,000</u>	<u>\$ 550,267</u>

Additional information about the maturity analysis for lease liabilities:

	<u>Within 1 year</u>	<u>1 ~ 5 years</u>	<u>5 ~ 10 years</u>	<u>10 ~ 15 years</u>	<u>15 ~ 20 years</u>
Lease liabilities	<u>\$ 508,200</u>	<u>\$ 1,083,603</u>	<u>\$ 209,425</u>	<u>\$ 1,870</u>	<u>\$ 36,834</u>



December 31, 2021

	Less than 3 months	Between 3 months and 1 year	Between 1 and 5 years	Over 5 years
<u>Non-derivative financial</u>				
<u>liabilities:</u>				
Non-interest bearing				
liabilities	\$ 5,230,887	\$ 358,006	\$ 20,897	\$ -
Lease liabilities	95,996	249,454	755,339	66,706
Floating interest rate	16,427	49,220	226,365	115,391
Fixed interest rate	532,112	1,665,687	-	-
	<u>\$ 5,875,422</u>	<u>\$ 2,322,367</u>	<u>\$ 1,002,601</u>	<u>\$ 182,097</u>

Additional information about the maturity analysis for lease liabilities:

	Within 1 year	1 ~ 5 years	5 ~ 10 years	10 ~ 15 years	15 ~ 20 years
Lease liabilities	<u>\$ 345,450</u>	<u>\$ 755,339</u>	<u>\$ 66,706</u>	<u>\$ -</u>	<u>\$ -</u>

June 30, 2021

	Less than 3 months	Between 3 months and 1 year	Between 1 and 5 years	Over 5 years
<u>Non-derivative financial</u>				
<u>liabilities:</u>				
Non-interest bearing				
liabilities	\$ 5,513,707	\$ 246,702	\$ 19,562	\$ -
Lease liabilities	70,935	153,130	221,460	69,278
Floating interest rate	17,151	51,095	343,411	31,942
Fixed interest rate	189,189	300,428	2,198,029	-
	<u>\$ 5,790,982</u>	<u>\$ 751,355</u>	<u>\$ 2,782,462</u>	<u>\$ 101,220</u>

Additional information about the maturity analysis for lease liabilities:

	Within 1 year	1 ~ 5 years	5 ~ 10 years	10 ~ 15 years	15 ~ 20 years
Lease liabilities	<u>\$ 224,065</u>	<u>\$ 221,460</u>	<u>\$ 69,278</u>	<u>\$ -</u>	<u>\$ -</u>

iv. Liquidity for derivative financial liabilities

As at June 30, 2022, December 31, 2021 and June 30, 2021, the Group's derivative financial liabilities all expire within one year.

(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. Fair value information of investment property at cost is provided in Note 6(12).

C. Financial instruments not measured at fair value

(a) Except for those listed in the table below, the carrying amounts of cash and cash equivalents, notes receivable, accounts receivable, other receivables, short-term borrowings, notes payable, accounts payable, other payables and long-term borrowings are approximate to their fair values.

June 30, 2022				
	<u>Book value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Financial liabilities:				
Convertible bonds	<u>\$ 4,414,929</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,414,929</u>
December 31, 2021				
	<u>Book value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Financial liabilities:				
Convertible bonds	<u>\$ 1,304,227</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,339,703</u>
June 30, 2021				
	<u>Book value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Financial liabilities:				
Convertible bonds	<u>\$ 2,070,144</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,070,144</u>

The aforementioned bonds payable liabilities are measured at present value, which is calculated based on the cash flow expected to be paid and discounted using a market rate prevailing at balance sheet date.

D. The related information of 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 at June 30, 2022 December 31, 2021 and June 30, 2021 are as follows:

(a) The related information of natures of the assets and liabilities is as follows:

<u>June 30, 2022</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<b>Assets</b>				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss				
Derivative instruments	\$ -	\$ 16,806	\$ 1,740	\$ 18,546
Listed stocks	827	-	-	827
Unlisted stocks	-	-	48,670	48,670
Fund beneficiary certificates	-	-	134,683	134,683
Financial assets at fair value through other comprehensive income				
Unlisted stocks	-	-	365,190	365,190
	<u>\$ 827</u>	<u>\$ 16,806</u>	<u>\$ 550,283</u>	<u>\$ 567,916</u>
<b>Liabilities</b>				
<u>Recurring fair value measurements</u>				
Financial liabilities at fair value through profit or loss				
Derivative instruments	\$ -	\$ 18,781	\$ -	\$ 18,781
Derivative instruments of financial liabilities for hedging	-	30,172	-	30,172
	<u>\$ -</u>	<u>\$ 48,953</u>	<u>\$ -</u>	<u>\$ 48,953</u>
 <u>December 31, 2021</u>				
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<b>Assets</b>				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss				
Derivative instruments	\$ -	\$ 25,591	\$ 1,845	\$ 27,436
Listed stocks	1,695	-	-	1,695
Unlisted stocks	-	-	48,474	48,474
Fund beneficiary certificates	-	-	89,320	89,320
Derivative financial assets for hedging				
Derivative instruments	-	4,163	-	4,163
Financial assets at fair value through other comprehensive income				
Unlisted stocks	-	-	281,242	281,242
	<u>\$ 1,695</u>	<u>\$ 29,754</u>	<u>\$ 420,881</u>	<u>\$ 452,330</u>

<u>December 31, 2021</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<b>Liabilities</b>				
<u>Recurring fair value measurements</u>				
Financial liabilities at fair value through profit or loss				
Derivative instruments	\$ -	\$ 288	\$ -	\$ 288
Derivative instruments of financial liabilities for hedging	22	687	-	709
	<u>\$ 22</u>	<u>\$ 975</u>	<u>\$ -</u>	<u>\$ 997</u>
<u>June 30, 2021</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<b>Assets</b>				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss				
Derivative instruments	\$ -	\$ 9,791	\$ 1,694	\$ 11,485
Listed stocks	1,774	-	-	1,774
Unlisted stocks	-	-	48,832	48,832
Fund beneficiary certificates	-	-	50,148	50,148
Financial assets at fair value through other comprehensive income				
Unlisted stocks	-	-	300,411	300,411
	<u>\$ 1,774</u>	<u>\$ 9,791</u>	<u>\$ 401,085</u>	<u>\$ 412,650</u>
<b>Liabilities</b>				
<u>Recurring fair value measurements</u>				
Financial liabilities at fair value through profit or loss				
Derivative instruments	\$ -	\$ 10,179	\$ -	\$ 10,179
Derivative instruments of financial liabilities for hedging	-	9,343	-	9,343
	<u>\$ -</u>	<u>\$ 19,522</u>	<u>\$ -</u>	<u>\$ 19,522</u>

- (b) The methods and assumptions the Group used to measure fair value are as follows:
- The Group used closing price as its fair value inputs (that is, Level 1) to measure the listed shares.
  - Except for financial instruments with active markets, the fair value of other financial instruments is measured by using valuation techniques widely accepted in financial management.
  - 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.
  - 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.

- v. 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 valuation model is adjusted accordingly with additional inputs, for example, model risk or liquidity risk and etc. 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.
- E. For the six months ended June 30, 2022 and 2021, there was no transfer between Level 1 and Level 2.
- F. The following chart is the movement of Level 3 for the six months ended June 30, 2022 and 2021:

Six months ended June 30, 2022

	Financial assets at fair value through profit or loss			Financial assets at fair value through other comprehensive income	
	Equity instruments	Fund beneficiary certificates	Derivative instruments	Equity instruments	Total
Beginning balance	\$ 48,474	\$ 89,320	\$ 1,845	\$ 281,242	\$ 420,881
Purchases	-	37,896	-	51,237	89,133
Gains and losses recognised in profit or loss	196	492	( 234)	-	454
Gains and losses recognised in other comprehensive income	-	-	-	14,254	14,254
Effect of exchange rate changes	-	6,975	960	18,457	26,392
Others (Note)	-	-	( 831)	-	( 831)
Ending balance	<u>\$ 48,670</u>	<u>\$ 134,683</u>	<u>\$ 1,740</u>	<u>\$ 365,190</u>	<u>\$ 550,283</u>

Six months ended June 30, 2021

	Financial assets at fair value through profit or loss			Financial assets at fair value through other comprehensive income	
	Fund				
	Equity instruments	beneficiary certificates	Derivative instruments	Equity instruments	Total
Beginning balance	\$ -	\$ 17,088	\$ 2,269	\$ 308,606	\$ 327,963
Purchases	48,832	34,032	-	20,000	102,864
Gains and losses recognised in profit or loss	-	-	199	-	199
Gains and losses recognised in other comprehensive income	-	-	-	( 22,736)	( 22,736)
Effect of exchange rate changes	-	( 972)	( 40)	( 5,459)	( 6,471)
Others (Note)	-	-	( 734)	-	( 734)
Ending balance	<u>\$ 48,832</u>	<u>\$ 50,148</u>	<u>\$ 1,694</u>	<u>\$ 300,411</u>	<u>\$ 401,085</u>

Note: It pertains to capital surplus, additional paid-in capital arising from bond conversion.

G. For the six months ended June 30, 2022 and 2021, there was no transfer into or out from Level 3.

H. Valuation techniques and inputs applied for Level 3 fair value measurement

- (a) Convertible bond options of derivative instruments: The binomial tree valuation model of convertible bonds is applied. Meanwhile, bond duration, the stock price and volatility of the convertible bonds, conversion price, risk-free rate of interest, risk discount rate, and liquidity risk of the convertible bonds and other factors are taken into account.
- (b) Unlisted debt securities and fund beneficiary certificates: The asset approach and market approach are applied.
  - i. Asset approach: The fair values are estimated by using the net asset value measured at fair value based on the unlisted investees' latest financial statements, while taking into account the liquidity discount and non-controlling interest discount.
  - ii. Market approach: The fair values are estimated based on the market transaction prices of comparable companies with similar industrial and business characteristics, while taking into account liquidity discount.

Discount for lack of marketability used as at June 30, 2022, December 31, 2021 and June 30, 2021 were all 10%~30%.

(4) Other matter

The Group's subsidiaries, BizLink (Kunshan) Co., Ltd. and OptiWorks (Kunshan) Limited, have been in lockdown in the second quarter of 2022 to cooperate with the local governments on the Covid-19 prevention. The Group has complied with the various preventive measures imposed by

government, implemented the relevant response measures to mitigate the impact of the Covid-19, and increased the production capacity, therefore, the Covid-19 had no significant impact on the Group's production activities for the six months ended June 30, 2022. As at August 29, 2022, the Covid-19 did not have a significant impact on the Group's operations and financial condition.

### 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(5) 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 Area: Please refer to tables 6, 7 and 8.

#### (4) Major shareholders information

Major shareholders information: Please refer to table 11.

#### 14. SEGMENT INFORMATION

##### (1) General information

Information reported to the chief operating decision-maker for the purposes of resource allocation and assessment of segment performance focuses on types of goods or services delivered or provided. The Group's reportable segments are computer transmission segment, industrial application segment, home appliance segment, and others.

Because of the change of product classification, the Group's internal business segment was restructured accordingly. The prior period information was restated for comparison.

##### (2) Segment information

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

##### Six months ended June 30, 2022

	Computer transmission segment	Industrial application segment	Home appliance segment	All other segments	Total
Revenue					
Revenue from external customers	\$ 11,655,107	\$ 9,464,266	\$ 3,788,830	\$ 722,023	\$ 25,630,226
Inter-segment revenue	<u>15,794,298</u>	<u>2,308,534</u>	<u>567,398</u>	<u>296,278</u>	<u>18,966,508</u>
Total segment revenue	<u>27,449,405</u>	<u>11,772,800</u>	<u>4,356,228</u>	<u>1,018,301</u>	<u>44,596,734</u>
Eliminations					( 18,966,508)
Consolidated revenue					<u>25,630,226</u>
Segment income	<u>\$ 1,370,800</u>	<u>\$ 1,038,244</u>	<u>\$ 470,329</u>	<u>(\$ 49,616)</u>	<u>2,829,757</u>
Interest income					22,462
Other income					79,589
Other gains and losses					51,680
Total management cost					( 290,176)
Finance costs					( 214,686)
Share of profit of associates accounted for under equity method					( 8,713)
Profit from continuing operations before tax					<u>\$ 2,469,913</u>



Six months ended June 30, 2021

	Computer transmission segment	Industrial application segment	Home appliance segment	All other segments	Total
Revenue					
Revenue from external customers	\$ 8,796,224	\$ -	\$ 3,758,886	\$ 595,096	\$ 13,150,206
Inter-segment revenue	12,551,937	-	465,546	243,243	13,260,726
Total segment revenue	21,348,161	-	4,224,432	838,339	26,410,932
Eliminations					( 13,260,726)
Consolidated revenue					13,150,206
Segment income	<u>\$ 708,192</u>	<u>\$ -</u>	<u>\$ 370,047</u>	<u>\$ 118,636</u>	<u>\$ 1,196,875</u>
Interest income					18,218
Other income					60,697
Other gains and losses					( 35,512)
Total management cost					( 39,244)
Finance costs					( 48,593)
Share of loss of associates accounted for under equity method					( 14,005)
Profit from continuing operations before tax					<u>\$ 1,138,436</u>

Segment income represented the profit earned by each segment without allocation of central administration costs and directors' salaries, share of profit or loss of associates accounted for using the equity method, other income, other gain and loss, finance costs and income tax expense. This was the measure reported to the chief operating decision-maker for the purpose of resource allocation and assessment of segment performance.

