

INVENTEC CORPORATION AND SUBSIDIARIES

CONSOLIDATED FINANCIAL STATEMENTS

**With Independent Auditors' Review Report
For the Three Months Ended March 31, 2024 and 2023**

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The independent auditors' review report and the accompanying consolidated financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language independent auditors' review report and consolidated financial statements, the Chinese version shall prevail.

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Independent Auditors' Review Report

To the Board of Directors of Inventec Corporation:

Introduction

We have reviewed the accompanying consolidated balance sheets of Inventec Corporation (“the Company”) and its subsidiaries (“the Group”) as of March 31, 2024 and 2023, and the related consolidated statements of comprehensive income as well as changes in equity and cash flows for the three months ended March 31, 2024 and 2023, and notes to the consolidated financial statements, including a summary of significant accounting policies. Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 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

Except as explained in the Basis for Qualified Conclusion paragraph, we conducted our reviews in accordance with the Standard on Review Engagements 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity” of the Republic of China. A review of the 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 conducted in accordance with the Standards on Auditing of the Republic of China and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

As stated in Note 4(b), the consolidated financial statements included the financial statements of certain non-significant subsidiaries, which were not reviewed by independent auditors. These financial statements reflect the total assets amounting to \$66,004,890 thousand and \$58,268,208 thousand, constituting 26% and 25% of the consolidated total assets; and the total liabilities amounting to \$20,150,650 thousand and \$25,327,399 thousand, constituting 10% and 14% of the consolidated total liabilities as of March 31, 2024 and 2023, respectively; as well as the total comprehensive income (loss) amounting to \$7,603 thousand and \$(342,831) thousand, constituting 0% and (25)% of the consolidated total comprehensive income (loss) respectively.

Furthermore, as stated in Note (6)(f), the other equity accounted investments of the Group in its investee companies of \$20,354 thousand and \$20,772 thousand as of March 31, 2024 and 2023, respectively, and its equity in net loss on these investee companies of \$449 thousand and \$809 thousand respectively, were recognized solely on the financial statements prepared by these investee companies, but not reviewed by independent auditors.



Qualified Conclusion

Except for the adjustments, if any, as might have been determined to be necessary had the financial statements of certain consolidated subsidiaries and equity accounted investee companies described in the Basis for Qualified Conclusion paragraph above been reviewed by independent auditors, based on our reviews, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as of March 31, 2024 and 2023, and of its consolidated financial performance and its consolidated cash flows for the three months ended March 31, 2024 and 2023 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 Rou-Lan Kuo and Ying-Ju Chen.

KPMG

Taipei, Taiwan (Republic of China)

May 14, 2024

Notes to Readers

The accompanying consolidated financial statements are intended only to present the consolidated financial position, financial performance and cash flows in accordance with the 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 accepted and applied in the Republic of China.

The independent auditors' review report and the accompanying consolidated financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language independent auditors' review report and consolidated financial statements, the Chinese version shall prevail.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

INVENTEC CORPORATION AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS

March 31, 2024, December 31, 2023, and March 31, 2023

(Expressed in Thousands of New Taiwan Dollars)

