

BizLink Holding Inc. and Subsidiaries

**Consolidated Financial Statements for the
Three Months Ended March 31, 2021 and 2020 and
Independent Auditors' Review Report**

INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Stockholders
BizLink Holding Inc.

Introduction

We have reviewed the accompanying consolidated balance sheets of BizLink Holding Inc. and its subsidiaries (the Group) as of March 31, 2021 and 2020, the related consolidated statements of comprehensive income, the consolidated statements of changes in equity and cash flows for the three months then ended, and the related notes to the consolidated financial statements, including a summary of significant accounting policies (collectively referred to as the “consolidated financial statements”). Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

We conducted our reviews in accordance with Statement of Auditing Standard No. 65 “Review of Financial Information Performed by the Independent Auditor of the Entity”. A review of consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our reviews, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not give a true and fair view of the consolidated financial position of the Group as of March 31, 2021 and 2020 and its consolidated financial performance and its consolidated cash flows for the three months ended March 31, 2021 and 2020 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the reviews resulting in this independent auditors' review report are Chung Chen Chen and Chiang Hsun Chen.

Deloitte & Touche
Taipei, Taiwan
Republic of China

May 17, 2021

Notice to Readers

The accompanying consolidated financial statements are intended only to present the consolidated financial position, financial performance and cash flows in accordance with accounting principles and practices generally accepted in the Republic of China and not those of any other jurisdictions. The standards, procedures and practices to review such consolidated financial statements are those generally applied in the Republic of China.

For the convenience of readers, the independent auditors' review report and the accompanying consolidated financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language independent auditors' review report and consolidated financial statements shall prevail.

BIZLINK HOLDING INC. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS (In Thousands of New Taiwan Dollars)

	March 31, 2021 (Reviewed)		December 31, 2020 (Audited)		March 31, 2020 (Reviewed)	
ASSETS	Amount	%	Amount	%	Amount	%
CURRENT ASSETS						
Cash and cash equivalents (Note 6)	\$ 4,503,922	20	\$ 5,360,003	24	\$ 4,934,038	24
Financial assets at fair value through profit or loss (FVTPL) - current (Note 7)	8,569	-	43,277	-	94,824	1
Financial assets for hedging - current (Notes 24 and 32)	9,841	-	10,641	-	1,462,114	7
Notes receivable from unrelated parties (Notes 9 and 25)	9,643	-	6,968	-	4,635	-
Trade receivables from unrelated parties (Notes 9 and 25)	5,620,171	25	5,235,100	23	4,402,210	21
Other receivables (Note 9)	79,409	1	92,295	-	90,471	-
Current tax assets (Note 4)	49,496	-	40,762	-	91,372	1
Inventories (Note 10)	4,808,940	22	4,649,474	21	3,978,908	19
Prepayments (Note 18)	264,909	1	314,832	1	216,353	1
Other financial assets - current (Notes 18 and 34)	123,408	1	111,546	1	66,033	-
Other current assets (Note 18)	<u>3,267</u>	<u>-</u>	<u>2,206</u>	<u>-</u>	<u>2,403</u>	<u>-</u>
Total current assets	<u>15,481,575</u>	<u>70</u>	<u>15,867,104</u>	<u>70</u>	<u>15,343,361</u>	<u>74</u>
NON-CURRENT ASSETS						
Financial assets at fair value through profit or loss (FVTPL) - non-current (Note 7)	51,363	-	17,088	-	-	-
Financial assets at fair value through other comprehensive income (FVTOCI) - non-current (Note 8)	325,499	2	308,606	1	452,743	2
Investments accounted for using the equity method (Note 12)	83,318	-	90,527	1	118,819	-
Property, plant and equipment (Notes 13 and 34)	3,215,351	15	3,224,081	14	2,526,911	12
Right-of-use assets (Note 14)	687,498	3	763,231	3	956,719	5
Investment properties (Notes 15 and 34)	188,908	1	189,588	1	198,851	1
Goodwill (Note 16)	707,638	3	730,307	3	368,939	2
Other intangible assets (Note 17)	965,932	4	1,016,656	5	317,480	1
Deferred tax assets (Note 4)	300,478	1	270,291	1	153,389	1
Other financial assets - non-current (Notes 18 and 34)	66,863	-	64,982	-	168,581	1
Other non-current assets (Notes 18 and 33)	<u>190,639</u>	<u>1</u>	<u>174,728</u>	<u>1</u>	<u>223,654</u>	<u>1</u>
Total non-current assets	<u>6,783,487</u>	<u>30</u>	<u>6,850,085</u>	<u>30</u>	<u>5,486,086</u>	<u>26</u>
TOTAL	<u>\$ 22,265,062</u>	<u>100</u>	<u>\$ 22,717,189</u>	<u>100</u>	<u>\$ 20,829,447</u>	<u>100</u>
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term borrowings (Notes 19 and 34)	\$ 218,564	1	\$ 259,833	1	\$ 64,500	-
Financial liabilities at FVTPL - current (Note 7)	18,148	-	51	-	22,548	-
Financial liabilities for hedging - current (Notes 24 and 32)	-	-	-	-	20,646	-
Contract liabilities - current (Note 25)	37,892	-	15,586	-	17,260	-
Notes payable (Note 21)	334,848	2	269,354	1	293,971	2
Trade payables to unrelated parties (Note 21)	3,208,309	14	3,501,322	16	2,690,847	13
Trade payables to related parties (Note 33)	-	-	5	-	383	-
Lease liabilities - current (Notes 14 and 33)	235,355	1	265,656	1	247,037	1
Other payables to unrelated parties (Note 22)	2,162,276	10	1,372,585	6	2,268,589	11
Other payables to related parties (Note 33)	136	-	220	-	-	-
Current tax liabilities (Note 4)	169,972	1	131,983	1	71,899	1
Current portion of long-term borrowings and bonds payable (Notes 19 and 34)	59,463	-	55,719	-	21,701	-
Other current liabilities (Note 22)	<u>4,005</u>	<u>-</u>	<u>3,348</u>	<u>-</u>	<u>2,679</u>	<u>-</u>
Total current liabilities	<u>6,448,968</u>	<u>29</u>	<u>5,875,662</u>	<u>26</u>	<u>5,722,060</u>	<u>28</u>
NON-CURRENT LIABILITIES						
Lease liabilities - non-current (Notes 14 and 33)	299,984	1	343,868	2	543,652	3
Bonds payable (Note 20)	2,107,296	10	2,739,430	12	2,865,572	14
Long-term borrowings (Notes 19 and 34)	371,432	2	385,162	2	436,478	2
Deferred tax liabilities (Note 4)	65,854	-	68,446	-	103,808	-
Net defined benefit liabilities - non-current (Note 4)	10,553	-	10,718	-	10,430	-
Other non-current liabilities (Note 22)	<u>15,355</u>	<u>-</u>	<u>16,378</u>	<u>-</u>	<u>21,221</u>	<u>-</u>
Total non-current liabilities	<u>2,870,474</u>	<u>13</u>	<u>3,564,002</u>	<u>16</u>	<u>3,981,161</u>	<u>19</u>
Total liabilities	<u>9,319,442</u>	<u>42</u>	<u>9,439,664</u>	<u>42</u>	<u>9,703,221</u>	<u>47</u>
EQUITY ATTRIBUTABLE TO OWNERS OF BIZLINK (Note 24)						
Capital stock						
Common stock	<u>1,336,363</u>	<u>6</u>	<u>1,305,694</u>	<u>6</u>	<u>1,305,174</u>	<u>6</u>
Capital surplus	<u>8,012,795</u>	<u>36</u>	<u>7,342,311</u>	<u>32</u>	<u>7,320,765</u>	<u>35</u>
Retained earnings						
Legal reserve	811,469	4	811,469	4	627,070	3
Special reserve	967,925	4	967,925	4	646,210	3
Unappropriated earnings	<u>2,852,579</u>	<u>13</u>	<u>3,641,209</u>	<u>16</u>	<u>2,331,987</u>	<u>11</u>
Total retained earnings	<u>4,631,973</u>	<u>21</u>	<u>5,420,603</u>	<u>24</u>	<u>3,605,267</u>	<u>17</u>
Other equity	<u>(1,073,831)</u>	<u>(5)</u>	<u>(831,267)</u>	<u>(4)</u>	<u>(1,152,708)</u>	<u>(5)</u>
Total equity attributable to owners of the BizLink	12,907,300	58	13,237,341	58	11,078,498	53
NON-CONTROLLING INTERESTS (Note 24)	<u>38,320</u>	<u>-</u>	<u>40,184</u>	<u>-</u>	<u>47,728</u>	<u>-</u>
Total equity	<u>12,945,620</u>	<u>58</u>	<u>13,277,525</u>	<u>58</u>	<u>11,126,226</u>	<u>53</u>
TOTAL	<u>\$ 22,265,062</u>	<u>100</u>	<u>\$ 22,717,189</u>	<u>100</u>	<u>\$ 20,829,447</u>	<u>100</u>

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

BIZLINK HOLDING INC. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (In Thousands of New Taiwan Dollars, Except Earnings Per Share) (Reviewed, Not Audited)

	For the Three Months Ended March 31			
	2021		2020	
	Amount	%	Amount	%
OPERATING REVENUE				
Sales (Note 25)	\$ 6,134,214	100	\$ 4,952,833	100
OPERATING COSTS (Notes 10, 26 and 33)				
Cost of goods sold	<u>4,772,584</u>	<u>78</u>	<u>3,767,766</u>	<u>76</u>
GROSS PROFIT	<u>1,361,630</u>	<u>22</u>	<u>1,185,067</u>	<u>24</u>
OPERATING EXPENSES (Note 26)				
Selling and marketing expenses	290,208	5	204,665	4
General and administrative expenses	470,833	7	434,456	9
Research and development expenses	196,626	3	149,251	3
Expected credit loss recognized (Note 9)	<u>1,368</u>	<u>-</u>	<u>13,792</u>	<u>-</u>
Total operating expenses	<u>959,035</u>	<u>15</u>	<u>802,164</u>	<u>16</u>
PROFIT FROM OPERATIONS	<u>402,595</u>	<u>7</u>	<u>382,903</u>	<u>8</u>
NON-OPERATING INCOME AND EXPENSES				
Interest income (Note 26)	10,084	-	25,250	-
Other income (Notes 14 and 26)	22,225	-	79,986	2
Other gains and losses (Note 26)	33,055	-	(102,910)	(2)
Finance costs (Notes 20, 26 and 33)	(26,273)	-	(36,877)	(1)
Share of loss of associates	<u>(10,122)</u>	<u>-</u>	<u>(6,051)</u>	<u>-</u>
Total non-operating income and expenses	<u>28,969</u>	<u>-</u>	<u>(40,602)</u>	<u>(1)</u>
PROFIT BEFORE INCOME TAX FROM OPERATIONS	431,564	7	342,301	7
INCOME TAX EXPENSE (Notes 4 and 27)	<u>(123,693)</u>	<u>(2)</u>	<u>(107,005)</u>	<u>(2)</u>
NET PROFIT FOR THE PERIOD	<u>307,871</u>	<u>5</u>	<u>235,296</u>	<u>5</u>
OTHER COMPREHENSIVE (LOSS) INCOME				
Items that will not be reclassified subsequently to profit or loss				
Unrealized loss on investments in equity instruments at FVTOCI (Note 24)	(3,569)	-	(67,467)	(1)
Gain (loss) on hedging instruments subject to basis adjustments (Note 24)	21,614	-	(40,518)	(1)

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BIZLINK HOLDING INC. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

(Reviewed, Not Audited)

	For the Three Months Ended March 31			
	2021		2020	
	Amount	%	Amount	%
Exchange differences on translation to presentation currency (Note 24)	\$ (23,164)	-	\$ 88,686	2
Income tax relating to items that will not be reclassified subsequently to profit or loss (Notes 4, 24 and 27)	149	-	4,286	-
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translating foreign operations (Note 24)	<u>(215,317)</u>	<u>(4)</u>	<u>(167,547)</u>	<u>(4)</u>
Other comprehensive (loss) income for the period, net of income tax	<u>(220,287)</u>	<u>(4)</u>	<u>(182,560)</u>	<u>(4)</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>\$ 87,584</u>	<u>1</u>	<u>\$ 52,736</u>	<u>1</u>
NET PROFIT ATTRIBUTABLE TO:				
Owners of BizLink	\$ 309,648	5	\$ 236,507	5
Non-controlling interests	<u>(1,777)</u>	<u>-</u>	<u>(1,211)</u>	<u>-</u>
	<u>\$ 307,871</u>	<u>5</u>	<u>\$ 235,296</u>	<u>5</u>
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:				
Owners of BizLink	\$ 89,448	1	\$ 53,904	1
Non-controlling interests	<u>(1,864)</u>	<u>-</u>	<u>(1,168)</u>	<u>-</u>
	<u>\$ 87,584</u>	<u>1</u>	<u>\$ 52,736</u>	<u>1</u>
EARNINGS PER SHARE (Note 28)				
Basic	<u>\$ 2.35</u>		<u>\$ 1.81</u>	
Diluted	<u>\$ 2.25</u>		<u>\$ 1.73</u>	

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

(Concluded)

BIZLINK HOLDING INC. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY (In Thousands of New Taiwan Dollars) (Reviewed, Not Audited)

	Equity Attributable to Owners of the BizLink						Other Equity				
	Capital Stock Ordinary Shares	Capital Surplus	Retained Earnings			Exchange Differences on Translating the Financial Statements of Foreign Operations	Unrealized Gain (Loss) on Financial Assets at FVTOCI	Gain or Loss on Hedging Instruments	Total	Non-controlling Interest	Total Equity
			Legal Reserve	Special Reserve	Unappropriated Earnings						
BALANCE AT JANUARY 1, 2020	\$ 1,305,174	\$ 7,320,086	\$ 627,070	\$ 646,210	\$ 3,276,915	\$ (1,088,878)	\$ 117,746	\$ 3,207	\$ 12,207,530	\$ 48,896	\$ 12,256,426
Appropriation of the 2019 earnings											
Cash dividends distributed by BizLink (Note 24)	-	-	-	-	(1,174,657)	-	-	-	(1,174,657)	-	(1,174,657)
Changes in capital surplus from investment in associates and joint ventures accounted for using the equity method (Note 12)	-	-	-	-	(8,958)	-	-	-	(8,958)	-	(8,958)
Disposal of investments in equity investments designated at FVTOCI (Note 24)	-	-	-	-	2,180	-	(2,180)	-	-	-	-
Share-based payment arrangements (Notes 24, 26 and 29)	-	679	-	-	-	-	-	-	679	-	679
Net profit (loss) for the three months ended March 31, 2020	-	-	-	-	236,507	-	-	-	236,507	(1,211)	235,296
Other comprehensive income (loss) for the three months ended March 31, 2020 (Note 24)	-	-	-	-	-	(78,904)	(67,467)	(36,232)	(182,603)	43	(182,560)
Total comprehensive (loss) income for the three months ended March 31, 2020	-	-	-	-	236,507	(78,904)	(67,467)	(36,232)	53,904	(1,168)	52,736
BALANCE AT MARCH 31, 2020	<u>\$ 1,305,174</u>	<u>\$ 7,320,765</u>	<u>\$ 627,070</u>	<u>\$ 646,210</u>	<u>\$ 2,331,987</u>	<u>\$ (1,167,782)</u>	<u>\$ 48,099</u>	<u>\$ (33,025)</u>	<u>\$ 11,078,498</u>	<u>\$ 47,728</u>	<u>\$ 11,126,226</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
Appropriation of the 2020 earnings											
Cash dividends distributed by BizLink (Note 24)	-	-	-	-	(1,098,278)	-	-	-	(1,098,278)	-	(1,098,278)
Convertible bonds converted to ordinary shares (Notes 20 and 24)	30,669	667,091	-	-	-	-	-	-	697,760	-	697,760
Share-based payment arrangements (Notes 24, 26 and 29)	-	3,393	-	-	-	-	-	-	3,393	-	3,393
Basis adjustment to gain (loss) on hedging instruments (Note 24)	-	-	-	-	-	-	-	(22,364)	(22,364)	-	(22,364)
Net profit (loss) for the three months ended March 31, 2021	-	-	-	-	309,648	-	-	-	309,648	(1,777)	307,871
Other comprehensive (loss) income for the three months ended March 31, 2021, net of income tax (Note 24)	-	-	-	-	-	(238,394)	(3,569)	21,763	(220,200)	(87)	(220,287)
Total comprehensive income (loss) for the three months ended March 31, 2021	-	-	-	-	309,648	(238,394)	(3,569)	21,763	89,448	(1,864)	87,584
BALANCE AT MARCH 31, 2021	<u>\$ 1,336,363</u>	<u>\$ 8,012,795</u>	<u>\$ 811,469</u>	<u>\$ 967,925</u>	<u>\$ 2,852,579</u>	<u>\$ (1,104,772)</u>	<u>\$ 22,625</u>	<u>\$ 8,316</u>	<u>\$ 12,907,300</u>	<u>\$ 38,320</u>	<u>\$ 12,945,620</u>

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

BIZLINK HOLDING INC. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

(In Thousands of New Taiwan Dollars)

(Reviewed, Not Audited)

	For the Three Months Ended March 31	
	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	\$ 431,564	\$ 342,301
Adjustments for:		
Depreciation expenses	189,418	162,774
Amortization expenses	41,676	24,852
Expected credit losses recognized on trade receivables	1,368	13,792
Net loss on fair value change of financial assets and liabilities designated as at FVTPL	2,364	9,048
Finance costs	26,273	36,877
Interest income	(10,084)	(25,250)
Compensation cost of employee stock options	3,393	679
Share of loss of associates	10,122	6,051
Loss (gain) on disposal of property, plant and equipment	669	(132)
Write-downs of inventories	44,405	20,338
Net gain on foreign currency exchange	(107,743)	(65,132)
Loss on redemption of convertible bonds	-	167,869
Changes in operating assets and liabilities		
Decrease (increase) in financial assets mandatorily at designated as at FVTPL	15,401	(64,434)
(Increase) decrease in notes receivable	(2,646)	29,674
(Increase) decrease in trade receivables	(295,170)	497,580
Decrease in other receivables	12,954	24,718
(Increase) decrease in inventories	(196,290)	115,119
Decrease in prepayment	50,232	5,626
(Increase) decrease in other current assets	(1,052)	304
Decrease in financial liabilities held for trading	(164)	(11,449)
Increase (decrease) in contract liabilities	22,144	(3,095)
Increase (decrease) in notes payable	64,589	(17,249)
Decrease in trade payables	(300,370)	(710,694)
(Decrease) increase in trade payables to related parties	(5)	383
Decrease in other payables to unrelated parties	(190,519)	(160,207)
Decrease in other payables to related parties	(83)	-
Decrease in deferred revenue	(1,148)	(2,427)
(Decrease) increase in net defined benefit liabilities	(165)	10
Increase in other current liabilities	646	14
Decrease in other operating liabilities	(394)	(158)
Cash (used in) generated from operations	(188,615)	397,782
Interest received	10,084	25,250
Interest paid	(11,365)	(12,402)
Income tax paid	(126,831)	(105,833)
Net cash (used in) generated from operating activities	(316,727)	304,797

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BIZLINK HOLDING INC. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

(In Thousands of New Taiwan Dollars)

(Reviewed, Not Audited)

	For the Three Months Ended March 31	
	2021	2020
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of financial assets at FVTOCI	\$ (20,000)	\$ (52,857)
Proceeds from sale of financial assets at FVTOCI	-	4,095
Acquisition of associates accounted for using equity method	-	(36,000)
Payments for property, plant and equipment	(223,766)	(98,908)
Proceeds from disposal of property, plant and equipment	3,184	1,442
Payments for intangible assets	(5,674)	(6,166)
Increase in refundable deposits	(16,369)	(344)
Decrease in refundable deposits	302	93
Increase in other financial assets	(22,788)	(57,783)
Decrease in other financial assets	9,026	12,324
Increase in prepayments for equipment	<u>(42,246)</u>	<u>(6,469)</u>
Net cash used in investing activities	<u>(318,331)</u>	<u>(240,573)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Redemption of convertible bonds	-	(2,574,057)
Repayments of in short-term borrowings	(34,157)	-
Repayments of long-term borrowings	(7,268)	(3,495)
Proceeds from guarantee deposits received	493	1,467
Repayment of the principal portion of lease liabilities	<u>(73,600)</u>	<u>(65,254)</u>
Net cash used in financing activities	<u>(114,532)</u>	<u>(2,641,339)</u>
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS HELD IN FOREIGN CURRENCIES	<u>(106,491)</u>	<u>(46,865)</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(856,081)	(2,623,980)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	<u>5,360,003</u>	<u>9,020,132</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>\$ 4,503,922</u>	<u>\$ 6,396,152</u>
	March 31	
	2021	2020
Cash and cash equivalents in the consolidated balance sheets	\$ 4,503,922	\$ 4,934,038
Cash and cash equivalents included in financial assets for hedging	<u>-</u>	<u>1,462,114</u>
Cash and cash equivalents in the consolidated statements of cash flows	<u>\$ 4,503,922</u>	<u>\$ 6,396,152</u>

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

(Concluded)

BIZLINK HOLDING INC. AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED MARCH 31, 2021 AND 2020 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise) (Reviewed, Not Audited)

1. GENERAL INFORMATION

BizLink Holding Inc. (“BizLink” or the “Company”) was incorporated in the Cayman Islands in June 2000. The major operating activities of BizLink include the designing, manufacturing and selling of cable assemblies, connectors, power cords, fiber optical passive components and computer peripheral products.

BizLink’s stocks have been listed on the Taiwan Stock Exchange since April 2011.

The functional currency of BizLink is U.S. dollars. For greater comparability and consistency of financial reporting, the consolidated financial statements are presented in New Taiwan dollars, since BizLink’s stocks are listed on the Taiwan Stock Exchange.

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements of BizLink and its subsidiaries, collectively referred to as the “Group”, were approved by BizLink’s board of directors on May 14, 2021.

3. APPLICATION OF NEW, AMENDED AND REVISED STANDARDS AND INTERPRETATIONS

- a. Initial application of the amendments to the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), Interpretations of IFRS (IFRIC) and Interpretations of IAS (SIC) (collectively, the “IFRSs”) endorsed and issued into effect by the Financial Supervisory Commission (FSC)

The application of the IFRSs endorsed and issued into effect by the FSC did not have material impact on the Group’s accounting policies.

- b. New IFRSs in issue but not yet endorsed and issued into effect by the FSC

New IFRSs	Effective Date Announced by IASB (Note 1)
“Annual Improvements to IFRS Standards 2018-2020”	January 1, 2022 (Note 2)
Amendments to IFRS 3 “Reference to the Conceptual Framework”	January 1, 2022 (Note 3)
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 IASB
IFRS 17 “Insurance Contracts”	January 1, 2023
Amendments to IFRS 17	January 1, 2023
Amendments to IAS 1 “Classification of Liabilities as Current or Non-current”	January 1, 2023
Amendments to IAS 1 “Disclosure of Accounting Policies”	January 1, 2023 (Note 6)
Amendments to IAS 8 “Definition of Accounting Estimates”	January 1, 2023 (Note 7)

(Continued)

New IFRSs	Effective Date Announced by IASB (Note 1)
Amendments to IAS 12 “Deferred Tax related to Assets and Liabilities arising from a Single Transaction”	January 1, 2023 (Note 8)
Amendments to IAS 16 “Property, Plant and Equipment - Proceeds before Intended Use”	January 1, 2022 (Note 4)
Amendments to IAS 37 “Onerous Contracts - Cost of Fulfilling a Contract”	January 1, 2022 (Note 5)
	(Concluded)

Note 1: Unless stated otherwise, the above New IFRSs are effective for annual reporting periods beginning on or after their respective effective dates.