(3) Segment total assets and liabilities

Segment total assets and liabilities were not disclosed because such information was not provided to the chief operating decision-maker.

BizLink Holding Inc. and subsidiaries  
Loans to others  
Six months ended June 30, 2022

Table 1

Expressed in thousands of NTD  
(Except as otherwise indicated)

No. (Note 1)	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the six months ended June 30, 2022 (Note 2)	Balance at June 30, 2022 (Note 2)	Actual amount drawn down	Interest rate	Nature of loan (Note 3)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party (Note 4)	Ceiling on total loans granted (Note 4)	Footnote
0	BizLink Holding Inc.	BizLink (BVI) Corp. Limited	Other receivables due from related parties	Y	\$ 589,500	\$ -	\$ -	0.000%	2	\$ -	Operations	\$ -	-	-	\$ 7,545,305	\$ 7,545,305	Notes 4(1), (2)
0	BizLink Holding Inc.	BizLink (BVI) Corp. Limited	Other receivables due from related parties	Y	294,750	-	-	0.000%	2	-	Operations	-	-	-	7,545,305	7,545,305	Notes 4(1), (2)
0	BizLink Holding Inc.	BizLink (BVI) Corp. Limited	Other receivables due from related parties	Y	743,000	743,000	743,000	0.000%	2	-	Operations	-	-	-	7,545,305	7,545,305	Notes 4(1), (2)
0	BizLink Holding Inc.	BizLink (BVI) Corp. Limited	Other receivables due from related parties	Y	297,200	297,200	297,200	0.000%	2	-	Operations	-	-	-	7,545,305	7,545,305	Notes 4(1), (2)
0	BizLink Holding Inc.	BizLink (BVI) Corp. Limited	Other receivables due from related parties	Y	891,600	891,600	891,600	0.000%	2	-	Operations	-	-	-	7,545,305	7,545,305	Notes 4(1), (2)
0	BizLink Holding Inc.	BizLink (BVI) Corp. Limited	Other receivables due from related parties	Y	297,200	297,200	-	0.000%	2	-	Operations	-	-	-	7,545,305	7,545,305	Notes 4(1), (2)

No. (Note 1)	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the six months ended June 30, 2022 (Note 2)	Balance at June 30, 2022 (Note 2)	Actual amount drawn down	Interest rate	Nature of loan (Note 3)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party (Note 4)	Ceiling on total loans granted (Note 4)	Footnote
			Item	Value													
0	BizLink Holding Inc.	Speedy Industrial Supplies Pte Ltd	Other receivables due from related parties	Y	\$ 3,511,171	\$ 3,415,660	\$ 3,415,660	2.000%	2	\$ -	Operations	\$ -	-	-	\$ 7,545,305	\$ 7,545,305	Notes 4(1), (2)
0	BizLink Holding Inc.	Speedy Industrial Supplies Pte Ltd	Other receivables due from related parties	Y	319,197	310,515	-	0.000%	2	-	Operations	-	-	-	7,545,305	7,545,305	Notes 4(1), (2)
1	BizLink Technology Inc.	OptiWork, Inc.	Other receivables due from related parties	Y	29,720	29,720	29,720	2.000%	2	-	Operations	-	-	-	3,034,848	3,034,848	Note 4(3)
2	BizLink Technology (Ireland) Ltd.	BizLink Technology SRB D.O.O.	Other receivables due from related parties	Y	111,719	108,680	108,680	0.454%	2	-	Operations	-	-	-	930,115	930,115	Note 4(4)
2	BizLink Technology (Ireland) Ltd.	BizLink Technology (Slovakia) S.R.O.	Other receivables due from related parties	Y	31,920	31,051	31,051	0.454%	2	-	Operations	-	-	-	930,115	930,115	Note 4(4)
3	OptiWorks (Shanghai) Limited	OptiWorks (Kunshan) Limited	Other receivables due from related parties	Y	67,637	66,424	66,424	3.850%	2	-	Operations	-	-	-	89,806	89,806	Note 4(5)
4	BizLink (Kunshan) Co., Ltd.	BizLink Special Cables (Changzhou) Co., Ltd.	Other receivables due from related parties	Y	766,556	752,809	752,809	3.700%	2	-	Operations	-	-	-	2,625,324	2,625,324	Note 4(6)
5	BizLink (BVI) Corp. Limited	BizLink International Corp.	Other receivables due from related parties	Y	57,250	-	-	0.000%	2	-	Operations	-	-	-	1,013,307	1,013,307	Note 4(7)

Table 1, Page 2

No. (Note 1)	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the six months ended June 30,	Balance at June	Actual amount drawn down	Interest rate	Nature of loan (Note 3)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party (Note 4)	Ceiling on total loans granted (Note 4)	Footnote
					2022 (Note 2)	(Note 2)							Item	Value			
6	EA Cable Assemblies GmbH	BizLink Technology (Slovakia) S.R.O.	Other receivables due from related parties	Y	\$ 19,152	\$ 18,631	\$ 18,631	0.452%	2	\$ -	Operations	\$ -	-	-	\$ 15,627,650	\$ 15,627,650	Note 4(8)
7	BizLink Technology (Belgium) NV	BizLink Technology (Slovakia) S.R.O.	Other receivables due from related parties	Y	31,920	31,051	31,051	0.678%	2	-	Operations	-	-	-	829,348	829,348	Note 4(9)
7	BizLink Technology (Belgium) NV	BizLink Technology (Slovakia) S.R.O.	Other receivables due from related parties	Y	31,920	31,051	31,051	0.452%	2	-	Operations	-	-	-	829,348	829,348	Note 4(9)
7	BizLink Technology (Belgium) NV	BizLink Technology SRB D.O.O.	Other receivables due from related parties	Y	63,839	62,103	62,103	0.598%	2	-	Operations	-	-	-	829,348	829,348	Note 4(9)
7	BizLink Technology (Belgium) NV	BizLink Technology SRB D.O.O.	Other receivables due from related parties	Y	63,839	62,103	62,103	0.598%	2	-	Operations	-	-	-	829,348	829,348	Note 4(9)
7	BizLink Technology (Belgium) NV	BizLink Technology SRB D.O.O.	Other receivables due from related parties	Y	47,880	46,577	46,577	0.491%	2	-	Operations	-	-	-	829,348	829,348	Note 4(9)
7	BizLink Technology (Belgium) NV	BizLink Technology SRB D.O.O.	Other receivables due from related parties	Y	38,304	37,262	37,262	0.468%	2	-	Operations	-	-	-	829,348	829,348	Note 4(9)
8	Speedy Industrial Supplies Pte Ltd.	EA Cable Assemblies GmbH	Other receivables due from related parties	Y	1,469,904	1,429,920	1,429,920	2.000%	2	-	Operations	-	-	-	53,788,255	53,788,255	Note 4(10)

Table 1, Page 3

No. (Note 1)	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the six months ended June 30,	Balance at June 30, 2022	Actual amount drawn down	Interest rate	Nature of loan (Note 3)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party (Note 4)	Ceiling on total loans granted (Note 4)	Footnote
					2022 (Note 2)	(Note 2)							Item	Value			
8	Speedy Industrial Supplies Pte Ltd.	EA Cable Assemblies GmbH	Other receivables due from related parties	Y	\$ 31,920	\$ 31,051	\$ 31,051	2.000%	2	\$ -	Operations	\$ -	-	-	\$ 53,788,255	\$ 53,788,255	Note 4(10)
8	Speedy Industrial Supplies Pte Ltd.	BizLink Industry Germany GmbH	Other receivables due from related parties	Y	319,197	-	-	2.000%	2	-	Operations	-	-	-	53,788,255	53,788,255	Note 4(10)
8	Speedy Industrial Supplies Pte Ltd.	BizLink elocab GmbH	Other receivables due from related parties	Y	1,117,490	1,087,092	1,087,092	2.000%	2	-	Operations	-	-	-	53,788,255	53,788,255	Note 4(10)
8	Speedy Industrial Supplies Pte Ltd.	BizLink Industry Slovakia Spol.s.r.o.	Other receivables due from related parties	Y	1,320,034	809,878	809,878	2.000%	2	-	Operations	-	-	-	53,788,255	53,788,255	Note 4(10)
8	Speedy Industrial Supplies Pte Ltd.	BizLink Industry Czech s.r.o.	Other receivables due from related parties	Y	12,770	12,423	12,423	2.000%	2	-	Operations	-	-	-	53,788,255	53,788,255	Note 4(10)
9	BizLink Silitherm s.r.l.	BizLink Industry Germany GmbH	Other receivables due from related parties	Y	528,968	514,579	514,579	2.000%	2	-	Operations	-	-	-	7,282,525	7,282,525	Note 4(11)
9	BizLink Silitherm s.r.l.	BizLink Industry Germany GmbH	Other receivables due from related parties	Y	155,957	155,257	155,257	2.000%	2	-	Operations	-	-	-	7,282,525	7,282,525	Note 4(11)
9	BizLink Silitherm s.r.l.	BizLink Industry Germany GmbH	Other receivables due from related parties	Y	124,206	124,206	124,206	2.000%	2	-	Operations	-	-	-	7,282,525	7,282,525	Note 4(11)

No. (Note 1)	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the six months ended June 30,	Balance at June 30, 2022	Actual amount drawn down	Interest rate	Nature of loan (Note 3)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party (Note 4)	Ceiling on total loans granted (Note 4)	Footnote
					2022 (Note 2)	(Note 2)							Item	Value			
10	BizLink Systems Spain, S.L.U.	BizLink Industry Germany GmbH	Other receivables due from related parties	Y	\$ 545,733	\$ 530,887	\$ 530,887	2.000%	2	\$ -	Operations	\$ -	-	-	\$ 2,879,215	\$ 2,879,215	Note 4(12)
11	BizLink Industry Germany GmbH	BizLink Robotic Solutions France S.A.S.	Other receivables due from related parties	Y	221,322	215,301	215,301	2.000%	2	-	Operations	-	-	-	8,389,600	8,389,600	Note 4(13)
11	BizLink Industry Germany GmbH	BizLink elocab GmbH	Other receivables due from related parties	Y	325,022	316,181	316,181	2.000%	2	-	Operations	-	-	-	8,389,600	8,389,600	Note 4(13)
11	BizLink Industry Germany GmbH	BizLink elocab GmbH	Other receivables due from related parties	Y	155,957	155,257	155,257	2.000%	2	-	Operations	-	-	-	8,389,600	8,389,600	Note 4(13)
11	BizLink Industry Germany GmbH	BizLink elocab GmbH	Other receivables due from related parties	Y	124,206	124,206	124,206	2.000%	2	-	Operations	-	-	-	8,389,600	8,389,600	Note 4(13)
11	BizLink Industry Germany GmbH	BizLink Robotic Solutions USA, Inc.	Other receivables due from related parties	Y	134,110	130,462	130,462	2.000%	2	-	Operations	-	-	-	8,389,600	8,389,600	Note 4(13)
11	BizLink Industry Germany GmbH	BizLink Robotic Solutions Germany GmbH	Other receivables due from related parties	Y	231,490	201,834	201,834	2.000%	2	-	Operations	-	-	-	8,389,600	8,389,600	Note 4(13)
11	BizLink Industry Germany GmbH	BizLink Tailor-Made Cable UK Ltd.	Other receivables due from related parties	Y	11,752	11,432	11,432	2.000%	2	-	Operations	-	-	-	8,389,600	8,389,600	Note 4(13)

No.			General	Is a	Maximum outstanding balance during	Balance at June	Actual amount	Interest	Nature	Amount of	Reason for	Allowance	Collateral		Limit on loans	Ceiling on total	
(Note 1)	Creditor	Borrower	ledger account	related party	the six months ended June 30, 2022 (Note 2)	30, 2022 (Note 2)	drawn down	rate	of loan (Note 3)	transactions with the borrower	short-term financing	for doubtful accounts	Item	Value	granted to a single party (Note 4)	loans granted (Note 4)	Footnote
12	BizLink Industry Slovakia Spol. s.r.o.	BizLink Industry Germany GmbH	Other receivables due from related parties	Y	\$ 25,026	\$ -	\$ -	2.000%	2	\$ -	Operations	\$ -	-	-	\$ 1,311,520	\$ 1,311,520	Note 4(14)

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: The maximum balance for the period and ending balance are presented in New Taiwan dollars. Foreign currencies are converted into New Taiwan dollars; the exchange rate was US\$1=NT\$29.72; RMB1=NT\$4.439 and EUR1=NT\$31.05 as of June 30, 2022.