ASSETS		March 31, 2024		December 31, 2023		March 31, 2023		LIABILITIES AND EQUITY		March 31, 2024		December 31, 2023		March 31, 2023			
		Amount	%	Amount	%	Amount	%			Amount	%	Amount	%	Amount	%		
Current Assets :									Current Liabilities :								
1100	Cash and cash equivalents (Note (6)(a))	\$	39,395,312	16	28,133,069	12	39,008,653	17	2100	Short-term borrowings (Note (6)(m))	\$	41,585,312	17	43,465,042	18	39,138,554	17
1110	Current financial assets at fair value through profit or loss (Note (6)(b))		1,892,411	1	277,508	-	347,611	-	2120	Current financial liabilities at fair value through profit or loss (Note (6)(b))		154,733	-	34,918	-	149,913	-
1120	Current financial assets at fair value through other comprehensive income (Note (6)(b))		593,152	-	645,967	-	741,440	-	2130	Current contract liabilities (Note (6)(u))		13,875,978	6	13,654,891	6	13,568,477	6
1170	Accounts receivable, net (Notes (6)(c) and (7))		87,729,849	35	92,206,803	38	87,452,862	38	2170	Accounts payable (Note (7))		89,196,128	35	81,307,252	34	78,444,384	34
1200	Other receivables, net (Notes (6)(d) and (7))		1,567,617	-	1,746,043	1	2,398,739	1	2230	Current tax liabilities		2,377,023	1	2,190,276	1	3,312,957	1
1310	Inventories (Note (6)(e))		63,791,360	25	59,896,249	25	50,978,953	22	2200	Other payables (Note (7))		14,764,486	6	11,187,272	5	15,449,937	7
1470	Other current assets (Notes (6)(k) and (8))		6,988,102	3	9,300,264	4	4,828,298	2	2322	Long-term borrowings, current portion (Note (6)(m))		330,744	-	2,890,506	1	2,497,258	1
			201,957,803	80	192,205,903	80	185,756,556	80	2280	Current lease liabilities (Note (6)(n))		215,162	-	230,136	-	213,412	-
									2399	Other current liabilities, others (Note (6)(l))		15,425,837	6	14,342,374	6	13,289,629	6
												177,925,403	71	169,302,667	71	166,064,521	72
Non-current assets :									Non-current Liabilities :								
1510	Non-current financial assets at fair value through profit or loss (Note (6)(b))		262,165	-	242,263	-	268,944	-									
1517	Non-current financial assets at fair value through other comprehensive income (Note (6)(b))		6,323,973	3	5,297,827	2	4,509,122	2	2540	Long-term borrowings (Note (6)(m))		7,599,345	3	2,992,412	1	2,988,200	1
1550	Investments accounted for using equity method (Note (6)(f))		432,691	-	431,681	-	481,869	-	2640	Net defined benefit liability, non-current (Note (6)(p))		435,722	-	446,508	-	465,055	-
1600	Property, plant and equipment (Notes (6)(g) and (8))		30,735,643	12	29,611,548	13	31,236,637	14	2580	Non-current lease liabilities (Note (6)(n))		629,850	-	544,452	-	500,040	-
1755	Right-of-use assets (Note (6)(h))		2,041,463	1	1,792,380	1	2,971,587	1	2670	Other non-current liabilities, others (Note (6)(l))		6,365,641	3	6,163,555	3	5,737,963	3
1760	Investment property, net (Notes (6)(i) and (8))		5,224,341	2	5,052,451	2	-	-				15,030,558	6	10,146,927	4	9,691,258	4
1780	Intangible assets (Note (6)(j))		594,029	-	582,912	-	966,110	1	Total Liabilities			192,955,961	77	179,449,594	75	175,755,779	76
1900	Other non-current assets (Notes (6)(k) and (8))		4,418,618	2	4,491,011	2	4,381,069	2	Equity attributable to owners of parent :								
			50,032,923	20	47,502,073	20	44,815,338	20	3110	Ordinary shares (Note (6)(r))		35,874,751	14	35,874,751	15	35,874,751	16
									3200	Capital surplus (Note (6)(r))		2,911,115	1	2,911,115	1	2,899,927	1
									3300	Retained earnings (Note (6)(r))		18,690,302	7	22,982,165	9	17,723,168	8
									3400	Other equity (Note (6)(r))		2,416,500	1	(648,488)	-	(926,128)	(1)
									Total equity attributable to owners of parent			59,892,668	23	61,119,543	25	55,571,718	24
									36XX	Non-controlling interests		(857,903)	-	(861,161)	-	(755,603)	-
									Total Equity			59,034,765	23	60,258,382	25	54,816,115	24
TOTAL ASSETS		\$	251,990,726	100	239,707,976	100	230,571,894	100	TOTAL LIABILITIES AND EQUITY		\$	251,990,726	100	239,707,976	100	230,571,894	100

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

INVENTEC CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

For the Three months ended March 31, 2024 and 2023

(Expressed in Thousands of New Taiwan Dollars)