Note 2: The amendments to IFRS 9 are applied prospectively to modifications and exchanges of financial liabilities that occur on or after the annual reporting periods beginning on or after January 1, 2022. The amendments to IAS 41 “Agriculture” are applied prospectively to the fair value measurements on or after the annual reporting periods beginning on or after January 1, 2022. The amendments to IFRS 1 “First-time Adoptions of IFRSs” are applied retrospectively for annual reporting periods beginning on or after January 1, 2022.

Note 3: The amendments are applicable to business combinations for which the acquisition date is on or after the beginning of the annual reporting period beginning on or after January 1, 2022.

Note 4: The amendments are applicable to property, plant and equipment that are brought to the location and condition necessary for them to be capable of operating in the manner intended by management on or after January 1, 2021.

Note 5: The amendments are applicable to contracts for which the entity has not yet fulfilled all its obligations on January 1, 2022.

Note 6: The amendments will be applied prospectively for annual reporting periods beginning on or after January 1, 2023.

Note 7: The amendments are applicable to changes in accounting estimates and changes in accounting policies that occur on or after the beginning of the annual reporting period beginning on or after January 1, 2023.

Note 8: Except that deferred taxes will be recognized on January 1, 2022 for temporary differences associated with leases and decommissioning obligations, the amendments will be applied prospectively to transactions that occur on or after January 1, 2022.

1) Amendments to IAS 1 “Classification of Liabilities as Current or Non-current”

The amendments clarify that for a liability to be classified as non-current, the Group shall assess whether it has the right at the end of the reporting period to defer settlement of the liability for at least twelve months after the reporting period. If such rights are in existence at the end of the reporting period, the liability is classified as non-current regardless of whether the Group will exercise that right. The amendments also clarify that, if the right to defer settlement is subject to compliance with specified conditions, the Group must comply with those conditions at the end of the reporting period even if the lender does not test compliance until a later date.

The amendments stipulate that, for the purpose of liability classification, the aforementioned settlement refers to a transfer of cash, other economic resources or the Group's own equity instruments to the counterparty that results in the extinguishment of the liability. However, if the terms of a liability that could, at the option of the counterparty, result in its settlement by a transfer of the Group's own equity instruments, and if such option is recognized separately as equity in accordance with IAS 32: Financial Instruments: Presentation, the aforementioned terms would not affect the classification of the liability.

2) Amendments to IAS 1 "Disclosure of Accounting Policies"

The amendments specify that the Group should refer to the definition of material to determine its material accounting policy information to be disclosed. Accounting policy information is material if it can reasonably be expected to influence decisions that the primary users of general purpose financial statements make on the basis of those financial statements. The amendments also clarify that:

- Accounting policy information that relates to immaterial transactions, other events or conditions is immaterial and need not be disclosed;
- The Group may consider the accounting policy information as material because of the nature of the related transactions, other events or conditions, even if the amounts are immaterial; and
- Not all accounting policy information relating to material transactions, other events or conditions is itself material.

The amendments also illustrate that accounting policy information is likely to be considered as material to the financial statements if that information relates to material transactions, other events or conditions and:

- a) The Group changed its accounting policy during the reporting period and this change resulted in a material change to the information in the financial statements;
- b) The Group chose the accounting policy from options permitted by the standards;
- c) The accounting policy was developed in accordance with IAS 8 "Accounting Policies, Changes in Accounting Estimates and Errors" in the absence of an IFRS that specifically applies;
- d) The accounting policy relates to an area for which the Group is required to make significant judgements or assumptions in applying an accounting policy, and the Group discloses those judgements or assumptions; or
- e) The accounting is complex and users of the financial statements would otherwise not understand those material transactions, other events or conditions.

3) Amendments to IAS 8 "Definition of Accounting Estimates"

The amendments define that accounting estimates are monetary amounts in financial statements that are subject to measurement uncertainty. In applying accounting policies, the Group may be required to measure items at monetary amounts that cannot be observed directly and must instead be estimated. In such a case, the Group uses measurement techniques and inputs to develop accounting estimates to achieve the objective. The effects on an accounting estimate of a change in a measurement technique or a change in an input are changes in accounting estimates unless they result from the correction of prior period errors.

Except for the above impact, as of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the possible impact that the application of other standards and interpretations will have on the Group's financial position and financial performance and will disclose the relevant impact when the assessment is completed.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Statement of compliance

These interim consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 "Interim Financial Reporting" as endorsed and issued into effect by the FSC. Disclosure information included in these interim consolidated financial statements is less than the disclosure information required in a complete set of annual consolidated financial statements.

b. Basis of preparation

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments and net defined benefit liabilities which are measured at the present value of the defined benefit obligation less the fair value of plan assets.

The fair value measurements, which are grouped into Levels 1 to 3 based on the degree to which the fair value measurement inputs are observable and based on the significance of the inputs to the fair value measurement in its entirety, are described as follows:

- 1) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities;
- 2) Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for an asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- 3) Level 3 inputs are unobservable inputs for an asset or liability.

c. Basis of consolidation

The consolidated financial statements incorporate the financial statements of BizLink and the entities controlled by BizLink (i.e. its subsidiaries).

Income and expenses of subsidiaries acquired or disposed of during the period are included in the consolidated statement of comprehensive income from the effective dates of acquisitions up to the effective dates of disposals, as appropriate.

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by BizLink.

All intra-group transactions, balances, income and expenses are eliminated in full upon consolidation. Total comprehensive income of subsidiaries is attributed to the owners of the Group and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

Changes in the Group's ownership interests in subsidiaries that do not result in the Group losing control over the subsidiaries are accounted for as equity transactions. The carrying amounts of the interests of the Group's interests and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognized directly in equity and attributed to the owners of BizLink.

See Note 11, Table 8 and Table 9 for the detailed information on subsidiaries (including the percentages of ownership and main businesses).

d. Other significant accounting policy

Except for the following, refer to the Group's consolidated financial statements for the year ended December 31, 2020 for the summary of significant accounting policies which are followed in these consolidated financial statements.

1) Retirement benefits

Pension cost for an interim period is calculated on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior financial year, adjusted for significant market fluctuations since that time and for significant plan amendments, settlements, or other significant one-off events.

2) Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax. Interim period income taxes are assessed on an annual basis and calculated by applying to an interim period's pre-tax income the tax rate that would be applicable to expected total annual earnings. The effect of a change in tax rate resulting from a change in tax law is recognized consistently with the accounting for the transaction itself which gives rise to the tax consequence, and this is recognized in profit or loss, other comprehensive income or directly in equity in full in the period in which the change in tax rate occurs.

5. CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The same critical accounting judgments and key sources of estimates and uncertainty have been followed in these consolidated financial statements as were applied in the preparation of the Group's consolidated financial statements for the year ended December 31, 2020.

6. CASH AND CASH EQUIVALENTS

	March 31, 2021	December 31, 2020	March 31, 2020
Cash on hand	\$ 1,142	\$ 1,058	\$ 1,104
Checking accounts and demand deposits	3,182,177	3,423,656	2,858,680
Cash equivalents (investments with original maturities of less than 3 months)			
Time deposits	1,308,699	1,928,411	2,064,494
Bank acceptances	<u>11,904</u>	<u>6,878</u>	<u>9,760</u>
	<u>\$ 4,503,922</u>	<u>\$ 5,360,003</u>	<u>\$ 4,934,038</u>

Interest rates for deposits in bank on the balance sheet date were as follows:

	March 31, 2021	December 31, 2020	March 31, 2020
Demand deposits	0%-2.03%	0%-2.03%	0%-2.75%

7. FINANCIAL INSTRUMENTS AT FVTPL

	March 31, 2021	December 31, 2020	March 31, 2020
<u>Financial assets at FVTPL - current</u>			
Financial assets mandatorily at FVTPL			
Derivative financial assets (not under hedge accounting)			
Foreign exchange forward contracts	\$ 5,086	\$ 39,574	\$ 2,596
Convertible bond options (Note 20)	1,735	2,269	906
Non-derivative financial assets			
Fund beneficiary certificates	-	-	90,000
Foreign listed stocks	<u>1,748</u>	<u>1,434</u>	<u>1,322</u>
	<u>\$ 8,569</u>	<u>\$ 43,277</u>	<u>\$ 94,824</u>

Financial assets at FVTPL - non-current

Financial assets mandatorily at FVTPL			
Non-derivative financial assets			
Fund beneficiary certificates	<u>\$ 51,363</u>	<u>\$ 17,088</u>	<u>\$ -</u>

Financial liabilities at FVTPL - current

Financial liabilities held for trading			
Derivative financial liabilities (not under hedge accounting)			
Foreign exchange forward contracts	<u>\$ 18,148</u>	<u>\$ 51</u>	<u>\$ 22,548</u>

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

	Currency	Maturity Date	Notional Amount (In Thousands)
<u>March 31, 2021</u>			
Sell	USD/RMB	2021.04-2021.07	USD70,950/RMB463,643
Sell	EUR/RMB	2021.04-2021.12	EUR2,131/RMB17,400
Sell	USD/SGD	2021.04-2021.05	EUR3,800/SGD5,056
<u>December 31, 2020</u>			
Sell	USD/RMB	2021.01-2021.04	USD79,050/RMB525,204
Sell	EUR/RMB	2021.01-2021.12	EUR2,753/RMB22,400
<u>March 31, 2020</u>			
Sell	USD/RMB	2020.04-2020.07	USD57,381/RMB402,314
Sell	EUR/RMB	2020.04-2020.12	EUR3,848/RMB30,700

8. FINANCIAL ASSETS MEASURED AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME (FVTOCI)

Investment in Equity Instruments at FVTOCI

	March 31, 2021	December 31, 2020	March 31, 2020
<u>Non-current</u>			
Unlisted domestic and foreign stocks	\$ 325,499	\$ 308,606	\$ 277,171
Listed domestic stocks	<u>-</u>	<u>-</u>	<u>175,572</u>
	<u>\$ 325,499</u>	<u>\$ 308,606</u>	<u>\$ 452,743</u>

These investments in equity instruments are held for medium- to long-term strategic purposes. Accordingly, the management elected to designate these investments in equity instruments as at FVTOCI as it believes that recognizing short-term fluctuations in these investments' fair values in profit or loss would not be consistent with the Group's strategy of holding these investments for long-term purposes.

In February and March 2020, the Group acquired domestic unlisted stocks and domestic listed stocks at US\$300 thousand and \$43,826 thousand, respectively for medium to long-term strategic purposes; the management designated these investments as at FVTOCI.

In February 2021, the Group acquired domestic unlisted stocks at \$20,000 thousand, respectively for medium to long-term strategic purposes; the management designated these investments as at FVTOCI.

For the three months ended March 31, 2020, the Group sold domestic listed stocks in order to manage credit concentration risk. The stocks sold had a fair value of \$4,095 thousand and its related unrealized valuation gain of \$2,180 thousand was transferred from other equity to retained earnings.

9. NOTES RECEIVABLE, TRADE RECEIVABLES AND OTHER RECEIVABLES

	March 31, 2021	December 31, 2020	March 31, 2020
<u>Notes receivable</u>			
At amortized cost			
Gross carrying amount	\$ 9,643	\$ 6,968	\$ 4,635
Less: Allowance for impairment loss	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 9,643</u>	<u>\$ 6,968</u>	<u>\$ 4,635</u>
Notes receivable - operating	<u>\$ 9,643</u>	<u>\$ 6,968</u>	<u>\$ 4,635</u>

(Continued)

	March 31, 2021	December 31, 2020	March 31, 2020
<u>Trade receivables</u>			
At amortized cost			
Gross carrying amount	\$ 5,641,059	\$ 5,255,871	\$ 4,459,256
Less: Allowance for impairment loss	<u>(20,888)</u>	<u>(20,771)</u>	<u>(57,046)</u>
	<u>\$ 5,620,171</u>	<u>\$ 5,235,100</u>	<u>\$ 4,402,210</u>
<u>Other receivables</u>			
Tax refund receivable	\$ 66,043	\$ 67,363	\$ 56,986
Others	<u>13,366</u>	<u>24,932</u>	<u>33,485</u>
	<u>\$ 79,409</u>	<u>\$ 92,295</u>	<u>\$ 90,471</u>
			(Concluded)

a. Notes receivable

The average paid of notes receivable was 153 to 184 days.

The Group measures the loss allowance for notes receivables at an amount equal to lifetime ECLs. The expected credit losses on notes receivable are estimated by reference to past default experience of the debtor and adjusted for general economic conditions of the industry in which the debtors operate and an assessment of both the current as well as the forecast direction of economic conditions at the reporting date. As of March 31, 2021, December 31, 2020 and March 31, 2020, the Group evaluated no allowance for impairment loss was needed for notes receivable.

The aging of receivable was as follows:

	March 31, 2021	December 31, 2020	March 31, 2020
Up to 60 days	\$ 5,862	\$ 5,352	\$ 4,635
61 to 90 days	644	972	-
91 to 120 days	1,525	60	-
121 to 365 days	<u>1,612</u>	<u>584</u>	<u>-</u>
	<u>\$ 9,643</u>	<u>\$ 6,968</u>	<u>\$ 4,635</u>

The above aging schedule was based on the number of days from the invoice date.

b. Trade receivables

At amortized cost

The Group provides 0 to 120 days after the end of the month credit policy to their customers on the sale of goods. In order to minimize credit risk, the 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 trade debt at the end of the reporting period to ensure that adequate allowance is made for possible irrecoverable amounts. In this regard, the management believes the Group's credit risk is significantly reduced.

The Group measures the loss allowance for trade receivables at an amount equal to lifetime ECLs. The expected credit losses on trade receivables are estimated using a provision matrix prepared by reference to 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 outlook. 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.

The Group writes off a trade 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 trade receivables 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 recognized in profit or loss.

The following table details the loss allowance of trade receivables based on the Group's provision matrix.

March 31, 2021

	Not Past Due	Past Due					Total
		Less than and Including 60 Days	61 to 90 Days	91 to 120 Days	121 to 365 Days	Over 365 Days	
Expected credit loss rate	0.00%-0.12%	0.00%-0.66%	0.00%-7.65%	0.00%-18.67%	0.00%-18.39%	100%	
Gross carrying amount	\$ 4,912,671	\$ 646,028	\$ 23,501	\$ 16,171	\$ 26,235	\$ 16,453	\$ 5,641,059
Loss allowance (lifetime ECLs)	(1,061)	(299)	(347)	(506)	(2,222)	(16,453)	(20,888)
Amortized cost	<u>\$ 4,911,610</u>	<u>\$ 645,729</u>	<u>\$ 23,154</u>	<u>\$ 15,665</u>	<u>\$ 24,013</u>	<u>\$ -</u>	<u>\$ 5,620,171</u>

December 31, 2020

	Not Past Due	Past Due					Total
		Less than and Including 60 Days	61 to 90 Days	91 to 120 Days	121 to 365 Days	Over 365 Days	
Expected credit loss rate	0.00%-0.14%	0.00%-0.46%	0.00%-9.03%	0.00%-22.71%	0.00%-22.04%	100%	
Gross carrying amount	\$ 4,600,819	\$ 576,566	\$ 34,069	\$ 8,607	\$ 19,418	\$ 16,392	\$ 5,255,871
Loss allowance (Lifetime ECLs)	(918)	(345)	(638)	(202)	(2,276)	(16,392)	(20,771)
Amortized cost	<u>\$ 4,599,901</u>	<u>\$ 576,221</u>	<u>\$ 33,431</u>	<u>\$ 8,405</u>	<u>\$ 17,142</u>	<u>\$ -</u>	<u>\$ 5,235,100</u>

March 31, 2020

	Not Past Due	Past Due					Total
		Less than and Including 60 Days	61 to 90 Days	91 to 120 Days	121 to 365 Days	Over 365 Days	
Expected credit loss rate	0.00%-0.26%	0.00%-1.83%	0.00%-8.34%	0.00%-26.36%	0.00%-42.03%	100%	
Gross carrying amount	\$ 3,785,227	\$ 564,084	\$ 31,552	\$ 7,677	\$ 33,562	\$ 37,154	\$ 4,459,256
Loss allowance (Lifetime ECLs)	(2,923)	(6,825)	(1,826)	(908)	(7,410)	(37,154)	(57,046)
Amortized cost	<u>\$ 3,782,304</u>	<u>\$ 557,259</u>	<u>\$ 29,726</u>	<u>\$ 6,769</u>	<u>\$ 26,152</u>	<u>\$ -</u>	<u>\$ 4,402,210</u>

The movements of the loss allowance of trade receivables were as follows:

	For the Three Months Ended March 31	
	2021	2020
Balance at January 1	\$ 20,771	\$ 42,936
Add: Net remeasurement of loss allowance	1,368	13,792
Less: Amounts written off	(1,249)	-
Foreign exchange translation gains and losses	<u>(2)</u>	<u>318</u>
Balance at March 31	<u>\$ 20,888</u>	<u>\$ 57,046</u>

c. Other receivables

Other receivables consisted of tax refund receivable and others. The Group applied the policy only with good credit traders. The Group continued to trace and refer to past default experience of counterparties and analyzed their current financial position in order to evaluate whether there was a significant increase in credit risk or expected credit loss. As of March 31, 2021, December 31, 2020 and March 31, 2020, the Group did not need to recognize expected credit loss on other receivables.

10. INVENTORIES

	March 31, 2021	December 31, 2020	March 31, 2020
Raw materials	\$ 2,046,178	\$ 1,958,536	\$ 1,679,283
Work in progress	322,511	330,358	294,228
Finished goods and merchandise	<u>2,440,251</u>	<u>2,360,580</u>	<u>2,005,397</u>
	<u>\$ 4,808,940</u>	<u>\$ 4,649,474</u>	<u>\$ 3,978,908</u>

The nature of the cost of goods sold is as follows:

	For the Three Months Ended March 31	
	2021	2020
Cost of inventories sold	\$ 4,716,007	\$ 3,747,428
Inventory write-downs	44,405	20,338
Unallocated production overhead	<u>12,172</u>	<u>-</u>
	<u>\$ 4,772,584</u>	<u>\$ 3,767,766</u>

11. SUBSIDIARIES

Subsidiaries included in the consolidated financial statements:

Investor	Investee	Nature of Activities	Proportion of Ownership (%)			Remark
			March 31, 2021	December 31, 2020	March 31, 2020	
BizLink Holding Inc.	BizLink Technology Inc.	(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.	100.00	100.00	100.00	
	OW Holding Inc.	Various investment activities.	93.08	93.08	90.58	
	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.	100.00	100.00	100.00	
	BizLink International Corp.	(1) Wholesale of cable assemblies, connectors and power cords, (2) international trade, and (3) financial center for BizLink's Asian operations.	100.00	100.00	100.00	
	Zellwood International Corp.	Various investment activities.	100.00	100.00	100.00	
	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.	100.00	100.00	100.00	
	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.	100.00	100.00	100.00	
	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 business trade.	100.00	100.00	100.00	
	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.	100.00	100.00	100.00	
	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.	100.00	100.00	100.00	
	BizLink 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.	100.00	100.00	100.00	
	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.	100.00	100.00	100.00	
	Bizconn Technology Inc.	(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.	100.00	100.00	100.00	Bizconn Technology Inc. is not yet in operation.
	EA Cable Assemblies (Hong Kong) Co., Limited	Various investment activities.	100.00	100.00	100.00	
	EA Cable Assemblies GmbH	(1) Wholesale and retail of cable assemblies, power cords and connectors, and (2) international trade.	100.00	100.00	100.00	
	BizLink Technology (Belgium) NV	(1) Wholesale and retail of cable assemblies, power cords and connectors, and (2) international trade.	100.00	100.00	100.00	
	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.	100.00	100.00	100.00	
	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.	100.00	100.00	90.00	b
	Speedy Industrial Supplies Pte Ltd	Manufacture and sale of cable assemblies, power cords, PCBA assemblies, sheet metal fabrication and box build assemblies.	100.00	100.00	-	a
BizLink Technology Inc.	Bobo, LLC	Various leasing activities.	100.00	100.00	100.00	
OW Holding Inc.	OptiWorks, Inc.	(1) Wholesale and retail of fiber optical passive components and fiber optical cables, (2) international trade, and (3) various investment activities.	100.00	100.00	100.00	
OptiWorks, Inc.	OptiWorks (Shanghai) Limited	(1) Manufacture, wholesale and retail of fiber optical passive components and fiber optical cables, and (2) international trade.	100.00	100.00	100.00	
	OptiWorks (Kunshan) Limited	(1) Production and development of optical communications optoelectronic devices, components and modules, and (2) sale of own products.	100.00	100.00	100.00	

(Continued)

Investor	Investee	Nature of Activities	Proportion of Ownership (%)			Remark
			March 31, 2021	December 31, 2020	March 31, 2020	
BizLink (BVI) Corp.	Hwa Zhan Electronics Corp. (Shen Zhen)	Production and operations of computers and communications cables, connectors and fiber jumpers.	100.00	100.00	100.00	
	Jo Yeh Company Limited	(1) Wholesale and retail of connectors, and (2) international trade.	100.00	100.00	100.00	
Jo Yeh Company Limited	Foshan Nanhai Jo Yeh Electronic Co., Ltd.	Production and operations of electrical appliances, electronic equipment, and plug-in connectors.	100.00	100.00	100.00	
Zellwood International Corp.	Bizconn International Corp. (Samoa)	Various investment activities.	100.00	100.00	100.00	
	BizLink (Kun Shan) Co., Ltd.	Design, manufacture and sale of cable assemblies, connectors and power cords.	100.00	100.00	100.00	
	Teralux Technology Co., Ltd.	Research, manufacture and retail of optical and optoelectronic device technology	-	-	100.00	c
Bizconn International Corp. (Samoa)	Bizconn International Corp. (China)	Design, manufacture, sale and assembly of connectors, tooling and cable assemblies.	100.00	100.00	100.00	
Adel Enterprise Corp.	BizLink Electronics (Xiamen) Co., Ltd.	Manufacture and assembly of power cords and cables.	100.00	100.00	100.00	
Asia Wick Ltd.	Asia Wick Ltd.	Various investment activities.	100.00	100.00	100.00	
	Tong Ying Electronics (Shen Zhen) Ltd.	Manufacture of wire extrusions and cable assemblies.	100.00	100.00	100.00	
BizLink (BVI) Corp. Limited	Xiang Yao Electronics (Shen Zhen) Co., Ltd.	Design, manufacture and sale of cable assemblies, power cords, and connectors.	100.00	100.00	100.00	
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.	100.00	100.00	100.00	
BizLink Technology (Slovakia) S.R.O.	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.	-	-	10.00	b
EA Cable Assemblies (Hong Kong) Co., Limited	BizLink Technology (Chang Zhou) Limited	(1) Manufacture of smart instrumental sensors, instrumental connectors and instrumental functional materials, (2) sale of own products, and import and export business.	100.00	100.00	100.00	
	BizLink Technology (Xiamen) Limited	(1) Manufacture of smart instrumental sensors, instrumental connectors, and instrumental functional materials, (2) sale of own products, and import and export business.	100.00	100.00	100.00	
Speedy Industrial Supplies Pte Ltd	SIS Speedy Industrial Supplies Sdn. Bhd.	Manufacture and sale of cable assemblies, power cords, PCBA assemblies, sheet metal fabrication and box build assemblies.	100.00	100.00	-	a

(Concluded)

Note a: In February 2020, BizLink's board of directors resolved to acquire 100% interest in Speedy Industrial Supplies Pte Ltd and its subsidiary SIS Speedy Industrial Supplies Sdn. Bhd. on April 7, 2020.