Note 3: The nature of loans are as follows:

(1) Related to business transactions is "1".

(2) short-term financing is "2".

Note 4: Fill in limit on loans granted to a single party and ceiling on total loans granted as prescribed in the creditor company's "Procedures for Provision of Loans", and state each individual party to which the loans have been provided and the calculation for ceiling on total loans granted in the footnote.

(1) For short-term financing facility with the Company, the accumulated financing amount shall not exceed 40% of the net asset value of the Company.

(2) The individual loan amount and total amount of loans between the foreign companies, which are held directly or indirectly 100% of voting share, and loan between the Company and foreign companies which are held directly or indirectly 100% of voting share should not exceed the 500% of the total asset amount of the Company.

(3) For BizLink Holding Inc., loan between the foreign subsidiaries which are held directly or indirectly 100% of voting share by the Company shall not exceed 200% of the net value of the lending company and 500% of the net value of parent company.

(4) For BizLink Technology (Ireland) Ltd., the individual loan amount and total amount of loans between the foreign subsidiaries which are held directly or indirectly 100% of voting share by the Company shall not exceed the net value of the lending company and 500% of the net value of parent company.

(5) For necessary short-term financing facility for OptiWorks (Shanghai) Limited, the individual loan amount and total amount of loans shall not exceed 40% of the net value of the lending company.

(6) For BizLink (Kunshan) Co., Ltd., the individual loan amount and total amount of loans between the foreign subsidiaries which are held directly or indirectly 100% of voting share by the Company shall not exceed the net value of the lending company and 500% of the net value of parent company.

(7) For short-term financing facility with BizLink (BVI) Corp. Limited, the accumulated financing amount shall not exceed 40% of the net asset value of the Company.

(8) For EA Cable Assemblies GmbH, the individual loan amount and total amount of loans between the foreign subsidiaries which are held directly or indirectly 100% of voting share by the Company shall not exceed 200% of the net value of the lending company and 500% of the net value of parent company.

(9) For BizLink Technology (Belgium) NV, the individual loan amount and total amount of loans between the foreign subsidiaries which are held directly or indirectly 100% of voting share by the Company shall not exceed 200% of the net value of the lending company and 500% of the net value of parent company.

(10) For Speedy Industrial Supplies Pte Ltd, the individual loan amount and total amount of loans between the foreign subsidiaries which are held directly or indirectly 100% of voting share by the Company shall not exceed 500% of the net value of the lending company and 500% of the net value of parent company.

(11) For BizLink Silitherm s.r.l., the individual loan amount and total amount of loans between the foreign subsidiaries which are held directly or indirectly 100% of voting share by the Company shall not exceed 500% of the net value of the lending company and 500% of the net value of parent company.

(12) For BizLink Systems Spain, S.L.U., the individual loan amount and total amount of loans between the foreign subsidiaries which are held directly or indirectly 100% of voting share by the Company shall not exceed 500% of the net value of the lending company and 500% of the net value of parent company.

(13) For BizLink Industry Germany GmbH, the individual loan amount and total amount of loans between the foreign subsidiaries which are held directly or indirectly 100% of voting share by the Company shall not exceed 400 times of the net value of the lending company and 500% of the net value of parent company.

(14) For BizLink Industry Slovakia Spol. s.r.o. individual loan amount and total amount of loans between the foreign subsidiaries which are held directly or indirectly 100% of voting share by the Company shall not exceed 200% of the net value of the lending company and 500% of the net value of parent company.

(15) Except for the changes in the original currency, the increase (decrease) amount of individual subsidiary in the current month including effects from changes in exchange rate.

BizLink Holding Inc. and subsidiaries  
Provision of endorsements and guarantees to others  
Six months ended June 30, 2022

Table 2

Expressed in thousands of NTD  
(Except as otherwise indicated)

Number (Note 1)	Endorser/guarantor	Party being endorsed/ guaranteed		Limit on endorsements/ guarantees provided for a single party (Note 3)	Maximum outstanding endorsement/ guarantee amount during the six months ended June 30, 2022 (Note 4)	Outstanding endorsement/ guarantee amount at June 30, 2022 (Note 4)	Actual amount drawn down	Amount of endorsements/g uarantees 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 (Note 3)	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 2)											
0	BizLink Holding Inc.	BizLink (BVI) Corp. Limited	2	\$ 28,294,893	\$ 677,925	\$ -	\$ -	\$ -	0.00%	\$ 28,294,893	Y	N	N	
0	BizLink Holding Inc.	BizLink (BVI) Corp. Limited	2	28,294,893	951,040	951,040	109	-	5.04%	28,294,893	Y	N	N	
0	BizLink Holding Inc.	BizLink (BVI) Corp. Limited	2	28,294,893	44,580	44,580	2,183	-	0.24%	28,294,893	Y	N	N	
0	BizLink Holding Inc.	BizLink (BVI) Corp. Limited, BizLink International Corp.	2	28,294,893	594,400	594,400	4,766	-	3.15%	28,294,893	Y	N	N	
0	BizLink Holding Inc.	BizLink International Corp.	2	28,294,893	300,000	-	-	-	0.00%	28,294,893	Y	N	N	
0	BizLink Holding Inc.	BizLink Technology Inc. 、 BizLink Tech Inc.	2	28,294,893	118,880	118,880	-	-	0.63%	28,294,893	Y	N	N	
0	BizLink Holding Inc.	BizLink Technology (S.E.A.) Sdn. Bhd.	2	28,294,893	6,809	6,746	-	-	0.04%	28,294,893	Y	N	N	
0	BizLink Holding Inc.	BizLink (BVI) Corp. Limited	2	28,294,893	44,580	44,580	1,705	-	0.24%	28,294,893	Y	N	N	
0	BizLink Holding Inc.	BizLink (BVI) Corp. Limited	2	28,294,893	743,000	743,000	-	-	3.94%	28,294,893	Y	N	N	
0	BizLink Holding Inc.	BizLink International Corp.	2	28,294,893	50,000	50,000	50,000	-	0.27%	28,294,893	Y	N	N	
0	BizLink Holding Inc.	BizLink (BVI) Corp. Limited	2	28,294,893	44,580	44,580	-	-	0.24%	28,294,893	Y	N	N	
0	BizLink Holding Inc.	BizLink International Corp.	2	28,294,893	150,000	150,000	-	-	0.80%	28,294,893	Y	N	N	
0	BizLink Holding Inc.	BizLink International Corp.	2	28,294,893	200,000	-	-	-	0.00%	28,294,893	Y	N	N	
0	BizLink Holding Inc.	BizLink (BVI) Corp. Limited, BizLink International Corp.	2	28,294,893	891,600	891,600	116,000	-	4.73%	28,294,893	Y	N	N	



Number (Note 1)	Endorser/guarantor	Party being endorsed/ guaranteed		Limit on	Maximum	Outstanding	Actual amount	Amount of	Ratio of accumulated	Ceiling on total	Provision of	Provision of	Footnote	
		Relationship with	endorsements/ guarantees	endorsement/ guarantee amount	endorsement/ guarantee amount to				endorsements/ guarantees by	endorsements/ guarantees to				
		the Endorser/ guarantor (Note 2)	provided for a single party (Note 3)	during the six months ended June 30, 2022 (Note 4)	at June 30, 2022 (Note 4)	drawn down	secured with collateral	net asset value of the Endorser/guarantor company	amount of endorsements/ guarantees provided (Note 3)	parent company to subsidiary	endorsements/ guarantees by subsidiary to parent company	the party in Mainland China		
0	BizLink Holding Inc.	BizLink Technology (Changzhou) Limited, BizLink Technology (Xiamen) Ltd.	2	\$ 28,294,893	\$ 744,010	\$ -	\$ -	\$ -	0.00%	\$ 28,294,893	Y	N	Y	
0	BizLink Holding Inc.	BizLink Technology (Changzhou) Limited, BizLink Technology (Xiamen) Ltd, BizLink Special Cables (Changzhou) Co., Ltd.	2	28,294,893	730,667	730,667	334,112	-	3.87%	28,294,893	Y	N	Y	
0	BizLink Holding Inc.	BizLink Technology (Changzhou) Limited, BizLink Technology (Xiamen) Ltd. Xiang Yao Electronics (Shen Zhen)Co., Ltd., BizLink (Kunshan) Co., Ltd., BizLink Electronics (Xiamen) Co., Ltd.	2	28,294,893	58,619	57,568	46,750	-	0.31%	28,294,893	Y	N	Y	
0	BizLink Holding Inc.	BizLink Technology (Slovakia) S.R.O.	2	28,294,893	118,880	118,880	118,880	-	0.63%	28,294,893	Y	N	N	
0	BizLink Holding Inc.	BizLink (BVI) Corp. Limited	2	28,294,893	74,300	74,300	-	-	0.39%	28,294,893	Y	N	N	
0	BizLink Holding Inc.	BizLink Technology (Ireland) Ltd.	2	28,294,893	14,860	14,860	11,869	-	0.08%	28,294,893	Y	N	N	
0	BizLink Holding Inc.	BizLink International Corp.	2	28,294,893	450,000	450,000	330,000	-	2.39%	28,294,893	Y	N	N	
0	BizLink Holding Inc.	BizLink (BVI) Corp.	2	28,294,893	148,600	148,600	62,423	-	0.79%	28,294,893	Y	N	N	
0	BizLink Holding Inc.	BizLink (BVI) Corp. Limited	2	28,294,893	29,720	29,720	752	-	0.16%	28,294,893	Y	N	N	
0	BizLink Holding Inc.	BizLink Technology (Slovakia) S.R.O.	2	28,294,893	494,756	481,298	-	-	2.55%	28,294,893	Y	N	N	
0	BizLink Holding Inc.	BizLink Technology (S.E.A.) Sdn. Bhd.	2	28,294,893	148,600	148,600	-	-	0.79%	28,294,893	Y	N	N	

Number (Note 1)	Endorser/guarantor	Party being endorsed/ guaranteed		Limit on	Maximum	Outstanding	Actual amount	Amount of	Ratio of accumulated	Ceiling on total	Provision of	Provision of	Footnote	
		Relationship with	endorsements/	outstanding	endorsement/				endorsement/	amount of	endorsements/			endorsements/
		Company name	the Endorser/ guarantor (Note 2)	provided for a single party (Note 3)	guarantee amount during the six months ended June 30, 2022 (Note 4)	guarantee amount at June 30, 2022 (Note 4)	drawn down	endorsements/g uarantees secured with collateral	guarantee amount to net asset value of the Endorser/guarantor company	amount of endorsements/ guarantees provided (Note 3)	parent company to subsidiary	endorsements/ guarantees by subsidiary to parent company	endorsements/ guarantees to the party in Mainland China	
0	BizLink Holding Inc.	BizLink (BVI) Corp. Limited	2	\$ 28,294,893	\$ 17,685	\$ -	\$ -	\$ -	0.00%	\$ 28,294,893	Y	N	N	
0	BizLink Holding Inc.	BizLink (BVI) Corp. Limited	2	28,294,893	26,748	-	-	-	0.00%	28,294,893	Y	N	N	
0	BizLink Holding Inc.	BizLink (BVI) Corp. Limited	2	28,294,893	118,880	118,880	118,880	-	0.63%	28,294,893	Y	N	N	
0	BizLink Holding Inc.	BizLink elocab GmbH	2	28,294,893	230,863	224,583	224,583	-	1.19%	28,294,893	Y	N	N	
0	BizLink Holding Inc.	BizLink Special Cables Germany GmbH, Bizlink Eloca bGmbH, BizLink Special Cables (Changzhou) Co., Ltd., BizLink Industry Slovakia Spol. s.r.o.	2	28,294,893	127,679	124,206	124,206	-	0.66%	28,294,893	Y	N	Y	
0	BizLink Holding Inc.	BizLink Special Cables Germany GmbH, Bizlink Eloca bGmbH, BizLink Special Cables (Changzhou) Co., Ltd., BizLink Industry Slovakia Spol. s.r.o.	2	28,294,893	319,197	310,515	310,515	-	1.65%	28,294,893	Y	N	Y	
0	BizLink Holding Inc.	BizLink Silitherm S.R.L.	2	28,294,893	383,037	372,617	372,617	-	1.98%	28,294,893	Y	N	N	
0	BizLink Holding Inc.	BizLink Industry Czech s.r.o.	2	28,294,893	9,981	9,936	-	-	0.05%	28,294,893	Y	N	N	
1	BizLink Technology Inc.	BizLink Tech Inc.	2	3,034,848	68,827	68,827	21,795	-	0.36%	3,034,848	N	N	N	
1	BizLink Technology Inc.	BizLink Tech Inc.	2	3,034,848	112,399	112,399	95,539	-	0.60%	3,034,848	N	N	N	
2	BizLink (BVI) Corp.	BizLink Technology SRB D.O.O.	2	1,334,204	19,581	19,048	19,048	24,916	0.10%	1,334,204	N	N	N	
2	BizLink (BVI) Corp.	BizLink Technology SRB D.O.O.	2	1,334,204	7,837	7,623	7,623	9,972	0.04%	1,334,204	N	N	N	
2	BizLink (BVI) Corp.	BizLink Technology SRB D.O.O.	2	1,334,204	36,564	35,569	35,569	46,712	0.19%	1,334,204	N	N	N	
3	BizLink (BVI) Corp. Limited	BizLink Holding Inc.	3	7,599,804	572,500	-	-	-	0.00%	7,599,804	N	Y	N	
4	EA Cable Assemblies GmbH	BizLink Robotic Solutions Germany GmbH	2	39,069,125	656	638	638	-	0.00%	39,069,125	N	N	N	