		For the three months ended March 31			
		2024		2023	
		Amount	%	Amount	%
4000	Operating revenue (Notes (6)(u) and (7))	\$ 130,505,965	100	120,182,904	100
5000	Operating costs (Note (6)(e))	123,625,229	95	114,261,028	95
5900	Gross profit from operations	6,880,736	5	5,921,876	5
	Operating expenses (Notes (6)(c), (v) and (7)):				
6100	Selling expenses	781,331	-	728,305	1
6200	Administrative expenses	1,152,136	1	1,083,526	1
6300	Research and development expenses	2,804,570	2	2,816,433	2
6450	Impairment losses determined in accordance with IFRS9	5,394	-	8,798	-
		4,743,431	3	4,637,062	4
6900	Net operating income	2,137,305	2	1,284,814	1
	Non-operating income and expenses (Notes (6)(f), (w) and (7)):				
7100	Interest income	645,007	-	592,856	1
7010	Other income	24,038	-	65,529	-
7020	Other gains and losses	(96,463)	-	315,115	-
7050	Finance costs	(1,173,528)	(1)	(1,120,649)	(1)
7060	Shares of loss of associates and joint ventures accounted for using equity method	(9,047)	-	(4,695)	-
		(609,993)	(1)	(151,844)	-
7900	Profit before tax	1,527,312	1	1,132,970	1
7950	Less: Income tax expenses (Notes (4) and (6)(q))	443,976	-	261,713	-
8000	Profit	1,083,336	1	871,257	1
	Other comprehensive income (loss):				
8310	Components of other comprehensive income that will not be reclassified to profit or loss				
8316	Unrealized gains from investments in equity instruments measured at fair value through other comprehensive income	949,448	1	598,730	-
8320	Shares of other comprehensive income of associates and joint ventures accounted for using equity method, components of other comprehensive income that will not be reclassified to profit or loss	704	-	558	-
8349	Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	-	-	-	-
		950,152	1	599,288	-
8360	Components of other comprehensive income (loss) that will be reclassified to profit or loss				
8361	Exchange differences on translation of foreign financial statements	2,114,755	1	(77,395)	-
8370	Shares of other comprehensive income (loss) of associates and joint ventures accounted for using equity method, components of other comprehensive income that will be reclassified to profit or loss	9,353	-	(2,076)	-
8399	Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-	-	-	-
		2,124,108	1	(79,471)	-
	Other comprehensive income, net of income tax	3,074,260	2	519,817	-
8500	Total comprehensive income	\$ 4,157,596	3	1,391,074	1
	Profit (loss), attributable to:				
8610	Profit, attributable to owners of parent	\$ 1,089,350	1	880,683	1
8620	Profit (loss), attributable to non-controlling interests	(6,014)	-	(9,426)	-
		\$ 1,083,336	1	871,257	1
	Comprehensive income (loss) attributable to:				
8710	Comprehensive income, attributable to owners of parent	\$ 4,154,338	3	1,398,873	1
8720	Comprehensive income (loss), attributable to non-controlling interests	3,258	-	(7,799)	-
		\$ 4,157,596	3	1,391,074	1
	Earnings per share (Notes (4) and (6)(t))				
9750	Basic earnings per share (NT dollars)	\$ 0.30		0.25	
9850	Diluted earnings per share (NT dollars)	\$ 0.30		0.24	

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

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

INVENTEC CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
For the Three Months Ended March 31, 2024 and 2023
(Expressed in Thousands of New Taiwan Dollars)

	Attributable to owners of parent					Other Equity		Total Equity Attributable to Owners of Parent	Non - controlling Interests	Total Equity
	Share Capital	Retained Earnings				Exchange Differences on Translation of Foreign Financial Statements	Unrealized Gains (Losses) from Financial Assets Measured at Fair Value through Other Comprehensive Income			
	Ordinary Shares	Capital Surplus	Legal Reserve	Special Reserve	Unappropriated Retained Earnings					
Balance at January 1, 2023	\$ 35,874,751	2,899,927	12,747,957	2,714,597	6,764,615	(506,716)	(941,073)	59,554,058	(747,804)	58,806,254
Profit (loss) for the period	-	-	-	-	880,683	-	-	880,683	(9,426)	871,257
Other comprehensive income (loss) for the period	-	-	-	-	-	(81,098)	599,288	518,190	1,627	519,817
Total comprehensive income (loss) for the period	-	-	-	-	880,683	(81,098)	599,288	1,398,873	(7,799)	1,391,074
Appropriation and distribution of retained earnings:										
Cash dividends on ordinary shares	-	-	-	-	(5,381,213)	-	-	(5,381,213)	-	(5,381,213)
Disposal of investments in equity instruments designated at fair value through other comprehensive income	-	-	-	-	(3,471)	-	3,471	-	-	-
Balance at March 31, 2023	\$ 35,874,751	2,899,927	12,747,957	2,714,597	2,260,614	(587,814)	(338,314)	55,571,718	(755,603)	54,816,115
Balance at January 1, 2024	\$ 35,874,751	2,911,115	13,370,424	1,447,789	8,163,952	(975,494)	327,006	61,119,543	(861,161)	60,258,382
Profit (loss) for the period	-	-	-	-	1,089,350	-	-	1,089,350	(6,014)	1,083,336
Other comprehensive income for the period	-	-	-	-	-	2,114,836	950,152	3,064,988	9,272	3,074,260
Total comprehensive income for the period	-	-	-	-	1,089,350	2,114,836	950,152	4,154,338	3,258	4,157,596
Appropriation and distribution of retained earnings:										
Cash dividends on ordinary shares	-	-	-	-	(5,381,213)	-	-	(5,381,213)	-	(5,381,213)
Balance at March 31, 2024	\$ 35,874,751	2,911,115	13,370,424	1,447,789	3,872,089	1,139,342	1,277,158	59,892,668	(857,903)	59,034,765