Note b: In July 2020, BizLink acquired 10% interest of BizLink Technology SRB D.O.O. Thus, the stockholding ratio of the Group increased from 90% to 100%, and the interest of BizLink Technology (Slovakia) S.R.O. in BizLink Technology SRB D.O.O. decreased to 0%.

Note c: Teralux Technology Co., Ltd. was liquidated in December 2020.

12. INVESTMENTS ACCOUNTED FOR USING EQUITY METHOD

Investments in Associates

	March 31, 2021	December 31, 2020	March 31, 2020
Associates that are not individually material	<u>\$ 83,318</u>	<u>\$ 90,527</u>	<u>\$ 118,819</u>

At the end of reporting period, the interest share and percentage of ownership held by the Group were as follows:

Name of Associates	March 31, 2021	December 31, 2020	March 31, 2020
Siriustek Inc.	40.00%	40.00%	40.00%
AquaOptics Corp.	44.00%	44.00%	44.00%
ProOptics International Corp.	21.35%	21.35%	21.35%

At the end of reporting period, the interest share and percentage of voting right held by the Group were as follows:

Name of Associates	March 31, 2021	December 31, 2020	March 31, 2020
Siriustek Inc.	40.00%	40.00%	40.00%
AquaOptics Corp.	44.00%	44.00%	44.00%
ProOptics International Corp.	27.00%	27.00%	27.00%

Refer to Table 8 for the nature of activities, principal places of business and countries of incorporation of the associates.

In February 2020, the Group participated in the cash capital increase and subscribed stocks of AquaOptics of \$36,000 thousand; increasing the Group's percentage of ownership from 22.78% to 44.00%. The changes from investments in associates and joint ventures accounted for using equity method decreased the retained earnings by \$8,958 thousand for insufficient capital surplus.

Except for Siriustek Inc. and AquaOptics Corp, investments were accounted for using the equity method and the share of profit or loss and other comprehensive income of those investments were calculated based on financial statements which have been reviewed for the three months ended March 31, 2020. However, the Group's management believes there is no material impact on the equity method of accounting or the calculation of the share of profit or loss and other comprehensive income from the financial statements that have not been reviewed.

Investments were accounted for using the equity method and the share of profit or loss and other comprehensive income of those investments were calculated based on the financial statements which have not been reviewed for the three months ended March 31, 2021. However, the Group's management believes that there is no material impact on the equity method of accounting or calculation of the share of profit or loss and other comprehensive income from the financial statements that have not been reviewed.

13. PROPERTY, PLANT AND EQUIPMENT

	March 31, 2021	December 31, 2020	March 31, 2020
Assets used by the Group	<u>\$ 3,215,351</u>	<u>\$ 3,224,081</u>	<u>\$ 2,526,911</u>

	Freehold Land	Buildings	Machinery and Equipment	Transportation	Other Equipment	Property under Construction	Total
<u>Cost</u>							
Balance at January 1, 2021	\$ 348,673	\$ 1,117,548	\$ 2,992,119	\$ 26,282	\$ 1,092,463	\$ 307,766	\$ 5,884,851
Additions	-	10,043	55,928	-	21,776	12,811	100,558
Disposals	-	-	(13,878)	-	(2,424)	-	(16,302)
Reclassifications (a)	-	13,853	27,378	-	9,689	(2,527)	48,393
Effects of foreign currency exchange differences	(55)	(6,409)	(33,096)	(317)	(21,755)	(1,692)	(63,324)
Balance at March 31, 2021	<u>\$ 348,618</u>	<u>\$ 1,135,035</u>	<u>\$ 3,028,451</u>	<u>\$ 25,965</u>	<u>\$ 1,099,749</u>	<u>\$ 316,358</u>	<u>\$ 5,954,176</u>
<u>Accumulated depreciation and impairment</u>							
Balance at January 1, 2021	\$ -	\$ 314,433	\$ 1,727,159	\$ 17,046	\$ 602,132	\$ -	\$ 2,660,770
Disposals	-	-	(10,287)	-	(2,162)	-	(12,449)
Depreciation expense	-	14,080	70,842	692	32,317	-	117,931
Effects of foreign currency exchange differences	-	(1,474)	(16,440)	(216)	(9,297)	-	(27,427)
Balance at March 31, 2021	<u>\$ -</u>	<u>\$ 327,039</u>	<u>\$ 1,771,274</u>	<u>\$ 17,522</u>	<u>\$ 622,990</u>	<u>\$ -</u>	<u>\$ 2,738,825</u>
Carrying amounts at December 31, 2020 and January 1, 2021	<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>
Carrying amounts at March 31, 2021	<u>\$ 348,618</u>	<u>\$ 807,996</u>	<u>\$ 1,257,177</u>	<u>\$ 8,443</u>	<u>\$ 476,759</u>	<u>\$ 316,358</u>	<u>\$ 3,215,351</u>
<u>Cost</u>							
Balance at January 1, 2020	\$ 348,715	\$ 900,452	\$ 2,590,726	\$ 21,221	\$ 760,076	\$ 32,170	\$ 4,653,360
Additions	-	14,606	41,116	382	42,804	-	98,908
Disposals	-	-	(4,378)	-	(664)	-	(5,042)
Reclassifications (b)	-	3,682	27,555	-	146	-	31,383
Effects of foreign currency exchange differences	1,036	(3,630)	(17,213)	(274)	(7,115)	-	(27,196)
Balance at March 31, 2020	<u>\$ 349,751</u>	<u>\$ 915,110</u>	<u>\$ 2,637,806</u>	<u>\$ 21,329</u>	<u>\$ 795,247</u>	<u>\$ 32,170</u>	<u>\$ 4,751,413</u>
<u>Accumulated depreciation and impairment</u>							
Balance at January 1, 2020	\$ -	\$ 275,573	\$ 1,424,301	\$ 12,547	\$ 435,231	\$ -	\$ 2,147,652
Disposals	-	-	(3,163)	-	(569)	-	(3,732)
Reclassifications	-	-	491	-	(491)	-	-
Depreciation expense	-	9,864	61,636	531	23,953	-	95,984
Effects of foreign currency exchange differences	-	(1,022)	(10,791)	(172)	(3,417)	-	(15,402)
Balance at March 31, 2020	<u>\$ -</u>	<u>\$ 284,415</u>	<u>\$ 1,472,474</u>	<u>\$ 12,906</u>	<u>\$ 454,707</u>	<u>\$ -</u>	<u>\$ 2,224,502</u>
Carrying amounts at March 31, 2020	<u>\$ 349,751</u>	<u>\$ 630,695</u>	<u>\$ 1,165,332</u>	<u>\$ 8,423</u>	<u>\$ 340,540</u>	<u>\$ 32,170</u>	<u>\$ 2,526,911</u>

- Reclassifications from inventory and other non-current assets - prepayments for equipment to property, plant and equipment amounted to \$6,681 thousand and \$41,712 thousand, respectively.
- Reclassifications from inventory and other non-current assets - prepayments for equipment to property, plant and equipment amounted to \$82 thousand and \$31,301 thousand, respectively.

No impairment loss or reversal of impairment loss was recognized three months ended March 31, 2021 and 2020.

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

Buildings	
Main buildings	20-55 years
Construction appurtenance	2-20 years
Machinery and equipment	2-23 years
Transportation	2-10 years
Other equipment	2-10 years

Refer to Note 34 for the carrying amount of property, plant and equipment pledged by the Group to secure borrowings granted to the Group.

14. LEASE ARRANGEMENTS

a. Right-of-use assets

	March 31, 2021	December 31, 2020	March 31, 2020
<u>Carrying amounts</u>			
Land	\$ 199,429	\$ 202,810	\$ 198,509
Buildings	471,337	542,258	733,838
Transportation equipment	12,665	13,282	17,951
Other equipment	<u>4,067</u>	<u>4,881</u>	<u>6,421</u>
	<u>\$ 687,498</u>	<u>\$ 763,231</u>	<u>\$ 956,719</u>
		For the Three Months Ended March 31	
		2021	2020
Additions to right-of-use assets		<u>\$ 2,467</u>	<u>\$ 3,530</u>
Depreciation charge for right-of-use assets			
Land		\$ 1,218	\$ 1,186
Buildings		66,476	61,684
Transportation equipment		2,300	2,408
Other equipment		<u>612</u>	<u>589</u>
		<u>\$ 70,606</u>	<u>\$ 65,867</u>
Income from the subleasing of right-of-use assets (presented in other income)		<u>\$ (3,607)</u>	<u>\$ (3,320)</u>

Except for the aforementioned addition and recognized depreciation, the Group did not have significant sublease or impairment of right-of-use assets during the three months ended March 31, 2021 and 2020.

b. Lease liabilities

	March 31, 2021	December 31, 2020	March 31, 2020
<u>Carrying amounts</u>			
Current	<u>\$ 235,355</u>	<u>\$ 265,656</u>	<u>\$ 247,037</u>
Non-current	<u>\$ 299,984</u>	<u>\$ 343,868</u>	<u>\$ 543,652</u>

Range of discount rate for lease liabilities was as follows:

	March 31, 2021	December 31, 2020	March 31, 2020
Buildings	2.69%-9.88%	2.69%-9.88%	2.69%-6.76%
Transportation equipment	2.49%-4.59%	2.49%-4.59%	2.49%-4.59%
Other equipment	2.69%-4.25%	2.69%-4.25%	2.69%-4.25%

c. Material lease-in activities and terms

The Group did not enter into significant lease contracts in the three months ended March 31, 2021 and 2020. Because the market conditions were severely affected by COVID-19 in 2020, the Group negotiated with the lessor for rent concessions for building lease. The lessor agreed to provide unconditional 1 to 3 months rent reduction from January 1, 2020 to March 31, 2020. The Group recognized the amount of \$12,543 thousand in profit or loss the impact of rent concessions the three months ended March 31, 2020 (recorded under other income).

d. Subleases

The sublease transactions are set out below.

Sublease of right-of-use assets

The Group subleases its right-of-use assets for building under operating leases with lease terms between 1 to 5 years and with an option to extend for an additional years. 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 was as follows:

	March 31, 2021	December 31, 2020	March 31, 2020
Year 1	\$ 6,307	\$ 8,881	\$ 8,460
Year 2	1,388	3,484	7,692
Year 3	<u>-</u>	<u>-</u>	<u>1,302</u>
	<u>\$ 7,695</u>	<u>\$ 12,365</u>	<u>\$ 17,454</u>

e. Other lease information

Lease arrangements under operating leases for the leasing out of investment properties are set out in Note 15.

	For the Three Months Ended March 31	
	2021	2020
Expenses relating to short-term leases	<u>\$ 3,215</u>	<u>\$ 3,440</u>
Expenses relating to low-value asset leases	<u>\$ 1,218</u>	<u>\$ 982</u>
Total cash outflow for leases	<u>\$ (84,891)</u>	<u>\$ (78,645)</u>

15. INVESTMENT PROPERTIES

	Freehold Land	Building	Total
<u>Cost</u>			
Balance at January 1, 2021	\$ 89,725	\$ 146,349	\$ 236,074
Effects of foreign currency exchange differences	<u>74</u>	<u>186</u>	<u>260</u>
Balance at March 31, 2021	<u>\$ 89,799</u>	<u>\$ 146,535</u>	<u>\$ 236,334</u>

(Continued)

	Freehold Land	Building	Total
<u>Accumulated depreciation and impairment</u>			
Balance at January 1, 2021	\$ -	\$ 46,486	\$ 46,486
Depreciation expense	-	881	881
Effect of foreign currency exchange differences	<u>-</u>	<u>59</u>	<u>59</u>
Balance at March 31, 2021	<u>\$ -</u>	<u>\$ 47,426</u>	<u>\$ 47,426</u>
Carrying amounts at December 31, 2020 and January 1, 2021	<u>\$ 89,725</u>	<u>\$ 99,863</u>	<u>\$ 189,588</u>
Carrying amounts at March 31, 2021	<u>\$ 89,799</u>	<u>\$ 99,109</u>	<u>\$ 188,908</u>

Cost

Balance at January 1, 2020	\$ 91,758	\$ 151,373	\$ 243,131
Effects of foreign currency exchange differences	<u>332</u>	<u>821</u>	<u>1,153</u>
Balance at March 31, 2020	<u>\$ 92,090</u>	<u>\$ 152,194</u>	<u>\$ 244,284</u>

Accumulated depreciation and impairment

Balance at January 1, 2020	\$ -	\$ 44,286	\$ 44,286
Depreciation expense	-	923	923
Effects of foreign currency exchange differences	<u>-</u>	<u>224</u>	<u>224</u>
Balance at March 31, 2020	<u>\$ -</u>	<u>\$ 45,433</u>	<u>\$ 45,433</u>
Carrying amounts at March 31, 2020	<u>\$ 92,090</u>	<u>\$ 106,761</u>	<u>\$ 198,851</u>

(Concluded)

The investment properties were leased out for 2 to 5 years, with an option to extend for an additional 3 years. The 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 expiry of the lease periods.

The maturity analysis of lease payments receivable under operating leases of investment properties as of March 31, 2021, December 31, 2020 and March 31, 2020 was as follows:

	March 31, 2021	December 31, 2020	March 31, 2020
Year 1	\$ 12,194	\$ 16,554	\$ 18,815
Year 2	1,514	1,736	14,688
Year 3	<u>-</u>	<u>400</u>	<u>-</u>
	<u>\$ 13,708</u>	<u>\$ 18,690</u>	<u>\$ 33,503</u>

To reduce the residual asset risk related to subleased lands and buildings at the end of the relevant lease, the Group follows its general risk management strategy.

Investment properties were depreciated using the straight-line method over their estimated useful lives as follows:

Building	
Main buildings	39-55 years
Construction appurtenances	5-10 years

For investment properties not valued by any independent valuer, the management of the Group used the valuation model that market participants would use in determining the fair value. The valuation was arrived at by reference to market evidence of transaction prices for similar properties.

	March 31, 2021	December 31, 2020	March 31, 2020
Fair value	<u>\$ 312,291</u>	<u>\$ 306,605</u>	<u>\$ 312,470</u>

Refer to Note 34 for the carrying amount of investment properties pledged by the Group to secure borrowings granted to the Group.

16. GOODWILL

	For the Three Months Ended March 31	
	2021	2020
<u>Cost</u>		
Balance at January 1	\$ 730,307	\$ 375,836
Effects of foreign currency exchange differences	<u>(22,669)</u>	<u>(4,891)</u>
Balance at March 31	<u>\$ 707,638</u>	<u>\$ 370,945</u>
<u>Accumulated impairment losses</u>		
Balance at January 1	\$ -	\$ 1,969
Effects of foreign currency exchange differences	<u>-</u>	<u>37</u>
Balance at March 31	<u>\$ -</u>	<u>\$ 2,006</u>
Carrying amounts at January 1	<u>\$ 730,307</u>	<u>\$ 373,867</u>
Carrying amounts at March 31	<u>\$ 707,638</u>	<u>\$ 368,939</u>

In January 2017, the board of directors resolved to acquire Leoni AG's Electrical Appliance Assemblies business group on May 2, 2017 and recognized goodwill of EUR11,129 thousand (translated into \$372,599 thousand on March 31, 2021). Any excess of the cost of acquisition and the net fair value of the obtained identifiable assets and liabilities is recognized as goodwill on the acquisition date with provisional prices determined based on the purchase pricing allocation report. The Group will conduct impairment tests on goodwill related to the identified cash generating units regularly in accordance with the recoverable amount based on a discounted cash flow analysis.

In July 2018, the board of directors resolved to acquire Teralux Technology Co., Ltd. and recognized goodwill of RMB461 thousand. Any excess of the cost of acquisition and the net fair value of the obtained identifiable assets and liabilities is recognized as goodwill on the acquisition date with provisional prices determined based on the purchase pricing allocation report. The Group conducted impairment tests on goodwill in 2019 and recognized in full impairment loss. As the Group is expected to liquidate the identified cash generating unit, and the recoverable amount based of goodwill evaluated is zero. Since Teralux Technology Co. was liquidated in December 2020, the goodwill has been derecognized.

In February 2020, the board of directors resolved to acquire Speedy Industrial Supplies Pte Ltd and its subsidiary SIS Speedy Industrial Supplies Sdn. Bhd. on April 7, 2020, and recognized goodwill of SGD15,794 thousand (translated into \$335,039 thousand on March 31, 2021). Any excess of the cost of acquisition and the net fair value of the obtained identifiable assets and liabilities is recognized as goodwill on the acquisition date with prices determined based on the purchase pricing allocation report.

17. OTHER INTANGIBLE ASSETS

	Patents	Computer Software	Customer Relationships	Core Technology	Total
<u>Cost</u>					
Balance at January 1, 2021	\$ 60,552	\$ 376,658	\$ 663,700	\$ 551,289	\$1,652,199
Additions	-	5,674	-	-	5,674
Reclassifications (Note a)	-	236	-	-	236
Effects of foreign currency exchange differences	(260)	(2,859)	(10,811)	(7,639)	(21,569)
Balance at March 31, 2021	<u>\$ 60,292</u>	<u>\$ 379,709</u>	<u>\$ 652,889</u>	<u>\$ 543,650</u>	<u>\$1,636,540</u>
<u>Accumulated amortization and impairment</u>					
Balance at January 1, 2021	\$ 59,733	\$ 235,357	\$ 162,133	\$ 178,320	\$ 635,543
Amortization expense	425	11,694	15,067	14,490	41,676
Effects of foreign currency exchange differences	(258)	(1,892)	(2,448)	(2,013)	(6,611)
Balance at March 31, 2021	<u>\$ 59,900</u>	<u>\$ 245,159</u>	<u>\$ 174,752</u>	<u>\$ 190,797</u>	<u>\$ 670,608</u>
Carrying amounts at December 31, 2020 and January 1, 2021	<u>\$ 819</u>	<u>\$ 141,301</u>	<u>\$ 501,567</u>	<u>\$ 372,969</u>	<u>\$1,016,656</u>
Carrying amounts at March 31, 2021	<u>\$ 392</u>	<u>\$ 134,550</u>	<u>\$ 478,137</u>	<u>\$ 352,853</u>	<u>\$ 965,932</u>
<u>Cost</u>					
Balance at January 1, 2020	\$ 60,323	\$ 316,583	\$ 207,304	\$ 230,959	\$ 815,169
Additions	-	6,166	-	-	6,166
Reclassifications (Note b)	-	228	-	-	228
Effects of foreign currency exchange differences	(318)	(1,150)	(1,047)	(625)	(3,140)
Balance at March 31, 2020	<u>\$ 60,005</u>	<u>\$ 321,827</u>	<u>\$ 206,257</u>	<u>\$ 230,334</u>	<u>\$ 818,423</u>
<u>Accumulated amortization and impairment</u>					
Balance at January 1, 2020	\$ 57,662	\$ 182,862	\$ 110,331	\$ 126,938	\$ 477,793
Amortization expense	452	9,734	6,314	8,352	24,852
Effects of foreign currency exchange differences	(338)	(864)	(266)	(234)	(1,702)
Balance at March 31, 2020	<u>\$ 57,776</u>	<u>\$ 191,732</u>	<u>\$ 116,379</u>	<u>\$ 135,056</u>	<u>\$ 500,943</u>
Carrying amounts at March 31, 2020	<u>\$ 2,229</u>	<u>\$ 130,095</u>	<u>\$ 89,878</u>	<u>\$ 95,278</u>	<u>\$ 317,480</u>

Note a: Reclassifications of other non-current assets - prepayments for equipment to intangible assets amounted to \$236 thousand.

Note b: Reclassifications of other non-current assets - prepayments for equipment to intangible assets amounted to \$228 thousand.

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

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

	For the Three Months Ended March 31	
	2021	2020
An analysis of amortization by function		
Operating costs	\$ 15,039	\$ 10,560
Selling and marketing expenses	14,983	4,365
General and administrative expenses	9,968	8,853
Research and development expenses	<u>1,686</u>	<u>1,074</u>
	<u>\$ 41,676</u>	<u>\$ 24,852</u>

18. OTHER ASSETS

	March 31, 2021	December 31, 2020	March 31, 2020
<u>Current</u>			
Prepayments	\$ 264,909	\$ 314,832	\$ 216,353
Others	<u>3,267</u>	<u>2,206</u>	<u>2,403</u>
	<u>\$ 268,176</u>	<u>\$ 317,038</u>	<u>\$ 218,756</u>
<u>Other financial assets - current</u>			
Time deposits with original maturities of more than 3 months	\$ 28,535	\$ 28,480	\$ 30,350
Pledged bank demand and time deposits (Note 34)	<u>94,873</u>	<u>83,066</u>	<u>35,683</u>
	<u>\$ 123,408</u>	<u>\$ 111,546</u>	<u>\$ 66,033</u>
<u>Non-current</u>			
Prepayments for equipment	\$ 95,830	\$ 95,346	\$ 151,691
Refundable deposits (Note 33)	<u>94,809</u>	<u>79,382</u>	<u>71,963</u>
	<u>\$ 190,639</u>	<u>\$ 174,728</u>	<u>\$ 223,654</u>
<u>Other financial assets - non-current</u>			
Pledged bank demand and time deposits (Note 34)	<u>\$ 66,863</u>	<u>\$ 64,982</u>	<u>\$ 168,581</u>

19. BORROWINGS

a. Short-term borrowings

	March 31, 2021	December 31, 2020	March 31, 2020
<u>Secured borrowings (Note 34)</u>			
Bank loans	\$ -	\$ 14,240	\$ 64,500
<u>Unsecured borrowings</u>			
Line of credit borrowings	<u>218,564</u>	<u>245,593</u>	<u>-</u>
	<u>\$ 218,564</u>	<u>\$ 259,833</u>	<u>\$ 64,500</u>

The range of interest rate on bank loans were 0.67%-1.50%, 0.70%-2.96% and 0.90%-1.05% per annum as of March 31, 2021, December 31, 2020 and March 31, 2020, respectively.

b. Long-term borrowings and current portion of long-term borrowings

	March 31, 2021	December 31, 2020	March 31, 2020
<u>Secured borrowings (Note 34)</u>			
Bank loans	\$ 430,895	\$ 440,881	\$ 458,179
Less: Current portion (due in one year)	<u>(59,463)</u>	<u>(55,719)</u>	<u>(21,701)</u>
Long-term borrowings	<u>\$ 371,432</u>	<u>\$ 385,162</u>	<u>\$ 436,478</u>

In February 2016 and May 2014, the long-term secured borrowings were provided with collateral in the form of freehold land and buildings valued at \$237,980 thousand and US\$5,800 thousand, respectively. Such loans are due in January 2026 and July 2024, respectively. As of March 31, 2021, December 31, 2020 and March 31, 2020, the annual effective interest rate were 1.04%-4.19%, 1.04%-4.19% and 1.24%-4.19%, respectively, per annum.

As of March 7, 2019, the long-term borrowing of MYR14,000 thousand was provided by HSBC Bank with BizLink Technology (S.E.A.) Sdn. Bhd. in purchase of land and buildings. Land and buildings purchased are also used as the collateral for the borrowing. The annual effective interest rate is 3.14% with the payment terms due in October 2029.

20. BONDS PAYABLE

	March 31, 2021	December 31, 2020	March 31, 2020
Overseas unsecured bonds	\$ 2,168,660	\$ 2,836,608	\$ 3,022,500
Less: Unamortized bond discount	<u>(61,364)</u>	<u>(97,178)</u>	<u>(156,928)</u>
	<u>\$ 2,107,296</u>	<u>\$ 2,739,430</u>	<u>\$ 2,865,572</u>

- a. On February 1, 2018, BizLink issued the second five-year unsecured, zero-coupon overseas convertible bonds with US\$250 thousand par value, at an aggregate principal amount of US\$100,000 thousand.

The following items are the primary clauses in the prospectus:

1) Term

From February 1, 2018 to February 1, 2023.