Number (Note 1)	Endorser/guarantor	Party being endorsed/ guaranteed		Limit on	Maximum outstanding endorsement/	Outstanding endorsement/ guarantee amount at June 30, 2022 (Note 4)	Actual amount drawn down	Amount of endorsements/g uarantees secured with collateral	Ratio of accumulated	Ceiling on total	Provision of	Provision of endorsements/ guarantees to the party in Mainland China	Footnote	
		Relationship with the Endorser/ guarantor (Note 2)	provided for a single party (Note 3)	guarantees	guarantee amount during the six months ended June 30, 2022 (Note 4)				endorsement/ guarantee amount to net asset value of the Endorser/guarantor company	amount of endorsements/ guarantees provided (Note 3)	endorsements/ guarantees by parent company to subsidiary			
4	EA Cable Assemblies GmbH	BizLink Industry Slovakia Spol. s.r.o., BizLink Tailor-Made Cable UK Ltd., BizLink Industry Czech s.r.o.	2	\$ 39,069,125	\$ 7,980	\$ 7,763	\$ 7,763	\$ -	0.04%	\$ 39,069,125	N	N	N	
4	EA Cable Assemblies GmbH	BizLink Holding Inc.	3	39,069,125	8,139,533	7,918,121	7,918,121	-	41.98%	39,069,125	N	Y	N	Note 3(9)
5	Speedy Industrial Supplies Pte Ltd.	BizLink Holding Inc.	3	53,788,255	8,139,533	7,918,121	7,918,121	-	41.98%	53,788,255	N	Y	N	Note 3(9)
6	BizLink Special Cables GmbH	BizLink Industry Germany GmbH	2	5,112,095	1,248	1,242	1,242	-	0.01%	5,112,095	N	N	N	

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: Relationship between the endorser/guarantor and the party being endorsed/guaranteed is classified into the following seven categories; fill in the number of category each case belongs to:

- (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.

Note 3: The regulation of endorsement guarantee provided by the Company:

- (1) The amount of endorsement provided by the Company for a single enterprise and as whole shall be limited to 150% of the net value of the Company's audited or reviewed consolidated financial statements by independent auditors in the most recent period.
- (2) The amount of endorsement provided by the Company and subsidiaries for a single enterprise and as whole shall be limited to 150% of the net value of the Company's audited or reviewed consolidated financial statements by accountant in the most recent period.
- (3) The endorsement between the companies which the Company directly or indirectly holds 100% of voting right is not limited but shall not exceed 10 times of the net value of the Company's audited or reviewed consolidated financial statements by independent auditors in the most recent period.
- (4) For BizLink Holding Inc., the amount of endorsement provided for a single enterprise shall be limited to 200% of the net value, and the amount of endorsement as whole shall be limited to 200% of the net value.
- (5) For BizLink (BVI) Corp., the amount of endorsement provided for a single enterprise shall be limited to 300% of the net value, and the amount of endorsement as whole shall be limited to 300% of the net value.
- (6) For BizLink (BVI) Corp. Limited, the amount of endorsement provided for a single enterprise shall be limited to 300% of the net value, and the amount of endorsement as whole shall be limited to 300% of the net value.
- (7) For EA Cable Assemblies GmbH, the amount of endorsement provided for a single enterprise shall be limited to 500% of the net value, and the amount of endorsement as whole shall be limited to 500% of the net value.
- (8) For Speedy Industrial Supplies Pte Ltd, the amount of endorsement provided for a single enterprise shall be limited to 500% of the net value, and the amount of endorsement as whole shall be limited to 500% of the net value.
- (9) This is a joint endorsement provided by EA Cable Assemblies GmbH. and Speedy Industrial Supplies Pte Ltd. to BizLink Holding Inc.
- (10) For BizLink Special Cables GmbH, the amount of endorsement provided for a single enterprise shall be limited to 500% of the net value, and the amount of endorsement as whole shall be limited to 500% of the net value.

Note 4: The maximum balance for the period and ending balance are presented in New Taiwan dollars. Foreign currencies are converted into New Taiwan dollars; the exchange rate was US\$1=NT\$29.72; MYR1=NT\$6.748, RMB1=NT\$4.439 and EUR1=NT\$31.05 as of June 30, 2022.

BizLink Holding Inc. and subsidiaries  
Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures)  
June 30, 2022

Table 3

Expressed in thousands of NTD  
(Except as otherwise indicated)

Securities held by	Marketable securities	Relationship with the securities issuer	General ledger account	As at June 30, 2022				
				Number of shares (Note 5)	Book value (Note 2)	Ownership (%)	Fair value (Note 2)	Footnote
The Company	<u>Stocks</u>							
	LILEE SYSTEMS, LTD.	—	Financial assets at fair value through other comprehensive income - non-current	142,857	\$ -	1.20%	\$ -	—
	TILOPA HOLDING INC.	Substantive related party	Financial assets at fair value through other comprehensive income - non-current	2,400,000	161,404	17.80%	161,404	—
BizLink Technology Inc.	<u>Stocks</u>							
	WELLS FARGO & CO.	—	Financial assets at fair value through profit or loss - current	400	467	-	467	—
	TRANSOCEAN LTD.	—	Financial assets at fair value through profit or loss - current	800	79	-	79	—
	CNOOC LTD	—	Financial assets at fair value through profit or loss - current	200	-	-	-	—
	WALT DISNEY CO.	—	Financial assets at fair value through profit or loss - current	100	281	-	281	—
BizLink (BVI) Corp.	<u>Stocks</u>							
	RAINBOW STAR GROUP LIMITED	—	Financial assets at fair value through other comprehensive income - non-current	20,000	30,047	26.05%	30,047	Note 4
	PRIME RICH INTERNATIONAL CO., LTD	—	Financial assets at fair value through other comprehensive income - non-current	600,000	25,179	6.00%	25,179	—

Securities held by	Marketable securities	Relationship with the securities issuer	General ledger account	As at June 30, 2022				
				Number of shares (Note 5)	Book value (Note 2)	Ownership (%)	Fair value (Note 2)	Footnote
BizLink (BVI) Corp.	<u>Beneficiary certificates of funds</u>							
	WI HARPER FUND IX LP	—	Financial assets at fair value through profit or loss - non-current	-	\$ 30,534	3.25%	\$ 30,534	—
	AMED VENTURES GROWTHLINK FUND, L.P.	—	Financial assets at fair value through profit or loss - non-current	-	86,033	48.00%	86,033	—
BizLink International Corp.	<u>Stocks</u>							
	Anqing Innovation Co., Ltd.	—	Financial assets at fair value through other comprehensive income - non-current	2,076,000	12,234	4.50%	12,234	—
	Centera Photonics Inc.	—	Financial assets at fair value through other comprehensive income - non-current	1,000,000	2,623	3.10%	2,623	—
	Centera Photonics Inc.	—	Financial assets at fair value through profit or loss - current	1,627,746	48,670	Preferred share	48,670	—
	Togowin Technology Co., Ltd.	—	Financial assets at fair value through other comprehensive income - non-current	1,815,699	99,827	7.25%	99,827	—
	<u>Beneficiary certificates of funds</u>							
	Mesh Cooperative Ventures, Inc.	—	Financial assets at fair value through profit or loss - non-current	-	18,116	2.46%	18,116	—
Zellwood International Corp.	<u>Equity investments</u>							
	AMED VENTURE I, L.P.	—	Financial assets at fair value through other comprehensive income - non-current	-	31,083	4.56%	31,083	Note 3

Securities held by	Marketable securities	Relationship with the securities issuer	General ledger account	As at June 30, 2022				
				Number of shares (Note 5)	Book value (Note 2)	Ownership (%)	Fair value (Note 2)	Footnote
Xiang Yao Electronics (Shen Zhen) Co., Ltd.	<u>Equity investments</u>							
	Datlink Electronic (Shenzhen) Co., Ltd.	—	Financial assets at fair value through other comprehensive income - non-current	-	\$ 2,793	8.61%	\$ 2,793	Note 3

Note 1: Marketable securities in the table refer to stocks, bonds, beneficiary certificates and other related derivative securities.

Note 2: Above amounts are presented in New Taiwan dollar. Foreign currency is converted into New Taiwan dollar; the exchange rate was US\$1=NT\$29.72 as of June 30, 2022.

Note 3: It is a limited company without shares.

Note 4: The Company is not able to exercise significant influence over this company; therefore, marketable securities are measured at fair value through other comprehensive income.

Note 5: Expressed in shares.

BizLink Holding 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

Six months ended June 30, 2022

Table 4

Expressed in thousands of NTD  
(Except as otherwise indicated)

Investor	Marketable securities	General ledger account	Counterparty	Relationship with the counterparty	Balance as at January 1, 2022		Acquisition		Disposal				Balance at June 30, 2022	
					Number of shares (Note 3)	Amount	Number of shares (Note 3)	Amount	Number of shares	Selling price	Book value	Gains (losses) on disposal	Number of shares (Note 3)	Amount (Note 4)
The Company	<u>Equity investments</u>													
	Speedy Industrial Supplies Pte Ltd	Investments accounted for under equity method	Speedy Industrial Supplies Pte Ltd	Subsidiaries	2,000,000	\$ 1,804,002	271,000,000	\$ 9,619,993 (Note 1)	-	\$ -	\$ -	\$ -	273,000,000	\$ 11,423,995
Speedy Industrial Supplies Pte Ltd	EA Cable Assemblies GmbH	Investments accounted for under equity method	EA Cable Assemblies GmbH	Subsidiaries	1	32,274	-	7,781,533 (Note 2)	-	-	-	-	1	7,813,807
	BizLink Special Cables (Changzhou) Co., Ltd.	Investments accounted for under equity method	LEONI elobel GmbH	Not applicable	-	-	-	1,481,571 (Note 2)	-	-	-	-	-	1,481,571
EA Cable Assemblies GmbH	BizLink Special Cables Germany GmbH	Investments accounted for under equity method	LEONI Industry Holding GmbH	Not applicable	-	-	-	937,049 (Note 2)	-	-	-	-	-	937,049
	BizLink elocab GmbH	Investments accounted for under equity method	LEONI Industry Holding GmbH	Not applicable	-	-	-	4,662,933 (Note 2)	-	-	-	-	-	4,662,933
	BizLink Silitherm S.r.l.	Investments accounted for under equity method	LEONI Industry Holding GmbH	Not applicable	-	-	-	3,052,867 (Note 2)	-	-	-	-	-	3,052,867
	BizLink Systems Spain,S.L.U.	Investments accounted for under equity method	LEONI Wiring Systems France S.A.S.	Not applicable	-	-	-	552,012 (Note 2)	-	-	-	-	-	552,012

Note 1: The Company newly invested in Speedy Industrial Supplies Pte Ltd in the amount of \$8,523,417 in the period, including gains on investments recognised in the period and adjustment of changes in net value.

Note 2: The Company acquired a 100% equity interest in the industry application business group of Leoni AG through Speedy Industrial Supplies Pte Ltd and EA Cable Assemblies GmbH and obtained control power over it, the total acquisition price was \$9,933,309. The table disclosed new acquisition of shares exceeding \$300 million or 20% of paid-in capital by Speedy Industrial Supplies Pte Ltd and EA Cable Assemblies GmbH.

Acquisition in the period including gains on investments recognised in the period and adjustment of changes in net value.

Note 3: Expressed in shares.

Note 4: The amount was eliminated upon consolidation.

BizLink Holding Inc. and subsidiaries  
Acquisition of real estate reaching NT\$300 million or 20% of paid-in capital or more  
Six months ended June 30, 2022

Table 5

Expressed in thousands of NTD  
(Except as otherwise indicated)

If the counterparty is a related party, information as to the last transaction of the real estate is disclosed below													
Real estate acquired by	Real estate acquired	Date of the event	Transaction amount	Status of payment	Counterparty	Relationship with the counterparty	Original owner who sold the real estate to the counterparty	Relationship between the original owner and the acquirer	Date of the original transaction	Amount	Basis or reference used in setting the price	Reason for acquisition of real estate and status of the real estate	Other commitments
BizLink Technology (Xiamen) Limited	Buildings	January 18, 2022	\$ 434,858 RMB 98,200	Paid in full	XIAMEN HAICANG INVESTMENT GROUP CO.,LTD.	Non-related parties	-	-	-	\$ -	Refer to professional valuation agencies for valuation information	For operational use	None.
BizLink Technology (Changzhou) Limited	Buildings	July 20, 2020	801,520 RMB 181,000	By the construction progress	Jiangsu Jiangdu Construction Group Co., Ltd.	Non-related parties	-	-	-	-	Not applicable (Note)	For operational use	None.

Note: There was a contract with a third party to construct on its land, thus the appraisal report was not required.



BizLink Holding Inc. and subsidiaries  
Purchases or sales of goods from or to related parties reaching NT\$100 million or 20% of paid-in capital or more  
Six months ended June 30, 2022

Table 6

Expressed in thousands of NTD  
(Except as otherwise indicated)

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction			Compared to third party transactions		Notes/accounts receivable (payable)			Footnote
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Ending Balance (Note 2)	Percentage of total notes/accounts receivable (payable)	
BizLink (Kunshan) Co., Ltd.	BizLink (BVI) Corp. Limited	The same parent company	Sales	\$ 4,495,461	86	180 days after monthly billings	Note 3	Note 3	\$ 3,087,467	87	
BizLink (Kunshan) Co., Ltd.	BizLink International Corp.	The same parent company	Sales	255,514	5	180 days after monthly billings	Note 3	Note 3	202,919	6	
BizLink Technology (S.E.A.) Sdn. Bhd.	BizLink (BVI) Corp. Limited	The same parent company	Sales	657,786	39	180 days after monthly billings	Note 3	Note 3	224,015	27	
BizLink Electronics (Xiamen) Co., Ltd.	BizLink (BVI) Corp. Limited	The same parent company	Sales	686,698	82	180 days after monthly billings	Note 3	Note 3	906,335	91	
Xiang Yao Electronics (Shen Zhen) Co., Ltd.	BizLink (BVI) Corp. Limited	The same parent company	Sales	1,985,973	100	180 days after monthly billings	Note 3	Note 3	782,171	100	Note 4
BizLink Tech Inc.	BizLink Technology Inc.	The same parent company	Sales	388,041	60	180 days after monthly billings	Note 3	Note 3	36,400	19	
BizLink (BVI) Corp. Limited	BizLink Technology Inc.	The same parent company	Sales	3,937,351	32	180 days after monthly billings	Note 3	Note 3	2,705,942	28	
BizLink (BVI) Corp. Limited	BizLink (Kunshan) Co., Ltd.	The same parent company	Sales	2,946,418	24	180 days after monthly billings	Note 3	Note 3	3,525,630	37	

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction				Compared to third party transactions		Notes/accounts receivable (payable)		Footnote
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Ending Balance (Note 2)	Percentage of total notes/accounts receivable (payable)	
BizLink (BVI) Corp. Limited	BizLink Technology (Ireland) Ltd.	The same parent company	Sales	\$ 1,355,058	11	180 days after monthly billings	Note 3	Note 3	\$ 702,727	7	
BizLink (BVI) Corp. Limited	Xiang Yao Electronics (Shen Zhen) Co., Ltd.	The same parent company	Sales	438,623	4	180 days after monthly billings	Note 3	Note 3	82,187	1	
BizLink (BVI) Corp. Limited	BizLink Technology (S.E.A.) Sdn. Bhd.	The same parent company	Sales	192,124	2	180 days after monthly billings	Note 3	Note 3	103,825	1	
Tong Ying Electronics (Shen Zhen) Ltd.	BizLink (Kunshan) Co., Ltd.	The same parent company	Sales	108,969	41	180 days after monthly billings	Note 3	Note 3	110,970	37	
BizLink Technology (Slovakia) S.R.O.	BizLink Technology SRB D.O.O.	The same parent company	Sales	176,074	20	30 days after monthly billings	Note 3	Note 3	38,728	17	
BizLink Technology (Xiamen) Limited	BizLink Technology (Belgium) NV	The same parent company	Sales	151,853	18	60 days after monthly billings	Note 3	Note 3	87,320	21	
BizLink Special Cables Germany GmbH	BizLink Industry Slovakia Spol. s.r.o.	The same parent company	Sales	216,919	6	15 days after monthly billings	Note 3	Note 3	-	-	
BizLink Special Cables Germany GmbH	BizLink Special Cables (Changzhou) Co., Ltd.	The same parent company	Sales	150,287	4	75 days after monthly billings	Note 3	Note 3	89,500	22	
BizLink Industry Slovakia Spol. s.r.o.	BizLink Special Cables Germany GmbH	The same parent company	Sales	1,271,811	91	15 days after monthly billings	Note 3	Note 3	207,222	78	
BizLink Special Cables (Changzhou) Co., Ltd.	BizLink Special Cables Germany GmbH	The same parent company	Sales	291,431	18	75 days after monthly billings	Note 3	Note 3	157,632	18	
Speedy Industrial Supplies Pte Ltd	SIS Speedy Industrial Supplies Sdn. Bhd.	The same parent company	Sales	148,735	17	120 days after monthly billings	Note 3	Note 3	101,507	24	

Table 6, Page 2

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction			Compared to third party transactions		Notes/accounts receivable (payable)			Footnote
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Ending Balance (Note 2)	Percentage of total notes/accounts receivable (payable)	
SIS Speedy Industrial Supplies Sdn. Bhd.	Speedy Industrial Supplies Pte Ltd	The same parent company	Sales	\$ 147,153	100	120 days after monthly billings	Note 3	Note 3	\$ 67,532	100	Note 4

Note 1: The above amounts of assets accounts and liabilities accounts are converted by exchange rate US\$1=29.72 into New Taiwan dollars as of June 30, 2022. The amounts of income accounts are converted by average exchange rate US\$1=28.7247 into New Taiwan dollars for the six months ended June 30, 2022.

Note 2: The amount was eliminated upon consolidation.

Note 3: For the general customer, the sale prices were based on general market prices. The sales transactions between the Group and related parties are priced at reasonable profits, so the sale prices to related parties cannot be compared with non-related the terms of payment are not significantly different from non-related parties.

Note 4: There is no sales to unrelated parties.

BizLink Holding Inc.

Receivables from related parties reaching NT\$100 million or 20% of paid-in capital or more

June 30, 2022

Table 7

Expressed in thousands of NTD  
(Except as otherwise indicated)

Creditor	Counterparty	Relationship with the counterparty	Balance as at June 30, 2022 (Notes 1 and 2)	Turnover rate	Overdue receivables		Amount collected subsequent to the balance sheet date (Note 3)	Allowance for Creditor Counterparty doubtful accounts
					Amount	Action taken		
<u>Accounts receivable</u>								
BizLink (Kunshan) Co., Ltd.	BizLink (BVI) Corp. Limited	The same parent company	\$ 3,087,467	3.05	\$ -	—	\$ 903,444	-
BizLink (Kunshan) Co., Ltd.	BizLink International Corp.	The same parent company	202,919	5.97			118,880	-
BizLink Technology (S.E.A.) Sdn. Bhd.	BizLink (BVI) Corp. Limited	The same parent company	224,015	4.64	-	—	-	-
BizLink Electronics (Xiamen) Co., Ltd.	BizLink (BVI) Corp. Limited	The same parent company	906,335	1.89	94,529	Generally arranged by group based on the capital situation of subsidiaries	149,733	-
BizLink (BVI) Corp. Limited	BizLink Technology Inc.	The same parent company	2,705,942	3.60	-	—	377,312	-
BizLink (BVI) Corp. Limited	BizLink (Kunshan) Co., Ltd.	The same parent company	3,525,630	2.45	-	—	481,324	-
BizLink (BVI) Corp. Limited	BizLink Technology (S.E.A.) Sdn. Bhd.	The same parent company	103,825	1.92	-	—	-	-
BizLink (BVI) Corp. Limited	BizLink Technology (Ireland) Ltd.	The same parent company	702,727	3.59	-	—	252,172	-
BizLink (BVI) Corp. Limited	Accell Corp.	The same parent company	130,977	0.54	92,753	Generally arranged by group based on the capital situation of subsidiaries	-	-
BizLink (BVI) Corp. Limited	BizLink Tech Inc.	The same parent company	151,379	0.74	80,918	Generally arranged by group based on the capital situation of subsidiaries	-	-
Xiang Yao Electronics (Shen Zhen) Co., Ltd.	BizLink (BVI) Corp. Limited	The same parent company	782,171	5.51	-	—	314,140	-
Bizconn Int'l Corp (Shen Zhen)	BizLink (BVI) Corp. Limited	The same parent company	242,212	0.93	96,325	Generally arranged by group based on the capital situation of subsidiaries	51,416	-
Speedy Industrial Supplies Pte Ltd	SIS Speedy Industrial Supplies Sdn. Bhd.	The same parent company	101,507	0.60	-	—	41,315	-
Tong Ying Electronics (Shen Zhen) Ltd.	BizLink (Kunshan) Co., Ltd.	The same parent company	110,970	1.96	-	—	31,859	-
BizLink Industry Slovakia Spol. s.r.o.	BizLink Special Cables Germany GmbH	The same parent company	207,222	2.79	-	—	207,222	-

Creditor	Counterparty	Relationship with the counterparty	Balance as at June 30, 2022 (Notes 1 and 2)	Turnover rate	Overdue receivables		Amount collected subsequent to the balance sheet date (Note 3)	Allowance for Creditor Counterparty doubtful accounts
					Amount	Action taken		
<u>Accounts receivable</u>								
BizLink Special Cables (Changzhou) Co., Ltd.	BizLink Special Cables Germany GmbH	The same parent company	\$ 157,632	1.76	\$ -	—	\$ 47,092	\$ -
<u>Other receivables</u>								
BizLink Holding Inc.	BizLink (BVI) Corp. Limited	Subsidiaries	1,963,602	Not applicable	-	—	-	-
BizLink Holding Inc.	BizLink Technology (Slovakia) S.R.O.	Subsidiaries	181,744	Not applicable	-	—	-	-
BizLink Holding Inc.	Speedy Industrial Supplies Pte Ltd.	Subsidiaries	3,429,323	Not applicable	-	—	-	-
EA Cable Assemblies (Hong Kong) Co., Limited	BizLink Holding Inc.	Parent company	118,880	Not applicable	-	—	-	-
BizLink International Corp.	BizLink (BVI) Corp. Limited	The same parent company	109,449	Not applicable	-	—	-	-
BizLink Technology (Ireland) Ltd.	BizLink Technology SRB D.O.O.	The same parent company	108,680	Not applicable	-	—	-	-
BizLink (BVI) Corp. Limited	BizLink (BVI) Corp.	The same parent company	270,091	Not applicable	-	—	-	-
BizLink (Kunshan) Co., Ltd.	BizLink Special Cables (Changzhou) Co., Ltd.	The same parent company	765,171	Not applicable	-	—	-	-
Speedy Industrial Supplies Pte Ltd.	EA Cable Assemblies GmbH	The same parent company	1,473,840	Not applicable	-	—	-	-
Speedy Industrial Supplies Pte Ltd.	BizLink elocab GmbH	The same parent company	1,096,816	Not applicable	-	—	-	-
Speedy Industrial Supplies Pte Ltd.	BizLink Industry Slovakia Spol.s.r.o.	The same parent company	818,808	Not applicable	-	—	-	-
BizLink Technology (Belgium) NV	BizLink Technology SRB D.O.O.	The same parent company	208,045	Not applicable	-	—	-	-
BizLink Industry Germany GmbH	BizLink Robotic Solutions USA, Inc.	The same parent company	130,462	Not applicable	-	—	-	-
BizLink Industry Germany GmbH	BizLink elocab GmbH	The same parent company	595,644	Not applicable	-	—	-	-
BizLink Industry Germany GmbH	BizLink Robotic Solutions Germany GmbH	The same parent company	201,834	Not applicable	-	—	-	-
BizLink Industry Germany GmbH	BizLink Robotic Solutions France S.A.S.	The same parent company	215,301	Not applicable	-	—	-	-

Creditor	Counterparty	Relationship with the counterparty	Balance as at June 30, 2022 (Notes 1 and 2)	Turnover rate	Overdue receivables		Amount collected subsequent to the balance sheet date (Note 3)	Allowance for Creditor Counterparty doubtful accounts
					Amount	Action taken		
BizLink Systems Spain, S.L.U.	BizLink Industry Germany GmbH	The same parent company	\$ 530,887	Not applicable	\$ -	—	\$ -	\$ -
BizLink Silitherm s.r.l.	BizLink Industry Germany GmbH	The same parent company	794,042	Not applicable	-	—	-	-

Note 1: Above amounts are presented in New Taiwan dollar. Foreign currency is converted into New Taiwan dollar; the exchange rate was US\$1=NT\$29.72 as of June 30, 2022.