2) Maturity repayment

Unless previously converted, redeemed or repurchased, cancelled or converted into fully paid common stock, the Group should redeem the convertible bonds at the maturity date with a 1.25% yield to maturity (calculated on a semi-annual basis), which is 106.43% of the principal amount.

3) Conversion

Conversion period

Unless previously converted, redeemed or repurchased and cancelled, the bonds may be converted into fully paid common stock at the option of the bondholders at any time, from three months after the issue date (excluding the issue date) until 10 days before the maturity date.

Conversion price and adjustments

The price used by BizLink in determining the number of common stock to be issued upon conversion is initially NT\$320 per share with a fixed exchange rate applicable on conversion of bonds of NT\$29.075=US\$1.00. The conversion price will be subject to adjustment, according to a formula stated in the prospectus, due to any change in issuance of common stock. The adjusted conversion price for the stock issuance for cash in participation of GDR and the third unsecured overseas convertible bonds as of December 13, 2019 was NT\$297.72 per share.

4) Bondholders' put right

- a) Unless previously converted, redeemed or repurchased and cancelled, at 2 years after the issue date, each bondholder will have the right, at such bondholder's option, to require BizLink to redeem, in whole or in part, the principal amount of such bondholder's bonds at 102.52%.
- b) In the event that the stocks cease to be listed or admitted for trading or are suspended from trading on the TWSE, each bondholder shall have the right to require BizLink to redeem the bonds, in whole or in part, at their early redemption amount. The early redemption amount of a bond is determined so that it represents for the bondholders of the bonds a gross yield of 1.25% per annum, calculated on a semi-annual basis.
- c) If a change of control occurs, each bondholder shall have the right at such bondholder's option to require BizLink to redeem such bondholder's bonds in whole or in part.

5) Redemption

- a) BizLink may redeem the bonds in whole, but not in part, at their early redemption amount if more than 90% in principal amount of the bonds has already been converted or redeemed or repurchased and cancelled.
- b) BizLink may redeem the bonds in whole, but not in part, at their early redemption amount if the Group has become obliged to pay additional amounts as a result of any change in, or amendment to, the laws or regulations of the Cayman Islands or Republic of China (R.O.C.).

- c) From two 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 BizLink's common stock on the TWSE (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 BizLink may redeem the bonds in whole or part at the early redemption amount.
- 6) The option and liability portions are accounted for separately, which are respectively included in financial assets at FVTPL - current, financial assets/liabilities at FVTPL - current, bonds payable and capital surplus - options.
- 7) For the three months ended March 31, 2020, amortization of discounts on bonds payable included in financial costs was \$6,971 thousand.

The liability and equity components of convertible bonds were as follows:

Liability component as of January 1, 2020	\$ 2,377,478
Amortized interest	6,971
Redemption of convertible bonds	(2,406,690)
Effect of foreign exchange rate	<u>22,241</u>
Liability component as of March 31, 2020	<u>\$ -</u>

- 8) The bondholders exercised the put right and required BizLink to redeem 332 units of the second unsecured overseas convertible bonds at US\$83,000 thousand with an additional interest compensation of US\$2,095 thousand in February 2020. The redemption decreased bonds payable and financial assets at FVTPL by \$2,406,690 thousand and \$502 thousand, respectively. The difference between the redemption price and the book value of the liability component led to a redemption loss of \$167,869 thousand and was recorded under non-operating income or expense - other gains or losses and the equity component was transferred into capital surplus - expired share options of \$140,005 thousand. As of March 31, 2021, the second unsecured overseas convertible bonds were not converted but were all redeemed and repurchased.
- b. On December 13, 2019, BizLink issued the third five-year unsecured, zero-coupon overseas convertible bonds with a US\$200 thousand par value, at an aggregate principal amount of US\$100,000 thousand.

The following items are the primary clauses in the prospectus:

1) Term

From December 13, 2019 to December 13, 2024.

2) Maturity repayment

Unless previously converted, redeemed or repurchased, cancelled or converted into fully paid common stock, the Group should redeem the convertible bonds at the maturity date with a 1.25% yield to maturity (calculated on a semi-annual basis), which is 106.43% of the principal amount.

3) Conversion

Conversion period

Unless previously converted, redeemed or repurchased and cancelled, the bonds may be converted into fully paid common stock at the option of the bondholders at any time, from three months after the issue date (excluding the issue date) until 10 days before the maturity date.

Conversion price and adjustments

The price used by BizLink in determining the number of common stocks to be issued upon conversion is initially NT\$245.77 per share with a fixed exchange rate applicable on conversion of the bonds of NT\$30.482=US\$1.00. The conversion price will be subject to adjustment, according to a formula stated in the prospectus, due to any change in the issuance of common stocks. The conversion price as of March 31, 2021 was NT\$234.56 per share.

4) Bondholders' put rights

- a) Unless previously converted, redeemed or repurchased and cancelled, at 3 years after the issue date, each bondholder will have the right, at such bondholder's option, to require BizLink to redeem, in whole or in part, the principal amount of such bondholder's bonds at 103.81%.
- b) In the event that the stocks cease to be listed or admitted for trading or are suspended from trading on the TWSE, each bondholder shall have the right to require BizLink to redeem the bonds, in whole or in part, at their early redemption amount. The early redemption amount of a bond is determined so that it represents for the bondholders of the bonds a gross yield of 1.25% per annum, calculated on a semi-annual basis.
- c) If a change of control occurs, each bondholder shall have the right at such bondholder's option to require BizLink to redeem such bondholder's bonds in whole or in part.

5) Redemption

- a) BizLink may redeem the bonds in whole, but not in part, at their early redemption amount if more than 90% of the principal amount of the bonds has already been converted or redeemed or repurchased and cancelled.
 - b) BizLink may redeem the bonds in whole, but not in part, at their early redemption amount if the Group has become obliged to pay additional amounts as a result of any change in, or amendment to, the laws or regulations of the Cayman Islands or the Republic of China (R.O.C.).
 - c) 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 BizLink's common stock on the TWSE (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 BizLink may redeem the bonds in whole or part at the early redemption amount.
- 6) The option and liability portions are accounted for separately, which are respectively included in financial assets/liabilities at FVTPL - current, bonds payable and capital surplus - options.
- 7) For the three months ended March 31, 2021, the amount of converted convertible bonds of NT\$719,375 thousand (US\$23,600 thousand) was reclassified to common stock at NT\$30,669 thousand and capital surplus - conversion of bonds at NT\$688,706 thousand. Bonds payable discounts, financial assets at FVTPL - current and capital surplus - share options on the conversion date in the amounts of NT\$(20,881) thousand, NT\$(734) thousand and NT\$33,112 thousand, respectively, were also reclassified to capital surplus - conversion of bonds.

- 8) For the three months ended March 31, 2021 and 2020, amortization of discounts on bonds payable included in finance costs were \$14,908 thousand and \$17,504 thousand, respectively.

The liability and equity components of convertible bonds were as follows:

Issued price (deducted transaction costs of \$26,558 thousand)	\$ 3,004,442
Equity component	(140,307)
Financial liabilities at FVTPL	<u>(11,717)</u>
Liability component at issue date	2,852,418
Amortized interest	3,660
Effect of foreign exchange rate	<u>(31,166)</u>
Liability component as of January 1, 2020	2,824,912
Amortized interest	17,504
Effect of foreign exchange rate	<u>23,156</u>
 Liability component as of March 31, 2020	 <u>\$ 2,865,572</u>
 Liability component as of January 1, 2021	 \$ 2,739,430
Amortized interest	14,908
Convertible bonds converted into ordinary shares	(698,494)
Effect of foreign exchange rate	<u>51,452</u>
 Liability component as of March 31, 2021	 <u>\$ 2,107,296</u>

21. NOTES PAYABLE AND TRADE PAYABLES

	March 31, 2021	December 31, 2020	March 31, 2020
<u>Notes payable</u>			
Operating	<u>\$ 334,848</u>	<u>\$ 269,354</u>	<u>\$ 293,971</u>
<u>Trade payables</u>			
Operating	<u>\$ 3,208,309</u>	<u>\$ 3,501,322</u>	<u>\$ 2,690,847</u>

The Group has financial risk management policies in place to ensure that all payables are paid within the pre-agreed credit terms.

22. OTHER LIABILITIES

	March 31, 2021	December 31, 2020	March 31, 2020
<u>Current</u>			
Other payables			
Payables for dividends	\$ 1,098,278	\$ -	\$ 1,174,657
Salaries or bonuses (includes employee compensations and remuneration of directors)	646,320	831,558	701,734

(Continued)

	March 31, 2021	December 31, 2020	March 31, 2020
Welfare funds	\$ 51,705	\$ 41,704	\$ 32,995
Payables for taxes	43,871	42,969	22,315
Payables for professional fees	16,973	17,690	32,833
Payables for shipping	60,334	65,072	29,504
Payables for equipment (Note 30)	22,565	145,773	20,530
Payables for investments (Note 30)	9,007	8,544	-
Others	<u>213,223</u>	<u>219,275</u>	<u>254,021</u>
	<u>\$ 2,162,276</u>	<u>\$ 1,372,585</u>	<u>\$ 2,268,589</u>
Other liabilities			
Receipts under custody	\$ 2,086	\$ 2,103	\$ 1,387
Others	<u>1,919</u>	<u>1,245</u>	<u>1,292</u>
	<u>\$ 4,005</u>	<u>\$ 3,348</u>	<u>\$ 2,679</u>
<u>Non-current</u>			
Other liabilities			
Guarantee deposits	\$ 10,936	\$ 10,420	\$ 9,452
Deferred revenue - government grants	1,691	2,841	8,783
Others	<u>2,728</u>	<u>3,117</u>	<u>2,986</u>
	<u>\$ 15,355</u>	<u>\$ 16,378</u>	<u>\$ 21,221</u>

(Concluded)

23. RETIREMENT BENEFIT PLANS

Employee benefits expense in respect of the Group's defined benefit retirement plans were calculated using the respective prior year's actuarially determined pension cost discount rates as of December 31, 2020 and 2019, and the Group recognized \$49 thousand and \$40 thousand for the three months ended March 31, 2021 and 2020, respectively.

24. EQUITY

a. Capital stock

1) Common stocks

	March 31, 2021	December 31, 2020	March 31, 2020
Number of stocks authorized (in thousand of stocks)	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>
Stocks authorized	<u>\$ 5,000,000</u>	<u>\$ 5,000,000</u>	<u>\$ 5,000,000</u>
Number of stocks issued and fully paid (in thousand of stocks)	<u>133,636</u>	<u>130,569</u>	<u>130,517</u>
Stocks issued	<u>\$ 1,336,363</u>	<u>\$ 1,305,694</u>	<u>\$ 1,305,174</u>

Fully paid common stocks, which have a par value of NT\$10, carry one vote per share and carry a right to dividends.

2) Issuance of global depositary receipts

BizLink's board of directors approved a stock issuance on October 1, 2019, for cash in participation of the Global Depositary Receipts (refers to as the GDRs) for the financial needs of overseas procurement and the repayment of the principal and interest of the second issuance of unsecured overseas convertible bonds. The proposed stock issuance for cash is expected to be around 12,000 thousand to 15,000 thousand shares of common stocks. The proposal has been approved by the FSC on November 7, 2019 with the Rule No. 1080334677. On December 13, 2019, the Group issued 12,000 thousand shares of common stocks at US\$6.7 (NT\$204.23 on the issuance date) per share and per unit in the Luxembourg Stock Exchange for US\$79,512 thousand, net of transaction cost. Each unit of GDR represents one common stock of the Group. As of March 31, 2021, all of the outstanding shares were converted to ordinary shares.

b. Capital surplus

	March 31, 2021	December 31, 2020	March 31, 2020
May be used to offset a deficit, distributed as cash dividends, or transferred to capital stock (1)			
Stock premiums	\$ 3,943,843	\$ 3,943,843	\$ 3,943,843
Conversion of bonds	<u>3,722,447</u>	<u>3,022,244</u>	<u>3,010,509</u>
	<u>\$ 7,666,290</u>	<u>\$ 6,966,087</u>	<u>\$ 6,954,352</u>
<u>May be used to offset a deficit only</u>			
Conversion of employee share options (2)	\$ 68,087	\$ 68,087	\$ 68,087
Others - expired share options (2)	144,624	144,624	144,624
Treasury share transactions	<u>12,716</u>	<u>12,716</u>	<u>12,716</u>
	<u>\$ 225,427</u>	<u>\$ 225,427</u>	<u>\$ 225,427</u>
<u>May not be used for any purpose</u>			
Employee share options	\$ 14,444	\$ 11,051	\$ 679
Stock warrants	<u>106,634</u>	<u>139,746</u>	<u>140,307</u>
	<u>\$ 121,078</u>	<u>\$ 150,797</u>	<u>\$ 140,986</u>

1) Such capital surplus may be used to offset a deficit; in addition, when the Group has no deficit, such capital surplus may be distributed as cash dividends or transferred to capital stock (limited to a certain percentage of the Group's capital surplus and once a year).

2) Such capital surplus arises from when employee share options are exercised or expired, capital surplus - options are transferred to capital surplus - stock premiums or capital surplus - others, respectively: And when the bondholder redeem the convertible bonds, capital surplus - stock warrants are transferred to capital surplus - others.

A reconciliation of the carrying amount for each class of capital surplus was as follows:

	Stock Premiums	Treasury Shares transaction	Conversion of Employee Share Options	Conversion of Bonds	Share Warrants	Employee Share Options	Others - Expired Share Options	Total
Balance at January 1, 2020	\$ 3,943,843	\$ 12,716	\$ 68,087	\$ 3,010,509	\$ 280,312	\$ -	\$ 4,619	\$ 7,320,086
Employee share options	-	-	-	-	-	679	-	679
Redemption of convertible bonds	-	-	-	-	(140,005)	-	140,005	-
Balance at March 31, 2020	<u>\$ 3,943,843</u>	<u>\$ 12,716</u>	<u>\$ 68,087</u>	<u>\$ 3,010,509</u>	<u>\$ 140,307</u>	<u>\$ 679</u>	<u>\$ 144,624</u>	<u>\$ 7,320,765</u>
Balance at January 1, 2021	\$ 3,943,843	\$ 12,716	\$ 68,087	\$ 3,022,244	\$ 139,746	\$ 11,051	\$ 144,624	\$ 7,342,311
Employee share options	-	-	-	-	-	3,393	-	3,393
Convertible bonds converted to common stocks	-	-	-	700,203	(33,112)	-	-	667,091
Balance at March 31, 2021	<u>\$ 3,943,843</u>	<u>\$ 12,716</u>	<u>\$ 68,087</u>	<u>\$ 3,722,447</u>	<u>\$ 106,634</u>	<u>\$ 14,444</u>	<u>\$ 144,624</u>	<u>\$ 8,012,795</u>

c. Retained earnings and dividend policy

Subject to the Statue amended by the stockholders, meeting on June 12, 2019, BizLink may distribute to the Members in the form of cash, all or a portion of its dividends and bonuses, legal reserve and/or capital reserve derived from issuance of new shares at a premium or from gifts received by the Company by a majority of the Directors at meeting attended by two-thirds or more of the total number of the Directors, and shall subsequently report such distribution to a shareholders' meeting. Under the dividend policy by the Articles, the Company may distribute profit in accordance with a proposal for distribution of profit prepared by the Directors and approved by the members by an ordinary resolution at any general meeting. The Directors shall prepare such proposal as follows: (1) The proposal shall begin with BizLink's annual net income and offset its losses in previous years that have not been previously offset, and then set aside a legal capital reserve at 10% of the profits left over, until the accumulated legal capital reserve equals the total capital of BizLink, (2) then BizLink shall set aside a special capital reserve, if one is required, in accordance with the applicable public company rules or as requested by the authorities in charge. Any balance left over may be distributed as dividends (including cash dividends or stock dividends) or bonuses in accordance with the statutes and the applicable public company rules and after taking into consideration financial, business and operational factors with the amount of profits distributed at not lower than 10% of profit after tax of the then current year and the amount of cash dividends distributed thereupon shall not be less than 10% of the profit proposed to be distributed of the then current year.

Refer to employee's compensation and remuneration of directors in Note 26 (h) for details.

Legal reserve may be used to offset any deficit. If the Group has no deficit and the legal reserve has exceeded 25% of BizLink's paid-in capital, the excess may be transferred to capital or distributed in cash.

BizLink appropriates or reverses a special reserve in accordance with Rule No. 1010012865 issued by the FSC 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.

The appropriations of earnings for 2020 and 2019 that were proposed by the board of directors on March 24, 2021 and approved in the shareholders' meeting on June 19, 2020, respectively, were as follows:

	Appropriation of Earnings	
	2020	2019
Legal reserve	\$ 204,506	\$ 184,399
Special reserve	\$ (136,658)	\$ 321,715
Cash dividends	\$ 1,098,278	\$ 1,174,657
Cash dividends per share (NT\$)	\$ 8.2505	\$ 9.0

Earnings appropriation of 2020 is subject to resolution in the stockholders' meeting to be held on June 17, 2021. The issuance of cash dividend has been approved by the BizLink's board of directors.

The total amount of the cash dividend is US\$38,604 thousand (US\$0.29 per share), and the exchange rate is based on the average of the spot buying and selling exchange rate of Bank of Taiwan as of March 19, 2021. Refer to the cash dividend in New Taiwan dollars provided by the stock agency for the actual amount.

d. Other equity items

1) Exchange differences on translation of the financial statements of foreign operations

	For the Three Months Ended March 31	
	2021	2020
Balance at January 1	\$ (866,378)	\$ (1,088,878)
Exchange differences on translating foreign operations	(215,164)	(167,196)
Exchange differences on translation to presentation currency	<u>(23,230)</u>	<u>88,292</u>
Balance at March 31	<u>\$ (1,104,772)</u>	<u>\$ (1,167,782)</u>

2) Unrealized gain (loss) on financial assets at FVTOCI

	For the Three Months Ended March 31	
	2021	2020
Balance at January 1	\$ 26,194	\$ 117,746
Recognized during the period		
Unrealized loss - equity instruments	(3,569)	(67,467)
Cumulative unrealized loss of equity instruments transferred to retained earnings due to disposal	<u>-</u>	<u>(2,180)</u>
Balance at March 31	<u>\$ 22,625</u>	<u>\$ 48,099</u>

3) Gain (loss) on effective cash flow hedging instruments

	For the Three Months Ended March 31	
	2021	2020
Balance at January 1	\$ 8,917	\$ 3,207
Recognized during the period		
Gain (loss) on changes in fair value of hedging instruments		
Raw material price risk - copper futures contracts	21,614	(21,276)
Foreign currency risk - forecasted investment contract	-	(15,552)
Transferred to carrying amount of hedged items		
Raw material price risk - copper futures contracts	(22,364)	(3,690)
Related income tax	<u>149</u>	<u>4,286</u>
Balance at March 31	<u>\$ 8,316</u>	<u>\$ (33,025)</u>

e. Non-controlling interests

	For the Three Months Ended March 31	
	2021	2020
Balance at January 1	\$ 40,184	\$ 48,896
Share in loss for the period	(1,777)	(1,211)
Other comprehensive loss in the period		
Exchange differences on translation of the financial statements of foreign operations	(153)	(351)
Exchange differences on translation to presentation currency	<u>66</u>	<u>394</u>
Balance at March 31	<u>\$ 38,320</u>	<u>\$ 47,728</u>

25. REVENUE

	For the Three Months Ended March 31	
	2021	2020
Revenue from contracts with customers		
Revenue from the sale of goods	<u>\$ 6,134,214</u>	<u>\$ 4,952,833</u>

a. Description of customer contracts

Revenue from sales of goods

The main operating revenue of the Group was from the wholesale and retail of cable assemblies, power cords and connectors at fixed contract prices.

b. Contract balance

	March 31, 2021	December 31, 2020	March 31, 2020	January 1, 2020
Notes receivable and trade receivables (Note 9)	<u>\$ 5,629,814</u>	<u>\$ 5,242,068</u>	<u>\$ 4,406,845</u>	<u>\$ 4,870,236</u>
Contract liabilities - current				
Sales of goods	<u>\$ 37,892</u>	<u>\$ 15,586</u>	<u>\$ 17,260</u>	<u>\$ 20,202</u>

c. Sales details of customer contracts

Sales details are disclosed in Note 39.

26. NET PROFIT FROM OPERATIONS

a. Interest income

	For the Three Months Ended March 31	
	2021	2020
Bank deposits	\$ 9,949	\$ 24,823
Other financial asset - current	135	254
Other financial asset - non-current	<u>-</u>	<u>173</u>
	<u>\$ 10,084</u>	<u>\$ 25,250</u>

b. Other income

	For the Three Months Ended March 31	
	2021	2020
Rental income		
Investment properties (Note 15)		
Others	\$ 4,946	\$ 5,264
Other operating leases (Note 14)		
Others	3,607	3,320
Government grants revenue	5,607	47,331
Others	<u>8,065</u>	<u>24,071</u>
	<u>\$ 22,225</u>	<u>\$ 79,986</u>

c. Other gains and losses

	For the Three Months Ended March 31	
	2021	2020
Fair value changes of financial assets and financial liabilities		
Financial assets mandatorily classified as at FVTPL	\$ 15,791	\$ 16,430
Financial liabilities held for trading	(18,155)	(25,478)
(Loss) gain on disposal of property, plant and equipment	(669)	132
Loss on redemption of convertible bonds	-	(167,869)
Net foreign exchange gains	37,014	75,071
Others	<u>(926)</u>	<u>(1,196)</u>
	<u>\$ (33,055)</u>	<u>\$ (102,910)</u>

d. Finance costs

	For the Three Months Ended March 31	
	2021	2020
Interest on bank loans	\$ (4,507)	\$ (3,433)
Interest on convertible bonds	(14,908)	(24,475)
Interest on lease liabilities	<u>(6,858)</u>	<u>(8,969)</u>
	<u>\$ (26,273)</u>	<u>\$ (36,877)</u>

e. Depreciation and amortization

	For the Three Months Ended March 31	
	2021	2020
An analysis of depreciation by function		
Operating costs	\$ 128,747	\$ 113,405
Operating expenses	<u>60,671</u>	<u>49,369</u>
	<u>\$ 189,418</u>	<u>\$ 162,774</u>
An analysis of amortization by function		
Operating costs	\$ 15,039	\$ 10,560
Operating expenses	<u>26,637</u>	<u>14,292</u>
	<u>\$ 41,676</u>	<u>\$ 24,852</u>

f. Operating expense directly related to investment properties

	For the Three Months Ended March 31	
	2021	2020
Direct operating expenses from properties rental income	<u>\$ 881</u>	<u>\$ 923</u>

g. Employee benefits expense

	For the Three Months Ended March 31	
	2021	2020
Short term benefit	\$ 1,191,452	\$ 964,704
Post-employment benefits (Note 23)		
Defined contribution plans	39,251	26,044
Defined benefit plans	<u>49</u>	<u>40</u>
	<u>39,300</u>	<u>26,084</u>
Share-based payments	3,393	679
Other employee benefits	<u>118,910</u>	<u>92,658</u>
Total employee benefits expense	<u>\$ 1,353,055</u>	<u>\$ 1,084,125</u>
An analysis of employee benefits expense by function		
Operating costs	\$ 804,513	\$ 576,926
Operating expenses	<u>548,542</u>	<u>507,199</u>
	<u>\$ 1,353,055</u>	<u>\$ 1,084,125</u>

h. Employees' compensation and remuneration of directors

BizLink accrued employees' compensation at the rates of no less than 1% to 5%, and remuneration to directors at no higher than 3% of net profit before income tax. For the three months ended March 31, 2021 and 2020, the employees' compensation and the remuneration of directors were as follows:

Accrual rate

	For the Three Months Ended March 31	
	2021	2020
Employees' compensation	4.23%	5.00%
Remuneration of directors	0.47%	0.63%

Amount

	For the Three Months Ended March 31	
	2021	2020
Employees' compensation	<u>\$ 19,147</u>	<u>\$ 18,135</u>
Remuneration of directors	<u>\$ 2,127</u>	<u>\$ 2,267</u>

If there is a change in the amounts after the annual consolidated financial statements were authorized for issue, the differences are recorded as a change in the accounting estimate.