Note 2: The amount was eliminated upon consolidation.

Note 3: The subsequent collections are amounts collected as at August 31, 2022.

BizLink Holding Inc. and subsidiaries  
Significant inter-company transactions during the reporting periods  
Six months ended June 30, 2022

Table 8

Expressed in thousands of NTD  
(Except as otherwise indicated)

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			Percentage of consolidated total operating revenues or total assets (Note 3)
				General ledger account	Amount (Notes 4 and 5)	Transaction terms	
0	BizLink Holding Inc.	BizLink (BVI) Corp. Limited	1	Other receivables	\$ 1,963,602		4
0	BizLink Holding Inc.	Speedy Industrial Supplies Pte Ltd	1	Other receivables	3,429,323		7
0	BizLink Holding Inc.	BizLink Technology (Slovakia) S.R.O.	1	Other receivables	181,744		-
1	BizLink International Corp.	BizLink (BVI) Corp. Limited	3	Other receivables	109,449		-
2	BizLink (Kunshan) Co., Ltd.	BizLink (BVI) Corp. Limited	3	Sales of goods	4,495,461	180 days after monthly billings, the date of payment was 25 of every month	18
2	BizLink (Kunshan) Co., Ltd.	BizLink (BVI) Corp. Limited	3	Accounts receivable	3,087,467	180 days after monthly billings, the date of payment was 25 of every month	6
2	BizLink (Kunshan) Co., Ltd.	BizLink (BVI) Corp. Limited	3	Sales of goods	255,514	180 days after monthly billings, the date of payment was 25 of every month	1
2	BizLink (Kunshan) Co., Ltd.	BizLink International Corp.	3	Accounts receivable	202,919	180 days after monthly billings, the date of payment was 25 of every month	-
2	BizLink (Kunshan) Co., Ltd.	BizLink Special Cables (Changzhou) Co., Ltd.	3	Other receivables	765,171		1
3	BizLink Technology (S.E.A.) Sdn. Bhd.	BizLink (BVI) Corp. Limited	3	Sales of goods	657,786	180 days after monthly billings, the date of payment was 25 of every month	3
3	BizLink Technology (S.E.A.) Sdn. Bhd.	BizLink (BVI) Corp. Limited	3	Accounts receivable	224,015	180 days after monthly billings, the date of payment was 25 of every month	-
4	BizLink Electronics (Xiamen) Co., Ltd.	BizLink (BVI) Corp. Limited	3	Sales of goods	686,698	180 days after monthly billings, the date of payment was 25 of every month	3
4	BizLink Electronics (Xiamen) Co., Ltd.	BizLink (BVI) Corp. Limited	3	Accounts receivable	906,335	180 days after monthly billings, the date of payment was 25 of every month	2
5	Tong Ying Electronics (Shen Zhen) Ltd.	BizLink (Kunshan) Co., Ltd.	3	Sales of goods	108,969	180 days after monthly billings, the date of payment was 25 of every month	-
5	Tong Ying Electronics (Shen Zhen) Ltd.	BizLink (Kunshan) Co., Ltd.	3	Accounts receivable	110,970	180 days after monthly billings, the date of payment was 25 of every month	-
6	BizLink Tech Inc.	BizLink Technology Inc.	3	Sales of goods	388,041	180 days after monthly billings, the date of payment was 25 of every month	2
7	BizLink Technology (Ireland) Ltd.	BizLink Technology SRB D.O.O.	3	Other receivables	108,680		-
8	BizLink (BVI) Corp. Limited	BizLink Technology Inc.	3	Sales of goods	3,937,351	180 days after monthly billings, the date of payment was 25 of every month	15

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction				Percentage of consolidated total operating revenues or total assets (Note 3)
				General ledger account	Amount (Notes 4 and 5)	Transaction terms		
8	BizLink (BVI) Corp. Limited	BizLink Technology Inc.	3	Accounts receivable	\$ 2,705,942	180 days after monthly billings, the date of payment was 25 of every month	5	
8	BizLink (BVI) Corp. Limited	BizLink Technology (Ireland) Ltd.	3	Sales of goods	1,355,058	180 days after monthly billings, the date of payment was 25 of every month	5	
8	BizLink (BVI) Corp. Limited	BizLink Technology (Ireland) Ltd.	3	Accounts receivable	702,727	180 days after monthly billings, the date of payment was 25 of every month	1	
8	BizLink (BVI) Corp. Limited	Accell Corp.	3	Accounts receivable	130,977	180 days after monthly billings, the date of payment was 25 of every month	-	
8	BizLink (BVI) Corp. Limited	Xiang Yao Electronics (Shen Zhen) Co., Ltd.	3	Sales of goods	438,623	180 days after monthly billings, the date of payment was 25 of every month	2	
8	BizLink (BVI) Corp. Limited	BizLink (Kunshan) Co., Ltd.	3	Sales of goods	2,946,418	180 days after monthly billings, the date of payment was 25 of every month	11	
8	BizLink (BVI) Corp. Limited	BizLink (Kunshan) Co., Ltd.	3	Accounts receivable	3,525,630	180 days after monthly billings, the date of payment was 25 of every month	7	
8	BizLink (BVI) Corp. Limited	BizLink Technology (S.E.A.) Sdn. Bhd.	3	Sales of goods	192,124	180 days after monthly billings, the date of payment was 25 of every month	1	
8	BizLink (BVI) Corp. Limited	BizLink Technology (S.E.A.) Sdn. Bhd.	3	Accounts receivable	103,825	180 days after monthly billings, the date of payment was 25 of every month	-	
8	BizLink (BVI) Corp. Limited	BizLink Tech Inc.	3	Accounts receivable	151,379	180 days after monthly billings, the date of payment was 25 of every month	-	
8	BizLink (BVI) Corp. Limited	BizLink (BVI) Corp.	3	Other receivables	270,091		1	
9	Xiang Yao Electronics (Shen Zhen) Co., Ltd.	BizLink (BVI) Corp. Limited	3	Sales of goods	1,985,973	180 days after monthly billings, the date of payment was 25 of every month	8	
9	Xiang Yao Electronics (Shen Zhen) Co., Ltd.	BizLink (BVI) Corp. Limited	3	Accounts receivable	782,171	180 days after monthly billings, the date of payment was 25 of every month	1	
10	Bizconn Int'l Corp. (Shen Zhen)	BizLink (BVI) Corp. Limited	3	Accounts receivable	242,212	180 days after monthly billings, the date of payment was 25 of every month	-	
11	EA Cable Assemblies (Hong Kong) Co., Limited	BizLink Holding Inc.	2	Other receivables	118,880		-	
13	BizLink Special Cables Germany GmbH	BizLink Industry Slovakia Spol. s.r.o.	3	Sales of goods	216,919	Mutual agreement with a credit term of 15-45 days	1	
13	BizLink Special Cables Germany GmbH	BizLink Special Cables (Changzhou) Co., Ltd.	3	Sales of goods	150,287	Mutual agreement with a credit term of 75-105 days	1	
14	BizLink Industry Slovakia Spol. s.r.o.	BizLink Special Cables Germany GmbH	3	Sales of goods	1,271,811	Mutual agreement with a credit term of 15-45 days	5	
15	BizLink Special Cables (Changzhou) Co., Ltd.	BizLink Special Cables Germany GmbH	3	Sales of goods	291,431	Mutual agreement with a credit term of 75-105 days	1	
15	BizLink Special Cables (Changzhou) Co., Ltd.	BizLink Special Cables Germany GmbH	3	Accounts receivable	157,632	Mutual agreement with a credit term of 75-105 days	-	



Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			Percentage of consolidated total operating revenues or total assets (Note 3)
				General ledger account	Amount (Notes 4 and 5)	Transaction terms	
14	BizLink Industry Slovakia Spol. s.r.o.	BizLink Special Cables Germany GmbH	3	Accounts receivable	\$ 207,222	Mutual agreement with a credit term of 15-45 days	-
16	BizLink Industry Germany GmbH	BizLink Robotic Solutions USA Inc.	3	Other receivables	130,462		-
16	BizLink Industry Germany GmbH	BizLink elocab GmbH	3	Other receivables	595,644		1
16	BizLink Industry Germany GmbH	BizLink Robotic Solutions Germany GmbH	3	Other receivables	201,834		-
16	BizLink Industry Germany GmbH	BizLink Robotic Solutions France S.A.S.	3	Other receivables	215,301		-
17	BizLink Systems Spain,S.L.U.	BizLink Industry Germany GmbH	3	Other receivables	530,887		1
18	BizLink Silitherm S.r.l.	BizLink Industry Germany GmbH	3	Other receivables	794,042		2
19	Speedy Industrial Supplies Pte Ltd	SIS Speedy Industrial Supplies Sdn. Bhd.	3	Sales of goods	148,735		1
19	Speedy Industrial Supplies Pte Ltd	SIS Speedy Industrial Supplies Sdn. Bhd.	3	Accounts receivable	101,507		-
19	Speedy Industrial Supplies Pte Ltd	EA Cable Assemblies GmbH	3	Other receivables	1,473,840		3
19	Speedy Industrial Supplies Pte Ltd	BizLink elocab GmbH	3	Other receivables	1,096,816		2
19	Speedy Industrial Supplies Pte Ltd	BizLink Industry Slovakia Spol. s.r.o.	3	Other receivables	818,808		2
20	BizLink Technology (Slovakia) S.R.O.	BizLink Technology SRB D.O.O.	3	Sales of goods	176,074	Mutual agreement with a credit term of 30 days	1
21	BizLink Technology (Xiamen) Limited	BizLink Technology (Belgium) NV	3	Sales of goods	151,853	Mutual agreement with a credit term of 60 days	1
22	BizLink Technology (Belgium) NV	BizLink Technology (Serbia) D.O.O.	3	Other receivables	208,045		-
23	SIS Speedy Industrial Supplies Sdn. Bhd.	Speedy Industrial Supplies Pte Ltd	3	Sales of goods	147,153	Mutual agreement with a credit term of 120 days	1

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; fill in the number of category each case belongs to (If transactions between parent company and subsidiaries or between subsidiaries refer to the same transaction, it is not required to disclose twice. For example, if the parent company has already disclosed its transaction with a subsidiary, then the subsidiary is not required to disclose the transaction; for transactions between two subsidiaries, if one of the subsidiaries has disclosed the transaction, then the other is not required to disclose the transaction.)

(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: The above amounts of assets accounts and liabilities accounts are converted by exchange rate US\$1=29.72 into New Taiwan dollars as of June 30, 2022. The amounts of income accounts are converted by average exchange rate US\$1=28.7247 into New Taiwan dollars for the six months ended June 30, 2022.

Note 5: Only transaction amount exceeds \$100 million will be disclosed.