The appropriations of employees' compensation and remuneration to directors for 2020 and 2019, which were resolved by the board of directors on March 24, 2021 and March 17, 2020, respectively.

	For the Year Ended December 31	
	2020	2019
Employees' compensation	\$ 85,540	\$ 104,895
Remuneration of directors	8,971	8,994

The actual amounts of the employees' compensation and remuneration of directors paid for 2020 and 2019 were no different from the amounts recognized in the consolidated financial statements for the year ended December 31, 2020 and 2019.

Information for the employees' compensation and remuneration of directors resolved by BizLink's board of directors is available at the Market Observation Post System website of the Taiwan Stock Exchange.

i. Gain or losses on foreign currency exchange

	For the Three Months Ended March 31	
	2021	2020
Foreign exchange gains	\$ 4,320,079	\$ 2,318,204
Foreign exchange losses	<u>(4,283,065)</u>	<u>(2,243,133)</u>
	<u>\$ 37,014</u>	<u>\$ 75,071</u>

27. INCOME TAXES RELATING TO OPERATIONS

a. Income tax recognized in profit or loss

The major components of tax expense were as follows:

	For the Three Months Ended March 31	
	2021	2020
Current tax		
In respect of the current period	\$ 156,947	\$ 82,133
Adjustments for prior periods	<u>(317)</u>	<u>-</u>
	<u>156,630</u>	<u>82,133</u>
Deferred tax		
In respect of the current period	<u>(32,937)</u>	<u>24,872</u>
Income tax expense recognized in profit or loss	<u>\$ 123,693</u>	<u>\$ 107,005</u>

The applicable tax rate for the three months ended March 31, 2021 and 2020 used above are the R.O.C. corporate tax rates of 20%. The applicable tax rate used by subsidiaries in China is 25% except for BizLink (Kun Shan) Co., Ltd., OptiWorks (Kunshan) Limited, Bizconn International Corp. (China), Xiang Yao Electronics (Shen Zhen) Co., Ltd. and BizLink Technology (Chang Zhou) Limited for the three months ended March 31, 2021 and 2020, and Tong Ying Electronics (Shen Zhen) Co., Ltd. for the three months ended March 31, 2021. The six of which used a tax rate of 15%, due to their status as holders of high-tech enterprise certificates. The applicable tax rates for the three months ended March 31, 2021 and 2020 used by the subsidiaries in the US are 21%, for federal tax and 8.84% for California state tax. The applicable tax rate for the three months ended March 31, 2021 and 2020 used by the subsidiaries in Ireland is 12.5% according to local law. The applicable tax rate for the three months ended March 31, 2021 and 2020 used by the subsidiaries in Slovakia is 21% according to local law. The applicable tax rate for the three months ended March 31, 2021 and 2020 used by subsidiaries in Singapore is 17% according to local law. Tax rates used by other group entities operating in other jurisdictions are based on the tax laws in those jurisdictions.

b. Income tax recognized in other comprehensive income

	For the Three Months Ended March 31	
	2021	2020
<u>Deferred tax</u>		
In respect of the current period		
Cash flow hedges	<u>\$ (149)</u>	<u>\$ (4,286)</u>
Total income tax recognized in other comprehensive income	<u>\$ (149)</u>	<u>\$ (4,286)</u>

c. Income tax assessment

As of March 31, 2021, the Group has no unsettled lawsuit.

28. EARNINGS PER SHARE

	Unit: NT\$ Per Share	
	For the Three Months Ended March 31	
	2021	2020
Basic earnings per share		
Net income	\$ 309,648	\$ 236,507
Weighted average number of ordinary shares in computation of basic earnings per thousand share	<u>132,010</u>	<u>130,517</u>
Basic earnings per share	<u>\$ 2.35</u>	<u>\$ 1.81</u>
Diluted earnings per share		
Net income	\$ 309,648	\$ 236,507
Effect of potentially dilutive ordinary shares:		
Interest on convertible bonds (after tax)	14,908	3,462
Gain on valuation of converted bonds	<u>(199)</u>	<u>(9,332)</u>
Earnings used in the computation of diluted earnings per share from continuing operation	<u>\$ 324,357</u>	<u>\$ 230,637</u>
Weighted average number of ordinary shares in computation of basic earnings per thousand share	132,010	130,517
Effect of potentially dilutive ordinary shares:		
Convertible bonds	11,233	2,453
Employees' compensation or bonus issued to employees	361	681
Employee share options	<u>411</u>	<u>-</u>
Weighted average number of ordinary shares in computation of diluted earnings per thousand share	<u>144,015</u>	<u>133,651</u>
Diluted earnings per share	<u>\$ 2.25</u>	<u>\$ 1.73</u>

BizLink offered to settle compensation or bonuses paid to employees in cash or stocks. Therefore, BizLink 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 stockholders resolve the number of stocks to be distributed to employees at their meeting in the following year.

Since the second overseas convertible bonds and the exercise price of the employee share option issued by BizLink exceeded the average market price of the shares during the three months ended March 31, 2020, they are anti-dilutive and excluded from the computation of diluted earnings per share.

29. SHARE-BASED PAYMENT ARRANGEMENTS

Employees Share Options

On March 13, 2020, the Company approved an employee share options for employees with a total amount of 1,170,000 units and each option is eligible to subscribe for one common share when exercisable. The grant is limited to the full-time employees who work for either the Company or the company that is directly or indirectly held by the Company with 100% interest. The options granted are valid for six years and exercisable at certain percentages after the second anniversary from the grant date. 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 Company will exercise price adjustment formula upon the changes in ordinary shares equity.

Information on outstanding employee share options is as follows:

	For the Three Months Ended March 31			
	2021		2020	
	Number of Options (In Thousands of Units)	Weighted- average Exercise Price (\$)	Number of Options (In Thousands of Units)	Weighted- average Exercise Price (\$)
Balance at January 1	1,170	\$ 163.5	-	\$ -
Options granted	-	-	1,170	163.5
Options forfeited	-	-	-	-
Options exercised	-	-	-	-
Options expired	-	-	-	-
Balance at March 31	<u>1,170</u>	163.5	<u>1,170</u>	163.5
Options exercisable, end of period	<u>-</u>		<u>-</u>	
Weighted-average fair value of options granted (\$)	<u>\$ -</u>		<u>\$ 55.74</u>	

As of March 31, 2021, information about employee share options outstanding was as follows:

	March 31, 2021	December 31, 2021	March 31, 2020
Range of exercise price (\$)	\$ 163.5	\$ 163.5	\$ 163.5
Weighted average remaining contractual life (in years)	3.7	3.95	4.7

Options granted on March 13, 2020 was priced using the Black-Scholes pricing model and the inputs to the model were as follows:

Grant-date share price (\$)	163.5
Exercise price (\$)	163.5
Expected volatility	40%
Expected life (in years)	6
Expected dividends yield	-
Risk-free interest rate	0.4234%-0.4721%

The compensation cost for employee share options granted were \$3,393 thousand and \$679 thousand for the three months ended March 31, 2021 and 2020.

30. CASH FLOWS INFORMATION

a. Non-cash transactions

For the three months ended March 31, 2021 and 2020, the Group entered into the following non-cash investing and financing activities:

- 1) The Group purchased property, plant and equipment, which amounted to \$22,565 thousand, \$145,773 thousand and \$20,530 thousand as of March 31, 2021, December 31, 2020 and March 31, 2020, were unpaid and recognized as other payables, respectively.
- 2) In April 2020, the Group acquired the Speedy Group. As of March 31, 2021 and December 31, 2020, \$9,007 thousand and \$8,544 thousand were unpaid and recognized as other payables.
- 3) Please refer to Notes 22 and 24 for the undistributed cash dividend approved by the board's meeting on March 31, 2021.

b. Changes in liabilities arising from financing activities

For the three months ended March 31, 2021

			Non-cash Changes							
	January 1, 2021	Cash Flows	New Leases	Change of Variable Payments	Liability Components	Equity Components	Interest Expense	Effect of Foreign Currency Exchange Differences	Other	March 31, 2021
Short-term borrowings	\$ 259,833	\$ (34,157)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (7,112)	\$ -	\$ 218,564
Long-term borrowings (included current portion due in one year)	440,881	(7,268)	-	-	-	-	-	(2,718)	-	430,895
Guarantee deposits	10,420	493	-	-	-	-	-	23	-	10,936
Bonds payable	2,739,430	-	-	-	(698,494)	-	14,908	51,452	-	2,107,296
Lease liabilities	609,524	(73,600)	2,467	(158)	-	-	6,858	(2,894)	(6,858)	535,339
	<u>\$ 4,060,088</u>	<u>\$ (114,532)</u>	<u>\$ 2,467</u>	<u>\$ (158)</u>	<u>\$ (698,494)</u>	<u>\$ -</u>	<u>\$ 21,766</u>	<u>\$ 38,751</u>	<u>\$ (6,858)</u>	<u>\$ 3,303,030</u>

For the three months ended March 31, 2020

			Non-cash Changes							
	January 1, 2020	Cash Flows	New Leases	Change of Variable Payments	Liability Components	Equity Components	Interest Expense	Effect of Foreign Currency Exchange Differences	Other	March 31, 2020
Short-term borrowings	\$ 64,500	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 64,500
Long-term borrowings (included current portion due in one year)	464,665	(3,495)	-	-	-	-	-	(2,991)	-	458,179
Guarantee deposits	7,914	1,467	-	-	-	-	-	71	-	9,452
Bonds payable	5,202,390	(2,574,057)	-	-	-	-	24,475	45,397	167,367	2,865,572
Lease liabilities	859,627	(65,254)	3,530	(2,222)	-	-	8,969	(4,992)	(8,969)	790,689
	<u>\$ 6,599,096</u>	<u>\$ (2,641,339)</u>	<u>\$ 3,530</u>	<u>\$ (2,222)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 33,444</u>	<u>\$ 37,485</u>	<u>\$ 158,398</u>	<u>\$ 4,188,392</u>

31. CAPITAL MANAGEMENT

BizLink manages its capital to ensure that entities in the Group will be able to continue as going concerns while maximizing the return to stakeholders through the optimization 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 BizLink (comprising issued capital, reserves, retained earnings and other equity).

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

Based on recommendations of the key management personnel, 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.

32. FINANCIAL INSTRUMENTS

a. Fair value of financial instruments not measured at fair value

Except for the following disclosure, the management believes that the carrying amounts of financial assets and financial liabilities which are not measured at fair value approximate their fair values.

March 31, 2021

	Carrying Amount	Fair Value			
		Level 1	Level 2	Level 3	Total
<u>Financial liabilities</u>					
Financial liabilities at amortized cost					
Convertible bonds	\$ 2,107,296	\$ -	\$ -	\$ 2,216,371	\$ 2,216,371

December 31, 2020

	Carrying Amount	Fair Value			
		Level 1	Level 2	Level 3	Total
<u>Financial liabilities</u>					
Financial liabilities at amortized cost					
Convertible bonds	\$ 2,739,430	\$ -	\$ -	\$ 2,920,004	\$ 2,920,004

March 31, 2020

	Carrying Amount	Fair Value			
		Level 1	Level 2	Level 3	Total
<u>Financial liabilities</u>					
Financial liabilities at amortized cost					
Convertible bonds	\$ 2,865,572	\$ -	\$ -	\$ 3,073,278	\$ 3,073,278

b. Fair value of financial instruments measured at fair value on recurring basis

1) Fair value hierarchy

March 31, 2021

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Foreign exchange forward contracts	\$ -	\$ 5,086	\$ -	\$ 5,086
Convertible bonds options	-	-	1,735	1,735
Foreign quoted stocks	1,748	-	-	1,748
Fund beneficiary certificate	<u>-</u>	<u>-</u>	<u>51,363</u>	<u>51,363</u>
	<u>\$ 1,748</u>	<u>\$ 5,086</u>	<u>\$ 53,098</u>	<u>\$ 59,932</u>

(Continued)

	Level 1	Level 2	Level 3	Total
Financial assets for hedging				
Derivative financial assets				
Copper futures contracts	<u>\$ 9,841</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,841</u>
Financial assets at FVTOCI				
Investments in equity				
instruments at FVTOCI				
Domestic and foreign				
unlisted stocks	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 325,499</u>	<u>\$ 325,499</u>
Financial liabilities at FVTPL				
Foreign exchange forward				
contracts	<u>\$ -</u>	<u>\$ 18,148</u>	<u>\$ -</u>	<u>\$ 18,148</u>
				(Concluded)

December 31, 2020

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Foreign exchange forward				
contracts	\$ -	\$ 39,574	\$ -	\$ 39,574
Convertible bonds options	-	-	2,269	2,269
Foreign quoted stocks	1,434	-	-	1,434
Fund beneficiary certificate	<u>-</u>	<u>-</u>	<u>17,088</u>	<u>17,088</u>
	<u>\$ 1,434</u>	<u>\$ 39,574</u>	<u>\$ 19,357</u>	<u>\$ 60,365</u>
Financial assets for hedging				
Derivative financial assets				
Copper futures contracts	<u>\$ 10,641</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,641</u>
Financial assets at FVTOCI				
Investments in equity				
instruments at FVTOCI				
Domestic and foreign				
unlisted stocks	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 308,606</u>	<u>\$ 308,606</u>
Financial liabilities at FVTPL				
Foreign exchange forward				
contracts	<u>\$ -</u>	<u>\$ 51</u>	<u>\$ -</u>	<u>\$ 51</u>

March 31, 2020

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Foreign exchange forward contracts	\$ -	\$ 2,596	\$ -	\$ 2,596
Convertible bonds options	-	-	906	906
Foreign quoted stocks	1,322	-	-	1,322
Fund beneficiary certificates	<u>90,000</u>	<u>-</u>	<u>-</u>	<u>90,000</u>
	<u>\$ 91,322</u>	<u>\$ 2,596</u>	<u>\$ 906</u>	<u>\$ 94,824</u>
Financial assets at FVTOCI				
Investments in equity instruments at FVTOCI				
Foreign unlisted stocks	\$ -	\$ -	\$ 277,171	\$ 277,171
Domestic listed stocks	<u>175,572</u>	<u>-</u>	<u>-</u>	<u>175,572</u>
	<u>\$ 175,572</u>	<u>\$ -</u>	<u>\$ 277,171</u>	<u>\$ 452,743</u>
Financial assets for hedging				
Non-derivative financial assets				
Cash and equivalent cash	<u>\$ 1,462,114</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,462,114</u>
Financial liabilities at FVTPL				
Foreign exchange forward contracts	<u>\$ -</u>	<u>\$ 22,548</u>	<u>\$ -</u>	<u>\$ 22,548</u>
Financial liabilities for hedging				
Derivative financial liabilities				
Copper futures contracts	<u>\$ 20,646</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,646</u>

For the three months ended March 31, 2021 and 2020, there were no transfers between Level 1 and Level 2 fair value measurements.

2) Reconciliation of Level 3 fair value measurements of financial instruments

For the three months ended March 31, 2021

	<u>Financial Assets at FVTPL</u>		<u>Financial Assets at FVTOCI</u>	
	Derivative - Convertible	Fund	Equity	
	Bonds - Option	Beneficiary Certificate	Instruments	Total
Financial assets				
Balance at January 1, 2021	\$ 2,269	\$ 17,088	\$ 308,606	\$ 327,963
Purchases	-	34,032	20,000	54,032
Recognized in profit or loss (included in other gains and losses)	199	-	-	199
				(Continued)

(Continued)

	Financial Assets at FVTPL		Financial Assets at FVTOCI	
	Derivative - Convertible Bonds - Option	Fund Beneficiary Certificate	Equity Instruments	Total
Recognized in other comprehensive income (unrealized gain on financial assets at FVTOCI)	\$ -	\$ -	\$ (3,569)	\$ (3,569)
Capital surplus from convertible bonds	(734)	-	-	(734)
Effect of foreign currency exchange differences	<u>1</u>	<u>243</u>	<u>462</u>	<u>706</u>
Balance at March 31, 2021	<u>\$ 1,735</u>	<u>\$ 51,363</u>	<u>\$ 325,499</u>	<u>\$ 378,597</u> (Concluded)

For the three months ended March 31, 2020

	Financial Assets at FVTPL	Financial Assets at FVTOCI	
	Derivative - Convertible Bonds - Option	Equity Instruments	Total
Financial assets			
Balance at January 1, 2020	\$ 747	\$ 253,609	\$ 254,356
Purchases	-	51,391	51,391
Recognized in profit or loss (included in other gains and losses)	653	-	653
Recognized in other comprehensive income (unrealized gain on financial assets at FVTOCI)	-	(29,621)	(29,621)
Loss on the redemption of convertible bonds	(502)	-	(502)
Effect of foreign currency exchange differences	<u>8</u>	<u>1,792</u>	<u>1,800</u>
Balance at March 31, 2020	<u>\$ 906</u>	<u>\$ 277,171</u>	<u>\$ 278,077</u>

	Financial Liabilities at FVTPL
	Derivative - Convertible Bonds - Option
Financial liabilities at FVTPL	
Balance at January 1, 2020	\$ 8,394
Recognized in profit or loss (included in other gains and losses)	
Unrealized	(8,429)
Effect of foreign currency exchange differences	<u>35</u>
Balance at March 31, 2020	<u>\$ -</u>

3) Valuation techniques and inputs applied for Level 2 fair value measurement

Financial Instruments	Valuation Techniques and Inputs
Derivatives - foreign exchange forward contracts	Discounted cash flow: Future cash flows are estimated based on observable forward exchange rates at the end of the reporting period and contract forward rates, discounted at a rate that reflects the credit risk of various counterparties.

4) Valuation techniques and inputs applied for Level 3 fair value measurement

Financial Instruments	Valuation Techniques and Inputs
Convertible bond options	The binomial tree evaluation model of convertible bonds: Consideration of the duration, the stock price and volatility of the convertible bond object, conversion price, risk-free rate of interest, risk discount rate, and liquidity risk of the convertible bonds and other factors.
Unlisted debt securities and fund beneficiary certificates	Asset-based approach: The value of evaluation target can be obtained by taking into account the net asset value measured at the fair value with the consideration of liquidity and non-controlling discounts rate to estimate the target's fair value. The market approach: The value of evaluation target can be obtained by using the transaction price of the enterprises which are similar to the evaluation target in the active market. The liquidity discounted rate is considered to estimate the target's fair value.

	March 31, 2021	December 31, 2020	March 31, 2020
Discount for lack of marketability	10.00%-30.00%	10.00%-30.00%	10.00%-39.47%

c. Categories of financial instruments

	March 31, 2021	December 31, 2020	March 31, 2020
<u>Financial assets</u>			
Financial assets at FVTPL			
Mandatorily at FVTPL	\$ 59,932	\$ 60,365	\$ 94,824
Financial assets at amortized cost (1)	10,432,182	10,882,913	9,680,945
Financial assets for hedging	9,841	10,641	1,462,114
Financial assets at FVTOCI			
Equity instruments	325,499	308,606	452,743
<u>Financial liabilities</u>			
Financial liabilities at FVTPL			
Held for trading	18,148	51	22,548
Financial liabilities at amortized cost (2)	6,633,086	7,677,819	6,719,792
Financial liabilities for hedging	-	-	20,646

- 1) The balances include financial assets measured at amortized cost, which comprise cash and cash equivalents, notes receivable, trade receivables, other receivables, other financial assets and refundable deposits (included in non-current assets).
- 2) The balances included financial liabilities measured at amortized cost, which comprise short-term borrowings, notes payable, trade payables, trade payables to related parties, other payables, other payables to related parties, current portion of long-term borrowings, long-term borrowings and guarantee deposits received (included in other non-current liabilities).

d. Financial risk management objectives and policies

The Group's major financial instruments included equity and debt investments, notes and trade receivables, trade payables, bonds payable, borrowings and lease liabilities. The Group's Corporate Treasury function provides services to the business, 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.

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.

The Corporate Treasury function reports quarterly to the board of directors, an independent body that monitors risks and policies implemented to mitigate risk exposures.

1) Market risk

The Group's activities exposed it primarily to the financial risks of changes in foreign currency exchange rates (see (a) below) and interest rates (see (b) below). 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 on 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.

a) Foreign currency risk

Several subsidiaries of the Group had foreign currency sales and purchases, which exposed the Group to foreign currency risk. Exchange rate exposures were managed within approved policy parameters utilizing foreign exchange forward contracts.

The carrying amounts of the Group's foreign currency denominated monetary assets and monetary liabilities (including those eliminated on consolidation) and of the derivatives exposed to foreign currency risk at the end of the reporting period are set out in Note 37.

Sensitivity analysis

The Group was mainly exposed to the USD.

The following table details the subsidiaries using non-U.S. dollar as a functional currency, and their sensitivity to a 1% increase and decrease in the U.S. dollar against the relevant foreign currencies. A sensitivity rate of 1% is used when reporting foreign currency risk internally to key management personnel and representing 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. A positive number below indicates an increase in pre-tax profit when the US dollar strengthening by 1% against the relevant currency. For a 1% weakens of the US dollar against the relevant currency, there would be an equal and opposite impact on pre-tax profit, and the balances below would be negative.

	USD Impact	
	For the Three Months Ended	
	March 31	
	2021	2020
Profit or loss	\$ 6,870	\$ 19,048

This was mainly attributable to the exposure outstanding on USD receivables and payables, which were not hedged at the end of the reporting period.

The Group's sensitivity to foreign currency decreased during the current period mainly due to decrease in foreign currency net assets.

Hedge accounting

The Group purchased foreign currencies as a hedge for the foreign exchange rate on future firm commitments. The transaction is designated as cash flow hedges. Basis adjustments are made to the initial carrying amounts of non-financial hedged items when the future firm commitments take place.

The Group has designated Singapore dollars cash as a hedge of the future firm commitments (the transaction currency is Singapore dollars). The determination of the hedge is negotiated with the hedged items. The Group evaluates that the cash and the anticipated transaction will systematically reverse in response to changes in the exchange rate of the hedged item.

The source of hedge ineffectiveness in these hedging relationships is the effect of the counterparty and the Group's own credit risk on the fair value of the hedge item, which is not reflected in the fair value of the hedged item attributable to changes in foreign exchange rates. No other sources of ineffectiveness is expected to emerge from these hedging relationships.

The exchange rate hedging information for the Group is as follows:

March 31, 2020

Hedge Instrument	Currency	Contract Price	Maturity	Line Item in Balance Sheet	Carrying Amount	
					Assets	Liabilities
Cash flow hedges						
Forecast investment - firm commitment in foreign currency - cash (i)	Singapore dollars	SGD68,871	2020.4.7	Financial assets for hedging	<u>\$1,462,114</u>	<u>\$ -</u>

Hedged Item	Book Value of Other Equity
	Continuous Application of Hedge Accounting
Firm commitments in foreign currency (i)	<u>\$ (15,552)</u>

For the three months ended March 31, 2020

Other Comprehensive Income Effect	Recognized Loss in Other Comprehensive Income
Cash flow hedges	
Firm commitments in foreign currency (i) (ii)	<u>\$ (15,552)</u>

i. The Group has bought Singapore dollars and signed the investment contract in Singapore dollars in order to circumvent the risk of exchange rate fluctuations due to the future investment. The amount of originally deferred to equity at the time of the contract signing will be included in the carrying amount of the non - financial hedged item.

ii. For information on other hedging equity adjustments, refer to Note 24.

b) Interest rate risk

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:

	March 31, 2021	December 31, 2020	March 31, 2020
Interest rate risk on fair value			
Financial assets	\$ 1,420,972	\$ 2,038,502	\$ 2,096,399
Financial liabilities	2,861,199	3,608,787	3,720,761
Interest rate risk on cash flow			
Financial assets	3,165,841	3,407,304	2,960,911
Financial liabilities	430,895	440,881	458,179

Sensitivity analysis

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 personnel and representing management's assessment of the reasonably possible change in interest rates.