BizLink Holding Inc. and subsidiaries  
Information on investees  
Six months ended June 30, 2022

Table 9

Expressed in thousands of NTD  
(Except as otherwise indicated)

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at June 30, 2022			Net profit (loss) of the investee for the six months ended June 30, 2022 (Note 2)	Investment income(loss) recognised by the Company for the six months ended June 30, 2022 (Note 2)	Footnote
				Balance as at June 30, 2022	Balance as at December 31, 2021	Number of shares (Note 1)	Ownership (%)	Book value (Note 2)			
The Company	BizLink Technology Inc.	U.S.A	(1) Wholesale and retail of cable assemblies, power cords and connectors, (2) wholesale and retail of computer peripheral products and electronic materials, and (3) international trade.	\$ 116,502 USD 3,920	\$ 116,502 USD 3,920	10,000	100%	\$ 1,514,504	\$ 53,668	\$ 55,187	Note 3 and Note 7
	BizLink (BVI) Corp.	British Virgin IS.	(1) Wholesale and retail of cable assemblies, connectors, power cords, (2) wholesale and retail of computer peripheral products and electronic materials, (3) international trade, and (4) various investment activities.	1,486 USD 50	1,486 USD 50	50,000	100%	450,230	25,297	32,148	Note 3 and Note 7
	BizLink International Corp.	TAIWAN	(1) Wholesale of cable assemblies, connectors and power cords, and (2) international trade.	365,000	365,000	365,000	100%	335,170 (	51,315) (	50,241)	Note 3 and Note 7
	Zellwood International Corp.	British Virgin IS.	Various investment activities.	74,300 USD 2,500	74,300 USD 2,500	2,500,000	100%	3,182,936	436,418	423,856	Note 3 and Note 7

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at June 30, 2022			Net profit (loss) of the investee for the six months ended June 30, 2022 (Note 2)	Investment income(loss) recognised by the Company for the six months ended June 30, 2022 (Note 2)	Footnote
				Balance as at June 30, 2022	Balance as at December 31, 2021	Number of shares (Note 1)	Ownership (%)	Book value (Note 2)			
The Company	BizLink Technology (S.E.A.) Sdn. Bhd.	MALAYSIA	(1) Design, manufacture and sale of cable assemblies, power cords, and telecommunications equipment, (2) wholesale and retail of computer peripheral products and electronic materials, and (3) international trade.	\$ 298,224 MYR 1,200 USD 9,762	\$ 8,097 MYR 1,200	43,180,000	100%	\$ 1,489,020	\$ 235,988	\$ 235,988	Note 3 and Note 7
	Adel Enterprises Corp.	British Virgin IS.	(1) Wholesale and retail of cable assemblies, power cords and connectors, (2) wholesale and retail of computer peripheral products and electronic materials, and (3) international trade.	49,038 USD 1,650	49,038 USD 1,650	1,650,000	100%	1,212,199	214,206	197,410	Note 3 and Note 7
	BizLink Tech Inc.	U.S.A	(1) Design, manufacture, and sale of cable assemblies, (2) wholesale and retail of computer peripheral products and electronic materials, (3) production of fiberfill moldings, and (4) international trade.	943,610 USD 31,750	640,466 USD 21,550	955,000	100%	588,498 (	98,009) (	105,342)	Note 3 and Note 7
	Accell Corp.	U.S.A	(1) Wholesale and retail of brand name connectors, cables and telecommunications equipment, (2) wholesale and retail of computer peripheral products and electronic materials, and (3) its own brand name.	-	-	10,000	100%	( 49,098) (	25,730) (	25,730)	Note 3 and Note 7

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at June 30, 2022			Net profit (loss) of the investee for the six months ended June 30, 2022 (Note 2)	Investment income(loss) recognised by the Company for the six months ended June 30, 2022 (Note 2)	Footnote
				Balance as at June 30, 2022	Balance as at December 31, 2021	Number of shares (Note 1)	Ownership (%)	Book value (Note 2)			
The Company	BizLink Technology (Ireland) Ltd.	IRELAND	(1) Wholesale and retail of cable assemblies, power cords and connectors, (2) wholesale and retail of computer peripheral products and electronic materials, and (3) international trade.	\$ 8,916 USD 300	\$ 8,916 USD 300	\$ 300,000	100%	928,207	\$ 95,647	\$ 95,329	Note 3 and Note 7
	BizLink Co., Ltd. (Japan)	JAPAN	(1) Wholesale and retail of cable assemblies, power cords and connectors, (2) wholesale and retail of computer peripheral products and electronic materials, and (3) international trade.	2,182 JPY 10,000	2,182 JPY 10,000	200	100%	4,222	601	601	Note 3
	BizLink (BVI) Corp. Limited	HONG KONG	(1) Wholesale and retail of cable assemblies, connectors, power cords, (2) wholesale and retail of computer peripheral products and electronic materials, (3) international trade, and (4) various investment activities.	353,275 HKD 15,000 USD 9,975	38 HKD 10	93,082,000	100%	1,959,118	322,340	188,535	Note 3 and Note 7
	Bizconn Technology Inc.	U.S.A	(1) Wholesale and retail of cable assemblies, power cords and connectors, (2) wholesale and retail of computer peripheral products and electronic materials, and (3) international trade.	-	-	-	100%	-	-	-	It did not operate actually.

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at June 30, 2022			Net profit (loss) of the investee for the six months ended June 30, 2022	Investment income(loss) recognised by the Company for the six months ended June 30, 2022	Footnote
				Balance as at June 30, 2022	Balance as at December 31, 2021	Number of shares (Note 1)	Ownership (%)	Book value (Note 2)	(Note 2)	2022 (Note 2)	
The Company	EA Cable Assemblies (Hong Kong) Co., Limited	HONG KONG	Various investment activities.	\$ 1,003,950 EUR 24,676 USD 8,000	\$ 1,003,950 EUR 24,676 USD 8,000	\$ 174,322,000	100%	\$ 3,623,920	\$ 348,358	\$ 347,336	Note 3
	BizLink Technology (Belgium) NV	BELGIUM	(1) Wholesale and retail of cable assemblies, power cords and connectors, and (2) international trade.	382,722 EUR 12,326	382,722 EUR 12,326	915	100%	631,605	35,497	35,497	Note 3
	BizLink Technology (Slovakia) S.R.O.	SLOVAK	(1) Manufacture and assembly of cable harnesses for electrical appliance, and (2) Wholesale and retail of cable assemblies and power cords.	928,116 EUR 29,891	928,116 EUR 29,891	-	100%	505,777	( 36,958)	( 36,958)	Note 3 and Note 4
	BizLink Technology SRB D.O.O.	BOSNIA-HERZEGOVINA	(1) Manufacture and assembly of connectors and cable assemblies, and (2) wholesale and retail of cable assemblies, connectors and power cords.	221,262 EUR 7,126	221,262 EUR 7,126	-	100%	224,301	22,945	22,945	Note 3 and Note 4
	OW Holding Inc.	CAYMAN IS.	Various investment activities.	661,300 USD 22,251	661,300 USD 22,251	2,105,120	93.08%	307,192	( 53,913)	( 46,709)	Note 3 and Note 7
	Speedy Industrial Supplies Pte Ltd	SINGAPORE	Manufacture and wholesale of cable assemblies, power cords, PCBA assemblies, sheet metal fabrication and box build assemblies.	10,459,936 SGD 489,456	1,551,714 SGD 72,610	273,000,000	100%	11,426,810	529,962	529,962	Note 3 and Note 5
	Grand Infinite Enterprises Limited	British Virgin IS.	Various investment activities.	-	-	-	100%	1,436	( 48)	( 48)	Note 3 and Note 4

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at June 30, 2022			Net profit (loss) of the investee for the six months ended June 30, 2022 (Note 2)	Investment income(loss) recognised by the Company for the six months ended June 30, 2022 (Note 2)	Footnote
				Balance as at June 30, 2022	Balance as at December 31, 2021	Number of shares (Note 1)	Ownership (%)	Book value (Note 2)			
BizLink Technology Inc.	Bobi, LLC	U.S.A	Various leasing activities.	\$ 59,440 USD 2,000	\$ 59,440 USD 2,000	\$ -	100%	\$ 59,625	\$ 602	\$ 602	Note 3 and Note 4
BizLink (BVI) Corp.	Jo Yeh Company Limited	HONG KONG	(1) Wholesale and retail of connectors, and (2) international trade.	116,354 USD 3,915	16,354 USD 3,915	10,000	100%	138,031	1,219	1,006	Note 3
	Siriustek Inc.	TAIWAN	Provide customized LED (light emitting diode) lighting products and solutions.	20,000	20,000	2,000,000	40%	5,052	( 1,095)	( 669)	Note 6
	ProOptics International Corp.	CAYMAN IS.	Design, manufacture and sale of optical film.	64,549 USD 2,255	64,549 USD 2,255	2,050,000	23%	22,925	( 18,466)	( 5,254)	Note 6
BizLink International Corp.	AquaOptics Corp.	TAIWAN	Design, manufacture and sale of optical system integration	66,000	66,000	18,418,640	44%	4,939	( 6,343)	( 14,557)	Note 6
Zellwood International Corp.	Bizconn International Corporation	SAMOA	Various investment activities.	49,543 USD 1,667	49,543 USD 1,667	1,666,667	100%	555,523	32,910	30,615	Note 3
Adel Enterprises Corp.	Asia Wick Ltd.	HONG KONG	Various investment activities.	-	-	1,000	100%	407,532	50,342	50,287	Note 3
BizLink Tech Inc.	Productos Excel de Me xico, S. de R.L. DE C,V,	MEXICO	(1) Design, manufacture, and sale of cable assemblies, (2) wholesale and retail of computer peripheral products and electronic materials, (3) production of fiberfill moldings, and (4) international trade.	7,906 USD 266	7,906 USD 266	-	99%	42,931	24,890	24,890	Note 3 and Note 4

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at June 30, 2022			Net profit (loss) of the investee for the six months ended June 30, 2022 (Note 2)	Investment income(loss) recognised by the Company for the six months ended June 30, 2022 (Note 2)	Footnote
				Balance as at June 30, 2022	Balance as at December 31, 2021	Number of shares (Note 1)	Ownership (%)	Book value (Note 2)			
BizLink Technology (S.E.A.) Sdn. Bhd.	BizLink Interconnect Technology (India) Private Limited	INDIA	(1) Design, manufacture and sale of cable assemblies, power cords, and telecommunications equipment, (2) wholesale and retail of computer peripheral products and electronic materials, and (3) international trade.	\$ 380 INR 1,000	\$ 380 INR 1,000	\$ 100,000	100%	\$ 2,110	\$ 133	\$ 133	Note 3
OW Holding Inc.	OptiWork, Inc.	U.S.A	(1) Wholesale and retail of fiber optical passive components and fiber optical cables, (2) international trade, and (3) various investment activities.	600,344 USD 20,200	600,344 USD 20,200	2,000	100%	313,498 (	53,913) (	53,913)	Note 3 and Note 7
Speedy Industrial Supplies Pte Ltd	SIS Speedy Industrial Supplies Sdn. Bhd.	MALAYSIA	Manufacture and wholesale of cable assemblies, power cords, PCBA assemblies, sheet metal fabrication and box build assemblies.	675 MYR 100	675 MYR 100	100,000	100%	109,297 (	2,253) (	2,253)	Note 3
	EA Cable Assemblies Gmbh	GERMANY	(1) Wholesale and retail of cable assemblies, power cords and connectors, and (2) international trade.	7,458,252 SGD 348,997	32,163 SGD 1,505	1	100%	7,813,807	535,337	535,318	Note 3 and Note 5
EA Cable Assemblies GmbH	BizLink elocab GmbH	GERMANY	Manufacture of cable assemblies used in the application of customise products	4,420,082 EUR 142,347	-	-	100%	4,662,933	185,635	186,292	Note 3, Note 4, Note 5 and Note 7
	BizLink Special Cables Germany GmbH	GERMANY	Manufacture of cable assemblies and power cords used in the medical, automation and communication system	619,508 EUR 19,951	-	-	100%	937,049	176,068	177,284	Note 3, Note 4, Note 5 and Note 7

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at June 30, 2022			Net profit (loss) of the investee for the six months ended June 30, 2022 (Note 2)	Investment income(loss) recognised by the Company for the six months ended June 30, 2022 (Note 2)	Footnote
				Balance as at June 30, 2022	Balance as at December 31, 2021	Number of shares (Note 1)	Ownership (%)	Book value (Note 2)			
EA Cable Assemblies GmbH	BizLink Industry Germany GmbH	GERMANY	Central management segment of industry solution program business	\$ 76,324 EUR 2,458	\$ -	\$ -	100%	\$ 981	(\$ 78,834)	(\$ 78,834)	Note 3
	BizLink Industry Slovakia Spol. s.r.o.	SLOVAK	Manufacture of cable assemblies and power cords used in the medical, automation and customise products	28,164 EUR 907	-	-	85%	39,638	18,686	10,523	Note 3, Note 4 and Note 7
	BizLink Silitherm S.r.l.	ITALY	Manufacture and sales of silicone wire	2,715,947 EUR 87,466	-	-	100%	3,052,867	340,788	340,691	Note 3, Note 4, Note 5 and Note 7
	BizLink Systems Spain,S.L.U.	SPAIN	Manufacture and sales of power cords and cable assemblies used in the robot system and customise products	555,479 EUR 17,889	-	-	100%	552,012	( 3,507)	( 3,210)	Note 3, Note 4, Note 5 and Note 7
BizLink elocab GmbH	BizLink elocab Ltd.	CANADA	Manufacture of power cords and cable assemblies used in the customise products	Note 8	-	-	100%	861,360	117,433	116,074	Note 3, Note 4 and Note 7
	BizLink Robotic Solutions Germany GmbH	GERMANY	Manufacture of power cords and cable assemblies used in the robot system	Note 8	-	-	100%	42,709	6,958	9,504	Note 3, Note 4 and Note 7
	BizLink Robotic Solutions France S.A.S.	FRANCE	Manufacture and sales of power cords and cable assemblies used in the robot system	Note 8	-	33,167	100%	26,766	1,633	3,473	Note 3, Note 5 and Note 7
	BizLink Industry Czech s.r.o.	CZECH REP.	Manufacture of cable assemblies and power cords used in the medical, automation and customise products	Note 8	-	-	100%	163,721	25,439	26,762	Note 3, Note 4 and Note 7



Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at June 30, 2022			Net profit (loss) of the investee for the six months ended June 30, 2022 (Note 2)	Investment income(loss) recognised by the Company for the six months ended June 30, 2022 (Note 2)	Footnote
				Balance as at June 30, 2022	Balance as at December 31, 2021	Number of shares (Note 1)	Ownership (%)	Book value (Note 2)			
BizLink Special Cables Germany GmbH	BizLink Industry Slovakia Spol.s.r.o.	SLOVAK	Sales of power cords and cable assemblies used in the robot system and customise products	Note 8	\$ -	-	15%	\$ 6,995	\$ 18,686	\$ 1,857	Note 3, Note 4 and Note 7
BizLink Robotic Solutions Germany GmbH	BizLink Tailor-Made Cable UK Ltd.	U.K.	Manufacture and sales of power cords and cable assemblies used in the robot system, automation, customise products and communication system	Note 8	-	-	100%	12,461	( 1,757)	( 1,757)	Note 3 and Note 4
BizLink Robotic Solutions France S.A.S	BizLink Robotic Solutions USA Inc.	U.S.A	Manufacture and sales of power cords and cable assemblies used in the robot system, automation, customise products and communication system	Note 8	-	60,000	100%	103,203	685	751	Note 3 and Note 7

Note 1: Expressed in shares.

Note 2: The information on investees (excluding investees in Mainland China), the amount of profit or loss and ending book value are translated at the average exchange rate for the six months ended June 30, 2022 and as at June 30, 2022, respectively.

Note 3: The amount was eliminated upon consolidation.

Note 4: It is a limited company without shares.

Note 5: Please refer to Note 4.

Note 6: The investee accounted for using equity method of subsidiary of the Company.

Note 7: Including recognition and elimination of realised and unrealised gains (losses) from reverse stream and side stream transactions.

Note 8: There were no initial investment amount due to acquisition of equity shares in BizLink elocab GmbH and holding equity shares in such companies.

BizLink Holding Inc. and subsidiaries  
Information on investments in Mainland China  
Six months ended June 30, 2022

Table 10

Expressed in thousands of NTD  
(Except as otherwise indicated)

Investee in Mainland China	Main business activities	Paid-in capital (Note 1)	Investment method (Note 2)	Accumulated amount of remittance from Taiwan to Mainland China as at January 1, 2022	Amount remitted from Taiwan to Mainland China/Amount remitted back to Taiwan for the six months ended June 30, 2022		Accumulated amount of remittance from Taiwan to Mainland China as at June 30, 2022	Net income of investee as at June 30, 2022	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the six months ended June 30, 2022 (Note 5)	Book value of investments in Mainland China as at June 30, 2022 (Note 5)	Accumulated amount of investment income remitted back to Taiwan as at June 30, 2022	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
Bizconn International Corp. (China)	Manufacture and operate in connectors and componenets of connectors, communication connection lines, precision plastic modules, metal modules, metal stamping parts and precision plastic products	\$ 77,938 CNY 17,600	2	Note 3	Note 3	Note 3	Note 3	\$ 33,673	100%	\$ 33,673	\$ 519,485	Note 3	Note 4(2)B, Note 6 and Note 16
Tong Ying Electronics (Shen Zhen) Ltd.	Manufacture of wire extrusions and cable assemblies	101,989 HKD 26,936	2	"	"	"	"	51,039	100%	51,039	435,758	"	Note 4(2)B, Note 7 and Note 16
OptiWorks (Shanghai) Limited	(1) Manufacture, wholesale and retail of fiber optical passive components and fiber optical cables, and (2) international trade.	178,320 USD 6,000	2	"	"	"	"	808	93.08%	752	224,516	"	Note 4(2)B, Note 8 and Note 16

Investee in Mainland China	Main business activities	Paid-in capital (Note 1)	Investment method (Note 2)	Accumulated amount of remittance from Taiwan to Mainland China as at January 1, 2022	Amount remitted from Taiwan to Mainland China/Amount remitted back to Taiwan for the six months ended June 30, 2022		Accumulated amount of remittance from Taiwan to Mainland China as at June 30, 2022	Net income of investee as at June 30, 2022	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the six months ended June 30, 2022 (Note 5)	Book value of investments in Mainland China as at June 30, 2022 (Note 5)	Accumulated amount of investment income remitted back to Taiwan as at June 30, 2022	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
OptiWorks (Kunshan) Limited	(1) Production and development of optical communications optoelectronic devices, components and modules (2) Sales of own products	\$ 89,160 USD 3,000	2	Note 3	Note 3	Note 3	Note 3	(\$ 10,268)	93.08%	(\$ 9,557)	\$ 47,273	Note 3	Note 4(2)B, Note 8 and Note 16
Xiang Yao Electronics (Shen Zhen) Co., Ltd.	Manufacture and operate in communication and computer connect lines, industrial and medical equipment connect lines, mobile electric equipment connect lines, audio and video connect lines, transfers and switch, cords and optical fiber patch cord	29,720 USD 1,000	2	"	"	"	"	201,595	100%	201,605	816,238	"	Note 4(2)B, Note 9 and Note 16
Hwa Zhan Electronics Corp. (Shen Zhen)	Manufacture and operate in the computer and communication connect lines, connectors and optical fiber patch cord	9,466 HKD 2,500	2	"	"	"	"	32,082	100%	32,082	274,271	"	Note 4(2)B, Note 10 and Note 16

Investee in Mainland China	Main business activities	Paid-in capital (Note 1)	Investment method (Note 2)	Accumulated amount of remittance from Taiwan to Mainland China as at January 1, 2022	Amount remitted from Taiwan to Mainland China/Amount remitted back to Taiwan for the six months ended June 30, 2022		Accumulated amount of remittance from Taiwan to Mainland China as at June 30, 2022	Net income of investee as at June 30, 2022	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the six months ended June 30, 2022 (Note 5)	Book value of investments in Mainland China as at June 30, 2022 (Note 5)	Accumulated amount of investment income remitted back to Taiwan as at June 30, 2022	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
BizLink (Kunshan) Co., Ltd.	Design, manufacture and sale of cable assemblies, power cables and connectors	\$ 297,200 USD 10,000	2	Note 3	Note 3	Note 3	Note 3	\$ 407,117	100%	\$ 407,152	\$ 2,625,846	Note 3	Note 4(2)B, Note 11 and Note 16
BizLink Electronics (Xiamen) Co., Ltd.	Manufacture of computer connect lines, connectors and power supply of computer host and assemble of other components	16,643 USD 560	2	"	"	"	"	163,494	100%	163,494	769,134	"	Note 4(2)B, Note 12 and Note 16
Foshan Nanhai Jo Yeh Electronic Co., Ltd.	Manufacture of wire extrusions and cable assemblies	59,440 USD 2,000	2	"	"	"	"	540	100%	540	121,168	"	註4(2)B及註13
BizLink Technology (Changzhou) Limited	(1) Manufacture of smart instrumentational sensors, instrumentational connectors and instrumentational functional materials, (2) Sale of aforementioned products, import and export business.	1,024,396 USD 8,950 RMB 171,263	2	"	"	"	"	273,784	100%	274,025	2,315,439	"	Note 4(2)B and Note 14

Investee in Mainland China	Main business activities	Paid-in capital (Note 1)	Investment method (Note 2)	Accumulated amount of remittance from Taiwan to Mainland China as at January 1, 2022	Amount remitted from Taiwan to Mainland China/Amount remitted back to Taiwan for the six months ended June 30, 2022		Accumulated amount of remittance from Taiwan to Mainland China as at June 30, 2022	Net income of investee as at June 30, 2022	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the six months ended June 30, 2022 (Note 5)	Book value of investments in Mainland China as at June 30, 2022 (Note 5)	Accumulated amount of investment income remitted back to Taiwan as at June 30, 2022	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
BizLink Technology (Xiamen) Limited	(1) Manufacture of smart instrumentational sensors, instrumentational connectors and instrumentational functional materials, (2) Sale of aforementioned products, import and export business.	\$ 502,773 USD 16,917	2	Note 3	Note 3	Note 3	Note 3	\$ 73,653	100%	\$ 73,634	\$ 1,244,571	Note 3	Note 4(2) and Note 14
BizLink Special Cables (Changzhou) Co., Ltd.	Manufacture and sales of power cords and cable assemblies used in the robot system, medical, automation, customise products and communication system	380,416 USD 12,800	2	"	"	"	"	150,838	100%	145,182	1,481,571	"	Note 4(2)B, Note 15, Note 16 and Note 17

Note 1: Paid-in capital was converted into New Taiwan dollars; the exchange rate was US\$1=NT\$29.72; RMB1=NT\$4.439 and HKD1=NT\$3.788 as of June 30, 2022.

Note 2: Investment methods are classified into the following three categories; fill in the number of category each case belongs to:

- (1) Directly invest in a company in Mainland China.
- (2) Through investing in an existing company in the third area, which then invested in the investee in Mainland China.
- (3) Others

Note 3: The Company is not a company established in Taiwan and therefore is not applicable.

Note 4: In the 'Investment income (loss) recognised by the Company for the six months ended June 30, 2022 column:

- (1) It should be indicated if the investee was still in the incorporation arrangements and had not yet any profit during this period.
- (2) Indicate the basis for investment income (loss) recognition in the number of one of the following three categories:
  - A. The financial statements that are audited by international accounting firm which has cooperative relationship with accounting firm in R.O.C.
  - B. The financial statements that are audited by R.O.C. parent company's CPA.
  - C. Others.

Note 5: The amount was eliminated upon consolidation.

Note 6: Through investing in Bizconn International Corporation., which then invested in the investee in Mainland China.

Note 7: Through investing in Asia Wick Ltd., which then invested in the investee in mainland China.

Note 8: Through investing in OW Holding Inc. and then OptiWork, Inc. which then invested in the investee in mainland China.

Note 9: Through investing in BizLink (BVI) Corp. Limited, which then invested in the investee in mainland China.

Note 10: Through investing in BizLink (BVI) Corp., which then invested in the investee in Mainland China.

Note 11: Through investing in Zellwood International Corporation, which then invested in the investee in Mainland China.

Note 12: Through investing in Adel Enterprises Corp. which then invested in the investee in Mainland China.

Note 13: Through investing in Jo Yeh Company Limited, which then invested in the investee in mainland China.

Note 14: Through investing in EA Cable Assemblies (Hong Kong) Co., Limited, which then invested in the investee in mainland China.

Note 15: Through investing in Speedy Industrial Supplies Pte Ltd, which then invested in the investee in mainland China.

Note 16: Including recognition and elimination of realised and unrealised gains (losses) from reverse stream and side stream transactions.

Note 17: Please refer to Note 4.

Company name	Accumulated amount of remittance from Taiwan to Mainland China as at June 30, 2022	Investment amount approved by the Investment Commission of the Ministry of Economic Affairs (MOEA)	Ceiling on investments in Mainland China imposed by the Investment Commission of MOEA
BizLink Holding Inc.	Note	Note	Note

Note: The Company is not a company established in Taiwan and therefore is not applicable.

BizLink Holding Inc. and subsidiaries

Major shareholders information

June 30, 2022

Table 11

Name of major shareholders	Shares	
	Name of shares held	Ownership (%)
Fubon Life Insurance Co., Ltd.	8,636,000	5.65%
Hwa Tse Liang and In Ru Kuo Family Trust	8,624,427	5.64%

Note 1: The information of major shareholders presented in this table is provided by the Taiwan Depository & Clearing Corporation based on the number of ordinary shares and preference shares held by shareholders with ownership of 5% or greater, that have been issued without physical registration (including treasury shares) by the Company as of the last business day for the current quarter. The share capital in the consolidated financial statements may differ from the actual number of shares that have been issued without physical registration because of different preparation basis.

Note 2: If the aforementioned data contains shares which were kept in the trust by the shareholders, the data was disclosed as a separate account of the client which was set by the trustee. For shareholders who declare insider shareholdings with ownership greater than 10% in accordance with the Security and Exchange Act, the shareholdings include shares held by shareholders and those delivered to the trust over which shareholders have rights to determine the use of trust property. For information relating to insider shareholding declaration, refer to Market Observation Post System.