If interest rates had been 100 basis points higher/lower and all other variables were held constant, the Group's pre-tax profit for the three months ended March 31, 2021 and 2020 would have increased/decreased by \$6,837 thousand and \$6,257 thousand, respectively, which would be mainly attributable to the Group's exposure to interest rates on its variable-rate bank deposits and bank borrowings.

The Group's sensitivity to interest rates increased during the current period mainly due to the increase in the variable rate bank deposits.

c) Other price risk

The Group was exposed to security price risk through its investments in marketable securities.

Sensitivity analysis

The sensitivity analysis below was determined based on the exposure to security price risks at the end of the reporting period.

If security price had been 1% higher/lower, pre-tax income for the three months ended March 31, 2021 and 2020 would have increased/decreased by \$531 thousand and \$913 thousand, respectively. Pre-tax other comprehensive income for the three months ended March 31, 2021 and 2020 would have increased/decreased by \$3,255 thousand and \$4,527 thousand, respectively.

The Group's sensitivity to security prices decreased during the current period mainly due to decrease in security instruments.

Hedge accounting

In addition to the above-mentioned price risk, 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 markup with a certain margin ratio. 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 that is part of 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.

The hedging strategy of the Group was to sign copper futures contract to avoid the risk of copper price fluctuations and to designate cash flow hedges and adjust the carrying amount of non-hedging items when expected transactions actually occur.

For the anticipation of the highly probable expected purchase transactions, the main conditions (e.g. quantity and period) of the copper futures contract are negotiated with the hedged items. According to the assessment of economic relations, the Group evaluates that the copper futures contract and the anticipated transaction will systematically reverse in response to changes in raw material copper prices. 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.

The price risk hedging information for the Group is as follows:

March 31, 2021

Hedge Instrument	Contract Weight	Maturity	Line Item in Balance Sheet	Carrying Amount Assets
Cash flow hedges				
Copper futures contract	885 tons	2021.04-2021.07	Derivative financial assets for hedging	<u>\$ 9,841</u>
				Carrying amount of Other Equity Continuous Application of Hedge Accounting
Hedged Item				
Cash flow hedges				
Expected purchases (i)				<u>\$ 8,316</u>
<u>For the three months ended March 31, 2021</u>				
				Recognized Profit (Loss) in Other Comprehensive Income
Other Comprehensive Income Effect				
Cash flow hedges				
Expected purchases (i) (ii)				<u>\$ 21,614</u>

March 31, 2020

Hedge Instrument	Contract Weight	Maturity	Line Item in Balance Sheet	Carrying Amount Liabilities
Cash flow hedges Copper futures contracts	615 tons	2020.4-2020.10	Derivative financial liabilities for hedging	<u>\$ 20,646</u>

Hedged Item	Carrying amount of Other Equity Continuous Application of Hedge Accounting
Cash flow hedges Expected purchases (i)	<u>\$ (17,473)</u>

For the three months ended March 31, 2020

Other Comprehensive Income Effect	Recognized Profit (Loss) in Other Comprehensive Income
Cash flow hedges Expected purchases (i), (ii)	<u>\$ (24,966)</u>

i. According to the status of orders, the Group highly expected to sign raw material purchase contracts with suppliers in the future and has signed copper futures contract (for a period of 3 to 12 months) in order to circumvent the risk of price fluctuations that may occur due to future purchases. The amount of originally deferred to equity at the time of the contract signing will be included in the raw materials' carrying amount.

ii. For information on other hedging equity adjustments, refer to Note 24.

2) Credit risk

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 recognized financial assets as stated in the consolidated balance sheets.

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.

In order to minimize 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 trade debt at the end of the reporting period to ensure that adequate allowances are made for irrecoverable amounts.

Except for the major three costumers of the BizLink, the Group did not have significant credit risk for any single counterparty or any group of counterparties with similar characteristics.

The Group's concentration of credit risk of 31%, 31% and 36% of total trade receivables as of March 31, 2021, December 31, 2020 and March 31, 2020, respectively, was related to the Group's three major customers.

3) Liquidity risk

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 utilization of bank borrowings and ensures compliance with loan covenants.

The Group relies on bank borrowings as a significant source of liquidity. As of March 31, 2021, December 31, 2020 and March 31, 2020. The Group had available unutilized short-term bank loan facilities set out in (c) below.

a) 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.

March 31, 2021

	Less Than 3 Months	3 Months to 1 Year	1-5 Years	5+ Years
<u>Non-derivative financial liabilities</u>				
Non-interest bearing liabilities	\$ 4,836,392	\$ 127,281	\$ 10,936	\$ -
Lease liabilities	75,442	181,204	263,175	68,325
Variable interest rate	17,034	50,836	359,984	34,997
Fixed interest rate	<u>84,274</u>	<u>135,602</u>	<u>2,251,286</u>	<u>-</u>
	<u>\$ 5,013,142</u>	<u>\$ 494,923</u>	<u>\$ 2,885,381</u>	<u>\$ 103,322</u>

Additional information about the maturity analysis for lease liabilities:

	Less than 1 Year	1-5 Years	5-10 Years	10-15 Years	15-20 Years	20+ Years
Lease liabilities	<u>\$ 256,646</u>	<u>\$263,175</u>	<u>\$ 68,325</u>	<u>\$ _____</u>	<u>\$ _____</u>	<u>\$ _____</u>

December 31, 2020

	Less Than 3 Months	3 Months to 1 Year	1-5 Years	5+ Years
Non-derivative <u>financial liabilities</u>				
Non-interest bearing liabilities	\$ 4,121,031	\$ 106,224	\$ 10,420	\$ -
Lease liabilities	75,943	205,399	298,926	85,633
Variable interest rate	13,381	51,226	368,734	42,475
Fixed interest rate	<u>136,821</u>	<u>124,653</u>	<u>2,944,683</u>	<u>-</u>
	<u>\$ 4,347,176</u>	<u>\$ 487,502</u>	<u>\$ 3,622,763</u>	<u>\$ 128,108</u>

Additional information about the maturity analysis for lease liabilities:

	Less than 1 Year	1-5 Years	5-10 Years	10-15 Years	15-20 Years	20+ Years
Lease liabilities	<u>\$ 281,342</u>	<u>\$ 298,926</u>	<u>\$ 85,633</u>	<u>\$ _____</u>	<u>\$ _____</u>	<u>\$ _____</u>

March 31, 2020

	Less Than 3 Months	3 Months to 1 Year	1-5 Years	5+ Years
Non-derivative <u>financial liabilities</u>				
Non-interest bearing liabilities	\$ 4,367,279	\$ 129,467	\$ 9,452	\$ -
Lease liabilities	62,110	215,218	509,327	100,911
Variable interest rate	5,681	16,951	305,169	161,663
Fixed interest rate	<u>64,519</u>	<u>-</u>	<u>3,137,657</u>	<u>-</u>
	<u>\$ 4,499,589</u>	<u>\$ 361,636</u>	<u>\$ 3,961,605</u>	<u>\$ 262,574</u>

Additional information about the maturity analysis for lease liabilities:

	Less than 1 Year	1-5 Years	5-10 Years	10-15 Years	15-20 Years	20+ Years
Lease liabilities	<u>\$ 277,328</u>	<u>\$509,327</u>	<u>\$ 100,911</u>	<u>\$ _____</u>	<u>\$ _____</u>	<u>\$ _____</u>

b) Liquidity and interest rate risk table for derivative financial liabilities

The following table details the Group's liquidity analysis for its derivative financial instruments. The table was based on the undiscounted contractual net cash inflows and outflows on derivative instruments that settle on a net basis, and the undiscounted gross inflows and outflows on those derivatives that require gross settlement. When the amount payable or receivable is not fixed, the amount disclosed has been determined by reference to the projected interest rates as illustrated by the yield curves at the end of the reporting period.

March 31, 2021

	On Demand or Less Than 1 Month	1-3 Months	3 Months to 1 Year	1-5 Years	5+ Years
<u>Net settled</u>					
Futures contract - copper	\$ 5,479	\$ 4,993	\$ (631)	\$ -	\$ -
Foreign exchange forward contracts	<u>(5,703)</u>	<u>(8,707)</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ (224)</u>	<u>\$ (3,714)</u>	<u>\$ (631)</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Gross settled</u>					
Foreign exchange forward contracts					
Inflow	\$ 131,550	\$ 137,638	\$ 70,354	\$ -	\$ -
Outflow	<u>(132,038)</u>	<u>(138,433)</u>	<u>(67,723)</u>	<u>-</u>	<u>-</u>
	<u>\$ (488)</u>	<u>\$ (795)</u>	<u>\$ 2,631</u>	<u>\$ -</u>	<u>\$ -</u>

December 31, 2020

	On Demand or Less Than 1 Month	1-3 Months	3 Months to 1 Year	1-5 Years	5+ Years
<u>Net settled</u>					
Futures contract - copper	\$ 2,226	\$ 8,358	\$ 57	\$ -	\$ -
Foreign exchange forward contracts	<u>16,727</u>	<u>17,672</u>	<u>2,225</u>	<u>-</u>	<u>-</u>
	<u>\$ 18,953</u>	<u>\$ 26,030</u>	<u>\$ 2,282</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Gross settled</u>					
Foreign exchange forward contracts					
Inflow	\$ 104,835	\$ 246,640	\$ 87,525	\$ -	\$ -
Outflow	<u>(103,393)</u>	<u>(245,191)</u>	<u>(87,517)</u>	<u>-</u>	<u>-</u>
	<u>\$ 1,442</u>	<u>\$ 1,449</u>	<u>\$ 8</u>	<u>\$ -</u>	<u>\$ -</u>

March 31, 2020

	On Demand or Less Than 1 Month	1-3 Months	3 Months to 1 Year	1-5 Years	5+ Years
<u>Net settled</u>					
Futures contract - copper	\$ (5,850)	\$ (9,843)	\$ (4,953)	\$ -	\$ -
Foreign exchange forward contracts	<u>(9,777)</u>	<u>(10,030)</u>	<u>(2,560)</u>	<u>-</u>	<u>-</u>
	<u>\$ (15,627)</u>	<u>\$ (19,873)</u>	<u>\$ (7,513)</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Gross settled</u>					
Foreign exchange forward contracts					
Inflow	\$ 20,286	\$ 34,107	\$ 87,445	\$ -	\$ -
Outflow	<u>(20,023)</u>	<u>(33,637)</u>	<u>(85,763)</u>	<u>-</u>	<u>-</u>
	<u>\$ 263</u>	<u>\$ 470</u>	<u>\$ 1,682</u>	<u>\$ -</u>	<u>\$ -</u>

c) Financing facilities

	March 31, 2021	December 31, 2020	March 31, 2020
Secured bank loan facilities:			
Amount used	\$ 430,895	\$ 455,121	\$ 522,679
Amount unused	<u>176,338</u>	<u>176,200</u>	<u>40,500</u>
	<u>\$ 607,233</u>	<u>\$ 631,321</u>	<u>\$ 563,179</u>
Unsecured bank loan facilities:			
Amount used	\$ 218,564	\$ 245,593	\$ -
Amount unused	<u>4,049,363</u>	<u>3,996,584</u>	<u>4,768,976</u>
	<u>\$ 4,267,927</u>	<u>\$ 4,242,177</u>	<u>\$ 4,768,976</u>

33. TRANSACTIONS WITH RELATED PARTIES

Balances and transactions between BizLink and its subsidiaries, which were related parties of BizLink, had been eliminated on consolidation and are not disclosed in this note. Details of transactions between the Group and other related parties are disclosed below.

a. Related party name and categories

Related Party Name	Related Party Categories
Kunshan Xianglian Construction Development Limited AquaOptics Corp.	Substantive related parties Associate

b. Purchases of goods

Related Party Category/Name	For the Three Months Ended March 31	
	2021	2020
Associate AquaOptics Corp.	\$ <u>-</u>	\$ <u>447</u>

Purchases were made at market prices and terms of purchases to related parties were similar to those with third parties. The payment term is net 30 days from the day of delivery for the related parties and net 0-120 days for the unrelated parties.

c. Payables to related parties

Line Item	Related Party Category/Name	March 31, 2021	December 31, 2020	March 31, 2020
Trade payables	Associate AquaOptics Corp.	\$ <u>-</u>	\$ <u>5</u>	\$ <u>383</u>
Other payables	Substantive related parties Kunshan Xianglian Construction Development Limited	\$ <u>136</u>	\$ <u>220</u>	\$ <u>-</u>

The outstanding trade payables to related parties are unsecured.

d. Lease arrangements - Group is lessee

Line Item	Related Party Category/Name	March 31, 2021	December 31, 2020	March 31, 2020
Lease liabilities	Substantive related party Kunshan Xianglian Construction Development Limited	\$ <u>304,816</u>	\$ <u>328,646</u>	\$ <u>377,217</u>

Related Party Category/Name	For the Three Months Ended March 31	
	2021	2020
<u>Interest expense</u>		
Substantive related party Kunshan Xianglian Construction Development Limited	\$ <u>3,743</u>	\$ <u>4,728</u>

The rental expenses were based on active market prices and were paid quarterly.

e. Other transactions with related parties

Refundable deposits (included in other non-current assets)

Related Party Categories/Name	March 31, 2021	December 31, 2020	March 31, 2020
Substantive related party			
Kunshan Xianglian Construction Development Limited	<u>\$ 20,724</u>	<u>\$ 20,833</u>	<u>\$ 20,360</u>

f. Compensation of key management personnel

	For the Three Months Ended March 31	
	2021	2020
Short-term employee benefits	\$ 23,630	\$ 22,232
Share-based payments	<u>957</u>	<u>191</u>
	<u>\$ 24,587</u>	<u>\$ 22,423</u>

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

34. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

The following assets were provided as collateral for bank borrowings:

	March 31, 2021	December 31, 2020	March 31, 2020
Pledged deposits (classified as other financial assets - current)	\$ 72,827	\$ 72,473	\$ 1,405
Pledged deposits (classified as other financial assets - non-current)	10,911	9,138	150
Bank deposits (classified as other financial assets - current)	22,046	10,593	34,278
Bank deposits (classified as other financial assets - non-current)	55,952	55,844	168,431
Freehold land (classified as property, plant and equipment)	292,412	292,276	296,590
Buildings (classified as property, plant and equipment)	304,309	308,873	239,066
Freehold land (classified as investment properties)	51,120	51,120	51,120
Buildings (classified as investment properties)	<u>27,743</u>	<u>27,913</u>	<u>33,434</u>
	<u>\$ 837,320</u>	<u>\$ 828,230</u>	<u>\$ 824,474</u>

35. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

In addition to those disclosed in other notes, significant commitments and contingencies of the Group as of March 31, 2021, December 31, 2020 and March 31, 2020 were as follows:

Significant Commitments

Unrecognized commitments are as follows:

	March 31, 2021	December 31, 2020	March 31, 2020
Acquisition of property, plant and equipment	\$ 481,234	\$ 527,477	\$ 99,294

36. SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD

- On May 4, 2021, BizLink's board of directors approved to invest US\$6,200 thousand in cash to subsidiary, BizLink Tech Inc.
- To increase production capacity, BizLink's board of directors approved the purchase of land in Tainan Technology Industrial Park Service Center by its subsidiary, BizLink International Corp. The purchase was approved by the Industrial Development Bureau, MOEA on May 3, 2021. The purchase price was \$371,930 thousand.

37. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The Group's significant financial assets and liabilities denominated in foreign currencies aggregated by foreign currencies other than functional currencies and the related exchange rates between foreign currencies and respective functional currencies were as follows:

In Thousands of U.S. Dollars and Foreign Currencies

	March 31, 2021		
	Foreign Currencies	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
USD	\$ 134,900	6.5703 (USD:RMB)	\$ 3,849,370
USD	9,162	7.7750 (USD:HKD)	261,438
USD	26,174	0.8523 (USD:EUR)	746,875
USD	24,653	4.1590 (USD:MYR)	703,473
USD	1,554	1.3454 (USD:SGD)	44,343
<u>Financial liabilities</u>			
Monetary items			
USD	52,332	6.5703 (USD:RMB)	1,493,293
USD	859	7.7750 (USD:HKD)	24,512
USD	25,083	0.8523 (USD:EUR)	715,743
USD	17,774	4.1590 (USD:MYR)	507,181

December 31, 2020			
	Foreign Currencies	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
USD	\$ 141,981	6.5232 (USD:RMB)	\$ 4,043,614
USD	9,088	7.7526 (USD:HKD)	258,826
USD	27,078	0.8132 (USD:EUR)	771,181
USD	25,758	4.1300 (USD:MYR)	733,587
USD	8,575	1.3210 (USD:SGD)	244,216
<u>Financial liabilities</u>			
Monetary items			
USD	48,411	6.5232 (USD:RMB)	1,378,744
USD	703	7.7526 (USD:HKD)	20,021
USD	24,579	0.8132 (USD:EUR)	700,009
USD	23,013	4.1300 (USD:MYR)	655,409
March 31, 2020			
	Foreign Currencies	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
USD	\$ 171,633	7.0872 (USD:RMB)	\$ 5,187,609
USD	4,952	7.7543 (USD:HKD)	149,674
USD	32,506	0.9093 (USD:EUR)	982,494
USD	10,245	4.3025 (USD:MYR)	309,655
<u>Financial liabilities</u>			
Monetary items			
USD	55,212	7.0872 (USD:RMB)	1,668,782
USD	1,796	7.7543 (USD:HKD)	54,284
USD	22,398	0.9093 (USD:EUR)	676,979

For the three months ended March 31, 2021 and 2020, realized and unrealized net foreign exchange gains are described in Note 26. It is impractical to disclose net foreign exchange gains (losses) by each significant foreign currency due to the variety of the foreign currency transactions and functional currencies of the entities within the Group.

38. SEPARATELY DISCLOSED ITEMS

a. Information about significant transactions:

- 1) Financing provided to others (Table 1)
- 2) Endorsements/guarantees provided (Table 2)
- 3) Marketable securities held (excluding investments in subsidiaries, associates and joint ventures) (Table 3)
- 4) Marketable securities acquired and disposed of at costs or prices of at least NT\$300 million or 20% of the paid-in capital (None)
- 5) Acquisition of individual real estate at costs of at least NT\$300 million or 20% of the paid-in capital (Table 4)
- 6) Disposal of individual real estate at prices of at least NT\$300 million or 20% of the paid-in capital (None)
- 7) Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital (Table 5)
- 8) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital (Table 6)
- 9) Trading in derivative instruments (Notes 7 and 32)
- 10) Intercompany relationships and significant intercompany transactions (Table 7)

b. Information on investees (Table 8)

c. Information on investments in mainland China

- 1) Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income of investees, investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area (Table 9)
- 2) Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses (Table 9):
 - a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period
 - b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period
 - c) The amount of property transactions and the amount of the resultant gains or losses
 - d) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes

- e) The highest balance, the end of period balance, the interest rate range, and total current period interest with respect to financing of funds
 - f) Other transactions that have a material effect on the profit or loss for the year or on the financial position, such as the rendering or receipt of services
- d. Information of major shareholders: List all shareholders with ownership of 5% or greater showing the name of the shareholder, the number of shares owned, and percentage of ownership of each shareholder (Table 10)

40. SEGMENT 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 its computer-related segment, fiber optics segment, home appliance segment and others segment. The related information is as follows:

- a. Information of reportable segments' gains and losses

	For the Three Months Ended March 31, 2021				
	Computer-Related	Fiber Optics	Home Appliance	Others	Total
Revenue from external customers	\$ 4,317,505	\$ 30,731	\$ 1,771,676	\$ 14,302	\$ 6,134,214
Intersegment revenue	<u>6,355,321</u>	<u>21,610</u>	<u>238,781</u>	<u>79,925</u>	<u>6,695,637</u>
Segment revenue	<u>10,672,826</u>	<u>52,341</u>	<u>2,010,457</u>	<u>94,227</u>	<u>12,829,851</u>
Eliminations					<u>(6,695,637)</u>
Consolidated revenue					<u>6,134,214</u>
Segment income	<u>\$ 286,966</u>	<u>\$ (26,372)</u>	<u>\$ 153,101</u>	<u>\$ 13,487</u>	<u>\$ 427,182</u>
Reportable segment interest income					\$ 10,084
Reportable segment other income					22,225
Reportable segment other gains and losses					33,055
Reportable segment compensation of management personnel					(24,587)
Reportable segment finance costs					(26,273)
Share of loss of associates accounted for using the equity method					<u>(10,122)</u>
Reportable segment income before income tax					<u>\$ 431,564</u>

	For the Three Months Ended March 31, 2020				
	Computer-Related	Fiber Optics	Home Appliance	Others	Total
Revenue from external customers	\$ 3,803,403	\$ 38,989	\$ 1,101,971	\$ 8,470	\$ 4,952,833
Intersegment revenue	<u>4,780,350</u>	<u>60,274</u>	<u>151,288</u>	<u>36,335</u>	<u>5,028,247</u>
Segment revenue	<u>8,583,753</u>	<u>99,263</u>	<u>1,253,259</u>	<u>44,805</u>	<u>9,981,080</u>
Eliminations					<u>(5,028,247)</u>
Consolidated revenue					<u>4,952,833</u>
Segment income	<u>\$ 418,476</u>	<u>\$ (19,068)</u>	<u>\$ 5,104</u>	<u>\$ 814</u>	<u>\$ 405,326</u>
Reportable segment interest income					\$ 25,250
Reportable segment other income					79,986
Reportable segment other gains and losses					(102,910)
Reportable segment compensation of management personnel					(22,423)
Reportable segment finance costs					(36,877)
Share of loss of associates accounted for using the equity method					<u>(6,051)</u>
Reportable segment income before income tax					<u>\$ 342,301</u>

Segment profit represented the profit before tax earned by each segment without allocation of central administration costs and directors' salaries, share of profit of associates, 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.

b. Segment total asset and liabilities

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

TABLE 1

BIZLINK HOLDING INC. AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS
FOR THE THREE MONTHS ENDED MARCH 31, 2021
(In Thousands of New Taiwan Dollars)

No. (Note 1)	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period (Note 4)	Ending Balance (Notes 4 and 5)	Actual Borrowing Amount	Interest Rate (%)	Nature of Financing (Note 2)	Business Transaction Amount	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 3)	Aggregate Financing Limit (Note 3)
													Item	Value		
0	BizLink Holding Inc.	BizLink (BVI) Corp.	Other receivables from related parties	Yes	\$ 570,700	\$ -	\$ -	-	2	\$ -	Operating capital financing funds	\$ -	-	-	\$ 5,162,920	\$ 5,162,920
		BizLink (BVI) Corp. Limited	Other receivables from related parties	Yes	570,700	570,700	570,700	-	2	-	Operating capital financing funds	-	-	-	5,162,920	5,162,920
1	OptiWorks (Shanghai) Limited	OptiWorks (Kunshan) Limited	Other receivables from related parties	Yes	65,136	65,136	65,136	3.850	2	-	Operating capital financing funds	-	-	-	87,602	87,602
2	BizLink (BVI) Corp. Limited	BizLink International Corp.	Other receivables from related parties	Yes	285,350	-	-	-	2	-	Operating capital financing funds	-	-	-	552,834	552,834
		BizLink International Corp.	Other receivables from related parties	Yes	71,338	-	-	-	2	-	Operating capital financing funds	-	-	-	552,834	552,834
		BizLink International Corp.	Other receivables from related parties	Yes	71,338	71,338	-	-	2	-	Operating capital financing funds	-	-	-	552,834	552,834
3	BizLink (BVI) Corp.	BizLink International Corp.	Other receivables from related parties	Yes	57,070	57,070	-	-	2	-	Operating capital financing funds	-	-	-	597,562	597,562
4	BizLink Technology (Belgium) NV	BizLink Technology (Slovakia) S.R.O.	Other receivables from related parties	Yes	33,480	33,480	33,480	0.678	2	-	Operating capital financing funds	-	-	-	714,031	714,031
		BizLink Technology SRB D.O.O.	Other receivables from related parties	Yes	66,960	66,960	66,960	0.598	2	-	Operating capital financing funds	-	-	-	714,031	714,031
		BizLink Technology SRB D.O.O.	Other receivables from related parties	Yes	66,960	66,960	66,960	0.598	2	-	Operating capital financing funds	-	-	-	714,031	714,031
		BizLink Technology SRB D.O.O.	Other receivables from related parties	Yes	40,176	40,176	40,176	0.468	2	-	Operating capital financing funds	-	-	-	714,031	714,031
		BizLink Technology SRB D.O.O.	Other receivables from related parties	Yes	50,220	50,220	50,220	0.491	2	-	Operating capital financing funds	-	-	-	714,031	714,031
		BizLink Technology SRB D.O.O.	Other receivables from related parties	Yes	10,044	10,044	10,044	0.467	2	-	Operating capital financing funds	-	-	-	714,031	714,031
		BizLink Technology SRB D.O.O.	Other receivables from related parties	Yes	10,044	10,044	10,044	0.458	2	-	Operating capital financing funds	-	-	-	714,031	714,031
5	BizLink Technology (Slovakia) S.R.O.	BizLink Technology SRB D.O.O.	Other receivables from related parties	Yes	117,180	117,180	117,180	2.350	2	-	Operating capital financing funds	-	-	-	409,262	490,262
		BizLink Technology SRB D.O.O.	Other receivables from related parties	Yes	16,740	16,740	-	2.350	2	-	Operating capital financing funds	-	-	-	409,262	490,262

Note 1: “0” for the issuer.
Investees are numbered from “1”.

Note 2: Number 1 represents business relationship between companies or firms.
Number 2 represents short-term financing is necessary between companies or firms.

Note 3: a. For short-term financing facility with BizLink, the accumulated financing amount shall not exceed 40% of the net asset value of the Group.

b. The board of directors of the Group has approved on November 8, 2019 that 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 BizLink and foreign companies which are held directly or indirectly 100% of voting share should not exceed the five times of the total asset amount of BizLink.

c. For necessary short-term financing facility for BizLink (BVI) Corp., the individual loan amount and total amount of loans shall not exceed 40% of the net value of the lending company.

d. 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.

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

(Continued)

- f. 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 BizLink shall not exceed two times of the net value of the lending company and five times of the net value of parent company.
 - g. For BizLink Technology (Slovakia) S.R.O., the individual loan amount and total amount of loans between the foreign subsidiaries which are held directly or indirectly 100% of voting share by BizLink shall not exceed the net value of the lending company and five times of the net value of parent company.
- Note 4: The highest balance for the period and ending balance present in NT\$. Foreign currencies are converted into NT\$; the exchange rate was US\$1=NT\$28.5350, RMB1=NT\$4.3440, EUR1=NT\$33.4800 as of March 31, 2021.
- Note 5: The amount was eliminated upon consolidation.

(Concluded)

TABLE 2

BIZLINK HOLDING INC. AND SUBSIDIARIES

ENDORSEMENTS/GUARANTEES PROVIDED
FOR THE THREE MONTHS ENDED MARCH 31, 2021
(In Thousands of New Taiwan Dollars)

No. (Note 1)	Endorser/Guarantor Provider	Endorsee/Guarantee		Limit on Endorsement/ Guarantee Given on Behalf of Each Party (Note 3)	Maximum Amount Endorsed/ Guaranteed During the Period (Note 6)	Outstanding Endorsement/ Guarantee at the End of the Period (Notes 5 and 6)	Actual Borrowing Amount	Amount Endorsed/ Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit (Note 3)	Endorsement/ Guarantee Given by Parent on Behalf of Subsidiaries	Endorsement/ Guarantee Given by Subsidiaries on Behalf of Parent	Endorsement/ Guarantee Given on Behalf of Companies in Mainland China
		Name	Relationship (Note 2)										
0	BizLink Holding Inc.	BizLink Technology Inc., BizLink Tech Inc.	b	\$ 12,907,300	\$ 114,140 (US\$ 4,000)	\$ 114,140 (US\$ 4,000)	\$ -	\$ -	0.88	\$ 12,907,300	Y	N	N
		BizLink (BVI) Corp.	b	12,907,300	613,788 (US\$ 21,510)	585,255 (US\$ 20,510)	101,437 (US\$ 3,555)	-	4.53	12,907,300	Y	N	N
		BizLink (BVI) Corp., BizLink International Corp., BizLink (BVI) Corp. Limited	b	12,907,300	941,655 (US\$ 33,000)	941,655 (US\$ 33,000)	79,914 (US\$ 2,801)	-	7.30	12,907,300	Y	N	N
		BizLink (BVI) Corp., BizLink (BVI) Corp. Limited.	b	12,907,300	684,840 (US\$ 24,000)	684,840 (US\$ 24,000)	47,996 (US\$ 1,682)	-	5.31	12,907,300	Y	N	N
		BizLink (BVI) Corp. Limited.	b	12,907,300	1,535,186 (US\$ 53,800)	1,535,186 (US\$ 53,800)	117,500 (US\$ 4,118)	-	11.89	12,907,300	Y	N	N
		BizLink Technology (S.E.A.) Sdn. Bhd.	b	12,907,300	285,350 (US\$ 10,000)	285,350 (US\$ 10,000)	15,694 (US\$ 550)	-	2.21	12,907,300	Y	N	N
		BizLink Technology (S.E.A.) Sdn. Bhd.	b	12,907,300	6,861 (MYR 1,000)	6,861 (MYR 1,000)	-	-	0.05	12,907,300	Y	N	N
		BizLink Technology (Xiamen) Limited, BizLink Technology (Chang Zhou) Limited, BizLink (Kun Shan) Co., Ltd., Xiang Yao Electronics (Shen Zhen) Co., Ltd.	b	12,907,300	772,941 (RMB 178,000)	772,941 (RMB 178,000)	372,196 (RMB 85,713)	-	5.99	12,907,300	Y	N	Y
		BizLink Technology (Slovakia) S.R.O.	b	12,907,300	114,140 (US\$ 4,000)	114,140 (US\$ 4,000)	114,140 (US\$ 4,000)	-	0.88	12,907,300	Y	N	N
		BizLink Technology (Slovakia) S.R.O.	b	12,907,300	267,841 (EUR 8,000)	267,841 (EUR 8,000)	134,590 (EUR 4,020)	-	2.08	12,907,300	Y	N	N
1	BizLink Technology Inc.	BizLink Technology Inc. (Note 4)	-	2,400,474	71,338 (US\$ 2,500)	71,338 (US\$ 2,500)	71,338 (US\$ 2,500)	-	0.55	2,400,474	N	N	N
		BizLink Tech Inc.	b	2,400,474	147,661 (US\$ 5,175)	147,661 (US\$ 5,175)	37,447 (US\$ 1,312)	-	1.14	2,400,474	N	N	N
2	BizLink (BVI) Corp.	BizLink Technology SRB D.O.O.	b	4,146,263	48,019 (EUR 1,434)	48,019 (EUR 1,434)	48,019 (EUR 1,434)	55,928 (US\$ 1,960)	0.37	4,146,263	N	N	N

Note 1: “0” for the issuer.
Investees are numbered from “1”.

Note 2: Six kinds of relationship information of endorser and endorsee to be noted.

- a. A company with which it has business relationship.
- b. A subsidiary which directly holds more than 50% of common stocks.
- c. An investee company of which over 50% is jointly owned by the BizLink and its subsidiaries.
- d. The parent company holds directly and indirectly more than 50% of the common stock of the subsidiaries.
- e. Guaranteed by the Group according to the construction contract.
- f. All capital contributing stockholders make endorsements or guarantees for their jointly invested company in proportion to their stockholding percentage.

(Continued)

Note 3: The regulation of endorsement guarantee provided by BizLink:

- a. The board of directors of the Group has approved on November 8, 2019 that the amount of endorsement provided by BizLink for a single enterprise and as whole shall be limited to the net value of BizLink’s audited or reviewed consolidated financial statements by accountant in the most recent period.
- b. The amount of endorsement provided by BizLink for a single enterprise and as whole shall be limited to the net value of BizLink’s audited or reviewed consolidated financial statements by accountant in the most recent period.
- c. The endorsement between the companies which BizLink directly or indirectly holds 100% of voting right is not limited but shall not exceed ten times of the net value of BizLink’s audited or reviewed consolidated financial statements by accountant in the most recent period.
- d. For BizLink Technology Inc., the amount of endorsement provided for a single enterprise shall be limited to two times of the net value, and the amount of endorsement as whole shall be limited to two times of the net value.
- e. For BizLink (BVI) Corp., the amount of endorsement provided for a single enterprise shall be limited to three times of the net value, and the amount of endorsement as whole shall be limited to three times of the net value.

Note 4: This is an endorsement provided by BizLink Technology Inc. itself regarding the tariff guarantee.

Note 5: The amount was eliminated upon consolidation.

Note 6: The highest balance for the period and ending balance present in NT\$. Foreign currencies are converted into NT\$; the exchange rate was US\$1=NT\$28.5350; MYR1=NT\$6.8587, RMB1=NT\$4.3440 and EUR1=NT\$33.4800 as of March 31, 2021.

(Concluded)

TABLE 3**BIZLINK HOLDING INC. AND SUBSIDIARIES****MARKETABLE SECURITIES HELD****MARCH 31, 2021****(In Thousands of New Taiwan Dollars and Shares)**

Holding Company Name	Type and Name of Marketable Securities (Note 1)	Relationship with the Holding Company	Financial Statement Account	March 31, 2021				Note
				Number of Stock/Unit	Carrying Value (Note 2)	Percentage of Ownership (%)	Fair Value (Note 2)	
BizLink Holding Inc.	<u>Stocks</u>							
	Lilee Systems, Ltd.	-	Financial assets at FVTOCI - non-current	142,857	\$ -	1.20	\$ -	-
	Tilopa Holding Inc.	Substantive related party	Financial assets at FVTOCI - non-current	2,400,000	148,348	18.00	148,348	-
BizLink Technology Inc.	<u>Stocks</u>							
	Wells Fargo & Co.	-	Financial assets at FVTPL - current	400	446	-	446	-
	Transocean Ltd.	-	Financial assets at FVTPL - current	800	81	-	81	-
	CNOOC Ltd.	-	Financial assets at FVTPL - current	200	694	-	694	-
	Walt Disney Co.	-	Financial assets at FVTPL - current	100	527	-	527	-
BizLink (BVI) Corp.	<u>Stocks</u>							
	Rainbow Star Group Limited (Note 5)	-	Financial assets at FVTOCI - non-current	20,000	29,433	26.05	29,433	-
	Prime Rich International Co., Ltd.	-	Financial assets at FVTOCI - non-current	600,000	46,569	6.00	46,569	-
	<u>Fund beneficiary certificate</u>							
	WI Harper Fund IX LP	-	Financial assets at FVTPL - non-current	-	17,121	1.20	17,121	-
	Amed Venture Growthlink Fund, L.P.	-	Financial assets at FVTPL - non-current	-	34,242	48.00	34,242	-
BizLink International Corp.	<u>Stocks</u>							
	Anqing Innovation Co., Ltd.	-	Financial assets at FVTOCI - non-current	2,076,000	14,519	4.50	14,519	-
	Usenlight Corp.	-	Financial assets at FVTOCI - non-current	1,302,000	25,493	3.40	25,493	-
	Centera Photonics Inc.	-	Financial assets at FVTOCI - non-current	1,000,000	11,890	3.12	11,890	-
	Togowin Technology Co., Ltd.	-	Financial assets at FVTOCI - non-current	256,410	20,000	9.73	20,000	-
Zellwood International Corp.	<u>Equity investments</u>							
	Amed Venture I, L.P.	-	Financial assets at FVTOCI - non-current	Note 3	28,110	4.15	28,110	-
BizLink BVI Corp. Limited	<u>Equity investments</u>							
	Datlink Electronic (Shenzhen) Co., Ltd.	-	Financial assets at FVTOCI - non-current	Note 3	1,137	9.00	1,137	-

Note 1: Marketable securities in the table refer to stocks, bonds, beneficiary certificates and other related derivative securities within the scope of IFRS 9 “Financial Instruments”.

Note 2: Above amounts present in New Taiwan dollar (NT\$). Foreign currency is converted into NT\$; the exchange rate was US\$1=NT\$28.5350 as of March 31, 2021.

Note 3: The Group is a “limited company” without stock issuance.

Note 4: Investments in subsidiaries, associates and joint ventures information (refer to Tables 8 and 9).

Note 5: BizLink is not able to exercise significant influence over the Group; therefore, marketable securities are measured at FVTOCI.

TABLE 4

BIZLINK HOLDING INC. AND SUBSIDIARIES

**ACQUISITION OF INDIVIDUAL REAL ESTATE AT COSTS OF AT LEAST NT\$300 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE THREE MONTHS ENDED MARCH 31, 2021
(In Thousands of New Taiwan Dollars and Foreign Currencies)**

Company Name	Types of Property	Transaction Date	Transaction Amount (Foreign Currencies in Thousands)	Payment Term	Counter-party	Nature of Relationships	Prior Transaction of Related Counter-party				Price Reference	Purpose of Acquisition	Other Terms
							Owner	Relationships	Transfer Date	Amount			
BizLink Technology (Chang Zhou) Limited	Buildings	July 20, 2020	\$ 758,571 (RMB 181,000)	By the construction progress	Jiangsu Jiangdu Construction Group Co., Ltd.	-	-	-	-	\$ -	N/A (Note)	For operational use	-

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

TABLE 5

BIZLINK HOLDING INC. AND SUBSIDIARIES

TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE THREE MONTHS ENDED MARCH 31, 2021
(In Thousands of New Taiwan Dollars)

Company Name	Related Party	Nature of Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Payable or Receivable		Note
			Purchase/ Sale	Amount	% to Total	Payment Terms	Unit Price	Payment Terms	Ending Balance (Note 3)	% to Total	
BizLink (Kun Shan) Co., Ltd.	BizLink (BVI) Corp. Limited	The same parent company	Sales	\$ 1,627,922	92	0-120 days	BVI Limited sale price 90%-100% (Note 4)	Net 0-120 days from the end of the month of when invoice is issued	\$ 1,830,825	88	Note 2
BizLink Technology (S.E.A.) SDN. BHD.	BizLink (BVI) Corp. Limited	The same parent company	Sales	464,904	66	Prepayment -120 days	Set by agreement of both parties (Note 4)	Net 0-90 days from the end of the month of when invoice is issued	469,058	69	Note 2
BizLink Electronics (Xiamen) Co., Ltd.	BizLink (BVI) Corp. Limited	The same parent company	Sales	247,406	86	0-120 days	BVI Limited sale price 100% (Note 4)	Net 0-120 days from the end of the month of when invoice is issued	228,425	81	Note 2
BizLink (BVI) Corp. Limited	BizLink Technology Inc.	The same parent company	Sales	1,289,397	31	1-365 days	Set by agreement of both parties (Note 4)	Net 0-120 days from the end of the month of when invoice is issued	1,812,144	33	Note 2
	BizLink (Kun Shan) Co., Ltd.	The same parent company	Sales	745,933	18	0-180 days	Profit 0%-10% (Note 4)	Net 0-120 days from the end of the month of when invoice is issued	968,364	18	Note 2
	BizLink Technology (S.E.A.) SDN. BHD.	The same parent company	Sales	154,962	4	0-120 days	Set by agreement of both parties (Note 4)	Net 0-120 days from the end of the month of when invoice is issued	258,903	5	Note 2
	BizLink Technology (Ireland) Ltd.	The same parent company	Sales	561,854	13	0-365 days	Set by agreement of both parties (Note 4)	Net 0-120 days from the end of the month of when invoice is issued	708,607	13	Note 2
	Xiang Yao Electronics (Shen Zhen) Co., Ltd.	The same parent company	Sales	219,638	5	90-365 days	Profit 0%-10% (Note 4)	Net 0-120 days from the end of the month of when invoice is issued	443,194	8	Note 2
Xiang Yao Electronics (Shen Zhen) Co., Ltd.	BizLink (BVI) Corp. Limited	The same parent company	Sales	633,000	99	1-365 days	Profit 0%-21% (Note 5)	1-365 days (Note 5)	794,552	99	Note 2

Note 1: The above amounts of assets accounts and liabilities accounts are converted by exchange rate US\$1=NT\$28.5350 into New Taiwan dollar as of March 31, 2021.The amounts of income accounts are converted by quarterly average exchange rate US\$1=NT\$28.3662 into New Taiwan dollar as of March 31, 2021.

Note 2: The amount was eliminated upon consolidation.

Note 3: Trade receivables from related parties.

Note 4: For the general customer, the sale prices were based on active market prices.

Note 5: There is no sales to unrelated parties.

TABLE 6

BIZLINK HOLDING INC. AND SUBSIDIARIES

**RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
MARCH 31, 2021
(In Thousands of New Taiwan Dollars)**

Company Name	Related Party	Relationship	Ending Balance	Turnover Rate	Overdue		Amount Received in Subsequent Period (Note 3)	Allowance for Impairment Loss
					Amount	Actions Taken		
<u>Trade receivables</u>								
BizLink (Kun Shan) Co., Ltd.	BizLink (BVI) Corp. Limited	The same parent company	\$ 1,830,825	2.37	\$ -	-	\$ 596,337	\$ -
BizLink Technology (S.E.A.) SDN. BHD.	BizLink (BVI) Corp. Limited	The same parent company	469,058	2.64	-	-	195,925	-
BizLink Electronics (Xiamen) Co., Ltd.	BizLink (BVI) Corp. Limited	The same parent company	228,425	2.88	-	-	28,535	-
BizLink (BVI) Corp. Limited	BizLink Technology Inc.	The same parent company	1,812,144	1.90	-	-	455,130	-
BizLink (BVI) Corp. Limited	BizLink (Kun Shan) Co., Ltd.	The same parent company	968,364	2.05	-	-	322,427	-
BizLink (BVI) Corp. Limited	BizLink Technology (S.E.A.) SDN. BHD.	The same parent company	258,903	1.60	-	-	88,485	-
BizLink (BVI) Corp. Limited	BizLink Technology (Ireland) Ltd.	The same parent company	708,607	2.11	-	-	297,690	-
BizLink (BVI) Corp. Limited	Xiang Yao Electronics (Shen Zhen) Co., Ltd.	The same parent company	443,194	1.32	-	-	59,017	-
Xiang Yao Electronics (Shen Zhen) Co., Ltd.	BizLink (BVI) Corp. Limited	The same parent company	794,552	2.12	-	-	299,058	-
Bizconn International Corp. (China)	BizLink (BVI) Corp. Limited	The same parent company	161,121	0.91	-	-	-	-
<u>Other receivables</u>								
BizLink Holding Inc.	BizLink (BVI) Corp. Limited	Subsidiary	610,176	Not applicable	-	-	-	-
BizLink (Kun Shan) Co., Ltd.	BizLink (BVI) Corp. Limited	The same parent company	101,986	Not applicable	-	-	-	-
BizLink Electronics (Xiamen) Co., Ltd.	BizLink (BVI) Corp. Limited	The same parent company	209,961	Not applicable	-	-	-	-
TongYing Electronics (Shen Zhen) Ltd.	BizLink (BVI) Corp.	The same parent company	109,306	Not applicable	-	-	-	-
EA Cable Assemblies (Hong Kong) Co., Limited	BizLink Holding Inc.	Parent company	114,140	Not applicable	-	-	-	-
BizLink Technology (Belgium) NV	BizLink Technology SRB D.O.O.	The same parent company	244,404	Not applicable	-	-	-	-
BizLink Technology (Slovakia) S.R.O.	BizLink Technology SRB D.O.O.	The same parent company	117,180	Not applicable	-	-	-	-

Note 1: Above amounts present in New Taiwan dollar (NT\$). Foreign currency is converted into NT\$; the exchange rate was US\$1=NT\$28.5350 as of March 31, 2021.

Note 2: The amount was eliminated upon consolidation.

Note 3: As of May 12, 2021.

TABLE 7

BIZLINK HOLDING AND SUBSIDIARIES

**INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
FOR THE THREE MONTHS ENDED MARCH 31, 2021
(In Thousands of New Taiwan Dollars)**

No. (Note 1)	Investee Company	Counterparty	Relationship (Note 2)	Transaction Details			
				Financial Statement Account	Amount	Payment Terms	% of Total Sales or Assets (Note 3)
0	BizLink Holding Inc.	BizLink Technology Inc.	1	Endorsements/guarantees	\$ 114,140	Capital increase	0.51
		BizLink (BVI) Corp.	1	Endorsements/guarantees	2,211,750		9.93
		BizLink International Corp.	1	Endorsements/guarantees	941,655		4.23
		BizLink (Kun Shan) Co., Ltd.	1	Endorsements/guarantees	772,941		3.47
		BizLink Technology (S.E.A.) Sdn. Bhd.	1	Endorsements/guarantees	292,211		1.31
		BizLink Tech Inc.	1	Endorsements/guarantees	114,140		0.51
		BizLink Tech Inc.	1	Equity investments	57,070		0.26
		BizLink (BVI) Corp. Limited	1	Endorsements/guarantees	3,161,681		14.20
		Xiang Yao Electronics (Shen Zhen) Co., Ltd.	1	Endorsements/guarantees	772,941		3.47
		BizLink Technology (Xiamen) Limited	1	Endorsements/guarantees	772,941		3.47
		BizLink Technology (Chang Zhou) Limited	1	Endorsements/guarantees	772,941		3.47
		BizLink Technology (Slovakia) S.R.O.	1	Endorsements/guarantees	381,981		1.72
		BizLink (BVI) Corp. Limited	1	Other receivables	610,176		2.74
1	BizLink Technology Inc.	BizLink Tech Inc.	3	Endorsements/guarantees	147,661	Markup 5% of purchase price and payment term 30-120 days	0.66
		BizLink (BVI) Corp. Limited	3	Sales	64,142		1.05
		BizLink (BVI) Corp. Limited	3	Trade receivables	77,265	Markup 5% of purchase price and payment term 30-120 days	0.35
2	OptiWorks (Shanghai) Limited	OptiWorks (Kunshan) Limited	3	Other receivables	65,136		0.29
3	BizLink (BVI) Corp.	BizLink Technology SRB D.O.O.	3	Endorsements/guarantees	48,019		0.22
		BizLink International Corp.	3	Other receivables	40,693		0.18
		BizLink (BVI) Corp. Limited	3	Other receivables	35,008		0.16
4	Bizconn International Corporation	BizLink (BVI) Corp.	3	Other receivables	41,204		0.19
5	BizLink (Kun Shan) Co., Ltd.	BizLink (BVI) Corp. Limited	3	Sales	1,627,922	Sale price is 90%-100% of BVI Limited sale price and payment term 0-120 days	26.54
		BizLink (BVI) Corp. Limited	3	Trade receivables	1,830,825	Sale price is 90%-100% of BVI Limited sale price and payment term 0-120 days	8.22
		BizLink (BVI) Corp. Limited	3	Other receivables	101,986	Profit 0% and payment term 120 days	0.46
		Xiang Yao Electronics (Shen Zhen) Co., Ltd.	3	Trade receivables	31,023		0.14

(Continued)

No. (Note 1)	Investee Company	Counterparty	Relationship (Note 2)	Transaction Details			
				Financial Statement Account	Amount	Payment Terms	% of Total Sales or Assets (Note 3)
6	BizLink Technology (S.E.A.) SDN. BHD.	BizLink (BVI) Corp. Limited	3	Sales	\$ 464,904	Set by agreement of both parties and prepayment term 120 days	7.58
		BizLink (BVI) Corp. Limited	3	Trade receivables	469,058	Set by agreement of both parties and prepayment term 120 days	2.11
7	Adel Enterprises Corp.	BizLink (BVI) Corp.	3	Other receivables	44,833		0.20
8	BizLink Electronics (Xiamen) Co., Ltd.	BizLink (BVI) Corp. Limited	3	Sales	247,046	Sale price is 100% of BVI Limited sale price and payment term 0-120 days	4.03
		BizLink (BVI) Corp. Limited	3	Trade receivables	228,425	Sale price is 100% of BVI Limited sale price and payment term 0-120 days	1.03
		BizLink (BVI) Corp. Limited	3	Other receivables	209,961		0.94
9	TongYing Electronics (Shen Zhen) Ltd.	BizLink (BVI) Corp.	3	Other receivables	109,306		0.49
		BizLink (Kun Shan) Co., Ltd.	3	Trade receivables	49,756	Set by agreement of both parties and prepayment term 0-120 days	0.22
		BizLink (BVI) Corp. Limited	3	Trade receivables	52,016	Sale price is 98%-100% of BVI Limited sale price and payment term 0-90 days	0.23
10	BizLink Tech Inc.	BizLink Technology Inc.	3	Sales	94,248	Set by agreement of both parties and payment term 30-90 days	1.54
11	BizLink (BVI) Corp. Limited	BizLink Technology Inc.	3	Sales	1,289,397	Set by agreement of both parties and payment term 1-365 days	21.02
		BizLink Technology Inc.	3	Trade receivables	1,812,144	Set by agreement of both parties and payment term 1-365 days	8.14
		Hwa Zhan Electronics Corp. (Shen Zhen)	3	Sales	30,876	Profit 0%-8% and payment term 0-365 days	0.50
		BizLink (Kun Shan) Co., Ltd.	3	Sales	745,933	Profit 0%-10% and payment term 0-180 days	12.16
		BizLink (Kun Shan) Co., Ltd.	3	Trade receivables	968,364	Profit 0%-10% and payment term 0-180 days	4.35
		BizLink Technology (S.E.A.) Sdn. Bhd.	3	Sales	154,962	Set by agreement of both parties and payment term 0-120 days	2.53
		BizLink Technology (S.E.A.) Sdn. Bhd.	3	Trade receivables	258,903	Set by agreement of both parties and payment term 0-120 days	1.16
		BizLink Technology (S.E.A.) Sdn. Bhd.	3	Other receivables	90,272		0.41
		TongYing Electronics (Shen Zhen) Ltd.	3	Sales	38,594	Profit 0% and payment term 0-365 days	0.63
		TongYing Electronics (Shen Zhen) Ltd.	3	Trade receivables	38,819	Profit 0% and payment term 0-365 days	0.17
		BizLink Tech Inc.	3	Other receivables	31,181		0.14
		Accell Corp.	3	Sales	55,875	Set by agreement and payment term 90-365 days	0.91
		Accell Corp.	3	Trade receivables	90,054	Set by agreement and payment term 90-365 days	0.40
		BizLink Technology (Ireland) Ltd.	3	Sales	561,854	Set by agreement of both parties and payment term 0-365 days	9.16
		BizLink Technology (Ireland) Ltd.	3	Trade receivables	708,607	Set by agreement of both parties and payment term 0-365 days	3.18

(Continued)

No. (Note 1)	Investee Company	Counterparty	Relationship (Note 2)	Transaction Details			
				Financial Statement Account	Amount	Payment Terms	% of Total Sales or Assets (Note 3)
		Xiang Yao Electronics (Shen Zhen) Co., Ltd.	3	Sales	\$ 219,638	Profit 0%-10% and payment term 90-365 days	3.58
		Xiang Yao Electronics (Shen Zhen) Co., Ltd.	3	Trade receivables	443,194	Profit 0%-10% and payment term 90-365 days	1.99
12	Xiang Yao Electronics (Shen Zhen) Co., Ltd.	BizLink (BVI) Corp. Limited	3	Sales	633,000	Profit 0%-21% and payment term 1-365 days	10.32
		BizLink (BVI) Corp. Limited	3	Trade receivables	794,552	Profit 0%-21% and payment term 1-365 days	3.57
13	Bizconn International Corp. (China)	BizLink (Kun Shan) Co., Ltd.	3	Trade receivables	58,602	Set by agreement of both parties and payment term 90-120 days	0.26
		BizLink (BVI) Corp. Limited	3	Sales	54,967	Sale price is 90%-100% of BVI Limited and payment term 0-365 days	0.90
		BizLink (BVI) Corp. Limited	3	Trade receivables	161,121	Sale price is 90%-100% of BVI Limited and payment term 0-365 days	0.72
14	EA Cable Assemblies (Hong Kong) Co., Ltd.	BizLink Holding Inc.	2	Other receivables	114,140		0.51
15	BizLink Technology (Xiamen) Limited	BizLink Technology (Belgium) NV	3	Sales	64,256	Markup 5% of purchase price and payment term 0-60 days	1.05
		BizLink Technology (Belgium) NV	3	Trade receivables	63,729	Markup 5% of purchase price and payment term 0-60 days	0.29
16	BizLink Technology (Chang Zhou) Limited	BizLink Technology (Belgium) NV	3	Sales	33,959	Markup 5% of purchase price and payment term 0-60 days	0.55
		BizLink Technology (Belgium) NV	3	Trade receivables	31,944	Markup 5% of purchase price and payment term 0-60 days	0.14
17	BizLink Technology (Belgium) NV	BizLink Technology (Slovakia) S.R.O.	3	Other receivables	33,479		0.15
		BizLink Technology SRB D.O.O.	3	Other receivables	244,404		1.10
18	BizLink Technology (Slovakia) S.R.O.	BizLink Technology SRB D.O.O.	3	Sales	73,104	Markup 5% of purchase price and payment term 0-30 days	1.19
		BizLink Technology SRB D.O.O.	3	Trade receivables	34,355	Markup 5% of purchase price and payment term 0-30 days	0.15
		BizLink Technology SRB D.O.O.	3	Other receivables	117,180		0.53
19	SIS Speedy Industrial Supplies Sdn. Bhd.	Speedy Industrial Supplies Pte Ltd.	3	Sales	66,941	Set by agreement of both parties and payment term 30-180 days	1.09
		Speedy Industrial Supplies Pte Ltd.	3	Trade receivables	65,340	Set by agreement of both parties and payment term 30-180 days	0.29
		Speedy Industrial Supplies Pte Ltd.	3	Other receivables	92,647		0.42
20	Speedy Industrial Supplies Pte Ltd.	SIS Speedy Industrial Supplies Sdn. Bhd.	3	Sales	61,413	Set by agreement of both parties and payment term 30-180 days	1.00
		SIS Speedy Industrial Supplies Sdn. Bhd.	3	Trade receivables	61,341	Set by agreement of both parties and payment term 30-180 days	0.28
		SIS Speedy Industrial Supplies Sdn. Bhd.	3	Other receivables	76,446		0.34

(Continued)

Note 1: Intercompany transactions information between parent company and subsidiaries are noted within the number column as follows:

- a. “0” for the parent company.
- b. Subsidiaries are numbered from “1”

Note 2: Parties involved in the transaction have a directional relationship noted by the following:

- a. “1” represents transactions from parent company to subsidiaries.
- b. “2” represents transactions from subsidiaries to parent company.
- c. “3” represents transactions between subsidiaries.

Note 3: The amounts of asset account and liability account are calculated as a percentage of the consolidated total assets. The amounts of income account are calculated as a percentage of the consolidated total sales.

Note 4: The above amounts of asset account and liability account are converted by exchange rate US\$1=NT\$28.5350 into New Taiwan dollar as of March 31, 2021. The amounts of income accounts are converted by quarterly average exchange rate US\$1=NT\$28.3662 into New Taiwan dollar as of March 31, 2021.

(Concluded)

TABLE 8

BIZLINK HOLDING INC. AND SUBSIDIARIES

INFORMATION ON INVESTEEES
 FOR THE THREE MONTHS ENDED MARCH 31, 2021
 (In Thousands of New Taiwan Dollars and Foreign Currencies, and Shares)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of March 31, 2021			Net Income (Loss) of the Investee	Share of Profit (Loss) (Note 2)	Note
				March 31, 2021	December 31, 2020	Number of Stock (Shares)	%	Carrying Value			
BizLink	BizLink Technology Inc.	CA 94538, USA	(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.	\$ 111,857 (US\$ 3,920)	\$ 111,857 (US\$ 3,920)	10,000	100.00	\$ 1,197,162	\$ 50,314	\$ 49,677	Subsidiary (Note 1)
	BizLink (BVI) Corp.	Tortola, British Virgin Islands	(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.	1,427 (US\$ 50)	1,427 (US\$ 50)	50,000	100.00	1,380,151	(14,940)	354,661	Subsidiary (Note 1)
	BizLink International Corp.	Zhonghe Dist., New Taipei City	(1) Wholesale of cable assemblies, connectors and power cords, (2) international trade, and (3) financial center for BizLink's Asian operations.	365,000	70,000	365,000	100.00	355,841	(11,255)	(11,416)	Subsidiary (Note 1)
	Zellwood International Corp.	Tortola, British Virgin Islands	Various investment activities.	71,337 (US\$ 2,500)	71,337 (US\$ 2,500)	2,500,000	100.00	2,402,414	38,087	38,870	Subsidiary (Note 1)
	BizLink Technology (S.E.A.) Sdn. Bhd.	Johor, 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.	8,233 (MYR 1,200)	8,233 (MYR 1,200)	1,200,000	100.00	759,846	53,166	53,166	Subsidiary (Note 1)
	Adel Enterprises Corp.	Tortola, British Virgin Islands	(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.	47,083 (US\$ 1,650)	47,083 (US\$ 1,650)	1,650,000	100.00	901,120	73,293	72,053	Subsidiary (Note 1)
	BizLink Tech Inc.	El Paso, TX 79912 USA	(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 business trade.	500,789 (US\$ 17,550)	443,719 (US\$ 15,550)	417,500	100.00	326,795	(30,696)	(42,526)	Subsidiary (Note 1)
	Accell Corp.	CA 94538, USA	(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	100.00	(7,260)	9,251	9,251	Subsidiary (Note 1)
	BizLink Technology (Ireland) Ltd.	Dublin 24, 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.	8,560 (US\$ 300)	8,560 (US\$ 300)	300,000	100.00	790,758	14,391	14,695	Subsidiary (Note 1)
	BizLink Japan	Tokyo, Japan 108-0073	(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.	2,586 (JPY 10,000)	2,586 (JPY 10,000)	200	100.00	4,407	233	233	Subsidiary (Note 1)
	BizLink (BVI) Corp. Limited	Central, 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.	37 (HK\$ 10)	37 (HK\$ 10)	10,000	100.00	1,109,720	(54,929)	(433,605)	Subsidiary (Note 1)
	Bizconn Technology Inc.	CA 94538, USA	(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.	-	-	-	100.00	-	-	-	Subsidiary (Note 1)
	EA Cable Assemblies (Hong Kong) Co., Limited	Wan Chai, Hong Kong	Various investment activities.	1,054,432 (EUR and US\$ 24,676 and 8,000)	1,054,432 (EUR and US\$ 24,676 and 8,000)	174,322,000	100.00	2,647,987	138,037	138,419	Subsidiary (Note 1)

(Continued)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of March 31, 2021			Net Income (Loss) of the Investee	Share of Profit (Loss) (Note 2)	Note
				March 31, 2021	December 31, 2020	Number of Stock (Shares)	%	Carrying Value			
	EA Cable Assemblies GmbH	Nuremberg, German	(1) Wholesale and retail of cable assemblies, power cords and connectors, and (2) international trade.	\$ 22,063 (EUR 659)	\$ 22,063 (EUR 659)	1	100.00	\$ 32,607	\$ 1,824	\$ 1,824	Subsidiary (Note 1)
	BizLink Technology (Belgium) NV	Hasselt, Belgium	(1) Wholesale and retail of cable assemblies, power cords and connectors, and (2) international trade.	412,674 (EUR 12,326)	412,674 (EUR 12,326)	915	100.00	590,912	19,811	19,811	Subsidiary (Note 1)
	BizLink Technology (Slovakia) S.R.O.	Trencin, Slovakia	(1) Manufacture and assembly of cable harnesses for electrical appliance, and (2) wholesale and retail of cable assemblies and power cords.	1,000,750 (EUR 29,891)	1,000,750 (EUR 29,891)	(Note 4)	100.00	602,023	(3,894)	(3,894)	Subsidiary (Note 1)
	BizLink Technology SRB D.O.O.	Prokuplje, Republic of Serbia	(1) Manufacture and assembly of connectors and cable assemblies, and (2) wholesale and retail of cable assemblies, connectors and power cords.	238,578 (EUR 7,126)	238,578 (EUR 7,126)	(Note 4)	100.00	187,932	5,231	5,231	Subsidiary (Notes 1 and 5)
	OW Holding Inc.	Grand Cayman, Cayman Islands	Various investment activities.	634,932 (US\$ 22,251)	634,932 (US\$ 22,251)	2,105,120	93.08	515,666	(25,686)	(23,908)	Subsidiary (Note 1)
	Speedy Industrial Supplies Pte. Ltd	3 Kallang Sector, Singapore	Manufacture and wholesale of cable assemblies, power cords, PCBA assemblies, sheet metal fabrication and box build assemblies.	1,540,057 (SGD 72,610)	1,540,057 (SGD 72,610)	2,000,000	100.00	1,682,305	45,710	45,710	Subsidiary (Note 1)
BizLink Technology Inc.	BobI, LLC	CA 94538, USA	Various leasing activities.	57,070 (US\$ 2,000)	57,070 (US\$ 2,000)	(Note 4)	100.00	56,669	30	30	Sub-subsiidiary (Note 1)
BizLink (BVI) Corp.	Jo Yeh Company Limited	Kowloon, Hong Kong	(1) Wholesale and retail of connectors, and (2) international trade.	111,714 (US\$ 3,915)	111,714 (US\$ 3,915)	10,000	100.00	129,868	(1,476)	(1,476)	Sub-subsiidiary (Note 1)
	Siriusstek Inc.	Xinshi Dist., Tainan City	Provide customized LED (light emitting diode) lighting products and solutions.	20,000	20,000	2,000,000	40.00	6,169	(1,673)	(669)	-
	ProOptics International Corpl	Grand Cayman, Cayman Islands	Design, manufacture and sale of optical film.	64,346 (US\$ 2,255)	64,346 (US\$ 2,255)	2,050,000	Proportion of holding 21.35% Proportion of voting right 27%	50,214	(23,616)	(5,041)	-
BizLink International Corp.	AquaOptics Corp.	Zhubei City, Hsinchu County	Design, manufacture and sale of optical system integration	66,000	66,000	32,000,000	44.00	26,935	(10,027)	(4,412)	-
Zellwood International Corp.	Bizconn International Corporation	APIA, SAMOA	Various investment activities.	47,568 (US\$ 1,667)	47,568 (US\$ 1,667)	1,666,667	100.00	448,227	13,267	14,498	Sub-subsiidiary (Note 1)
Adel Enterprises Corp.	Asia Wick Ltd.	Central, Hong Kong	Various investment activities.	-	-	1,000	100.00	298,756	12,193	12,088	Sub-subsiidiary (Note 1)
BizLink Technology (S.E.A.) Sdn. Bhd.	BizLink Interconnect Technology (India) Private Limited	Chennai 600042, 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.	393 (INR 1,000)	393 (INR 1,000)	100,000	100.00	2,005	7	7	Sub-subsiidiary (Note 1)
OW Holding Inc.	OptiWorks Inc.	CA 94538, USA	(1) Wholesale and retail of fiber optical passive components and fiber optical cables, (2) international trade, and (3) various investment activities.	576,407 (US\$ 20,200)	576,407 (US\$ 20,200)	2,000	100.00	541,612	(25,658)	(25,658)	Sub-subsiidiary (Note 1)
Speedy Industrial Supplies Pte Ltd	SIS Speedy Industrial Supplies Sdn. Bhd.	Johor, Malaysia	Manufacture and sale of cable assemblies, power cords, PCBA assemblies, sheet metal fabrication and box build assemblies.	687 (MYR 100)	687 (MYR 100)	100,000	100.00	110,055	2,173	2,173	Sub-subsiidiary (Note 1)

Note 1: The amount was eliminated upon consolidation.

Note 2: Current investment gain or loss recognition is net of reversing prior period unrealized gain or loss from upstream transactions and deducts current unrealized gain or loss from upstream transaction.

Note 3: For information of investments in mainland China, refer to Table 9.

Note 4: This company is a “limited company” without stock issuance.

(Concluded)

TABLE 9

BIZLINK HOLDING INC. AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA
FOR THE THREE MONTHS ENDED MARCH 31, 2021
(In Thousands of New Taiwan Dollars and Foreign Currencies)

1. Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income of investees, investment income or loss, carrying amount of the investment at the end of the period and repatriations of investment income in the mainland China area:

Investee Company	Main Businesses and Products	Paid-in Capital (Note 1)	Method of Investment (Note 2)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2021	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of March 31, 2021	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 13)	Carrying Amount as of March 31, 2021	Accumulated Repatriation of Investment Income as of March 31, 2021
					Outflow	Inflow						
Bizconn International Corp. (China)	Design, manufacture, sale and assembly of connectors, tooling and cable assemblies.	\$ 76,426 (RMB 17,600)	(2) Note 4	Note 3	Note 3	Note 3	Note 3	\$ 14,405	100.00	\$ 14,405	\$ 411,434	Note 3
TongYing Electronics (Shen Zhen) Ltd.	Manufacture of wire extrusions and cable assemblies.	98,857 (HK\$ 26,936)	(2) Note 5	Note 3	Note 3	Note 3	Note 3	12,907	100.00	12,907	325,908	Note 3
OptiWorks (Shanghai) Limited	(1) Manufacture, wholesale and retail of fiber optical passive components and fiber optical cables, and (2) international trade.	171,210 (US\$ 6,000)	(2) Note 7	Note 3	Note 3	Note 3	Note 3	423	93.08	394	203,850	Note 3
OptiWorks (Kunshan) Limited	(1) Production and development of optical communications optoelectronic devices, components and modules, and (2) sale of own products.	83,605 (US\$ 3,000)	(2) Note 7	Note 3	Note 3	Note 3	Note 3	(8,938)	93.08	(8,319)	94,248	Note 3
Xiang Yao Electronics (Shen Zhen) Co., Ltd.	Design, manufacture and sale of cable assemblies, power cords, and connectors.	28,535 (US\$ 1,000)	(2) Note 8	Note 3	Note 3	Note 3	Note 3	(18,950)	100.00	(18,950)	502,032	Note 3
Hwa Zhan Electronics Corp. (Shen Zhen)	Production and operations of computers and communications cables, connectors and fiber jumpers.	9,175 (HK\$ 2,500)	(2) Note 9	Note 3	Note 3	Note 3	Note 3	17,698	100.00	17,698	431,740	Note 3
BizLink (Kun Shan) Co., Ltd.	Design, manufacture and sale of cable assemblies, connectors and power cords.	285,350 (US\$ 10,000)	(2) Note 6	Note 3	Note 3	Note 3	Note 3	25,174	100.00	25,174	1,944,865	Note 3
BizLink Electronics (Xiamen) Co., Ltd.	Manufacture and assembly of power cords and cables.	15,980 (US\$ 560)	(2) Note 10	Note 3	Note 3	Note 3	Note 3	60,544	100.00	60,544	553,335	Note 3
Foshan Nanhai Jo Yeh Electronic Co., Ltd.	Production and operations of electrical appliances, electronic equipment, and plug-in connectors.	57,070 (US\$ 2,000)	(2) Note 11	Note 3	Note 3	Note 3	Note 3	(2,173)	100.00	(2,173)	115,803	Note 3
BizLink Technology (Chang Zhou) Limited	(1) Manufacture of smart instrumentational sensors, instrumentational connectors and instrumentational functional materials, (2) sale of own products, and (3) import and export business.	376,711 (US\$ 8,950 and RMB 27,940)	(2) Note 12	Note 3	Note 3	Note 3	Note 3	95,134	100.00	95,081	1,599,480	Note 3
BizLink Technology (Xiamen) Limited	(1) Manufacture of smart instrumentational sensors, instrumentational connectors, and instrumentational functional materials, (2) sale of own products, and import and export business.	94,051 (US\$ 3,296)	(2) Note 12	Note 3	Note 3	Note 3	Note 3	42,541	100.00	42,620	988,682	Note 3

(Continued)

2. Limit on the amount of investment in the mainland China area:

Accumulated Outflow Remittance for Investment in Mainland China as of March 31, 2021	Investment Amount Authorized by Investment Commission, MOEA	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA
Note 3	Note 3	Note 3

Note 1: The paid-in capital amount is converted from invested currency into New Taiwan dollar by balance sheet ending period exchange rate.

Note 2: Investment methods are classified into the following three categories:

- (1) Directly invest in a company in mainland China.
- (2) Through investing in the third area, which then invested in the investee in mainland China.
- (3) Other methods.

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

Note 4: Through investing in Bizconn International Corporation, which then invested in the investee in mainland China.

Note 5: Through investing in Asia Wick Ltd., which then invested in the investee in mainland China.

Note 6: Through investing in Zellwood International Corp., which then invested in the investee in mainland China.

Note 7: Through investing in OW Holding Inc. and then OptiWorks, Inc. which then invested in the investee in mainland China.

Note 8: Through investing in BizLink (BVI) Corp. Limited, which then invested in the investee in mainland China.

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

Note 10: Through investing in Adel Enterprises Corp., which then invested in the investee in mainland China.

Note 11: Through investing in Jo Yeh Company Limited, which then invested in the investee in mainland China.

Note 12: Through investing in EA Cable Assemblies (Hong Kong) Co., Limited, which then invested in the investee in mainland China.

Note 13: The share of investment income (loss) recognition determined based on the financial statements which were reviewed and attested by certified public accountants engaged by BizLink.

3. Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, unrealized gains or losses and others information:

- a. The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period, refer to Table 5.
- b. The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period, refer to Table 5.
- c. The amount of property transactions and the amount of the resultant gains or losses: None.
- d. The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes: None.
- e. The highest balance, the end of period balance, the interest rate range, and total current period interest with respect to financing of funds: None.
- f. Other transactions that have a material effect on the profit or loss for the year or on the financial position, such as the rendering or receipt of services: None.

(Concluded)

TABLE 10**BIZLINK HOLDING INC.****INFORMATION OF MAJOR SHAREHOLDERS
MARCH 31, 2021**

Name of Major Shareholder	Shares	
	Number of Shares	Percentage of Ownership (%)
Hwa Tse Liang and InRuKuo Family Trust	8,624,467	6.47
JP Morgan Chase Bank, N.A., Taipei Branch in custody for Stichting Depositary APG Emerging Markets Equity Pool	6,770,000	5.08

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 a shareholder delivers the shareholdings to the trust, the above information will be disclosed by the individual trustor who opened the trust account. 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.