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

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

INVENTEC CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
For the Three Months Ended March 31, 2024 and 2023
(Expressed in Thousands of New Taiwan Dollars)

	For the three months ended March 31	
	2024	2023
Cash flows from operating activities:		
Profit before tax	\$ 1,527,312	1,132,970
Adjustments:		
Adjustments to reconcile profit:		
Depreciation expense	665,390	577,491
Amortization expense	285,979	241,276
Expected credit loss	5,394	8,798
Interest expense	1,173,528	1,120,649
Interest income	(645,007)	(592,856)
Shares of loss of associates and joint ventures accounted for using equity method	9,047	4,695
(Gains) losses on disposal of property, plant and equipment	(72,566)	19
Unrealized foreign exchange loss	381,822	239,168
Other adjustments	1,569	(335)
Total adjustments to reconcile profit	<u>1,805,156</u>	<u>1,598,905</u>
Changes in operating assets and liabilities:		
Changes in operating assets:		
Decrease in financial assets at fair value through profit or loss, mandatorily measured at fair value	151,090	91,343
Decrease in accounts receivable	5,960,414	1,981,247
Decrease (increase) in other receivables	115,576	(496,295)
Increase in inventories	(2,354,359)	(241,637)
Decrease (increase) in other current assets	470,245	(326,098)
Total changes in operating assets	<u>4,342,966</u>	<u>1,008,560</u>
Changes in operating liabilities:		
Increase (decrease) in financial liabilities held for trading	119,815	(142,470)
Increase in contract liabilities	216,088	971,071
Increase in accounts payable	5,623,013	14,101,784
Decrease in other payables	(2,131,018)	(1,840,255)
Decrease (increase) in other current liabilities	1,056,686	(1,294,858)
Decrease in net defined benefit liabilities, non-current	(11,757)	(13,139)
Total changes in operating liabilities	<u>4,872,827</u>	<u>11,782,133</u>
Total changes in operating assets and liabilities	<u>9,215,793</u>	<u>12,790,693</u>
Total adjustments	<u>11,020,949</u>	<u>14,389,598</u>
Cash inflow generated from operations	12,548,261	15,522,568
Interest received	666,742	344,545
Interest paid	(1,219,478)	(1,244,333)
Income taxes paid	(97,598)	(140,647)
Net cash flows from operating activities	<u>11,897,927</u>	<u>14,482,133</u>

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

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

INVENTEC CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS (CONT'D)
For the Three Months Ended March 31, 2024 and 2023
(Expressed in Thousands of New Taiwan Dollars)

	For the three months ended March 31	
	2024	2023
Cash flows used in investing activities:		
Acquisition of financial assets at fair value through other comprehensive income	\$ -	(30,750)
Proceeds from disposal of financial assets at fair value through other comprehensive income	-	30,188
Acquisition of investment accounted for using equity method	-	(44,520)
Acquisition of financial assets at fair value through profit or loss	(1,765,200)	-
Proceeds from disposal of financial assets at fair value through profit or loss	-	411,341
Acquisition of property, plant and equipment	(988,041)	(555,340)
Proceeds from disposal of property, plant and equipment	82,664	3,443
Acquisition of intangible assets	(88,058)	(45,223)
Decrease (increase) in other financial assets	2,253,383	(343,208)
Increase in other non-current assets	(167,507)	(403,485)
Net cash flows used in investing activities	<u>(672,759)</u>	<u>(977,554)</u>
Cash flows used in financing activities:		
Decrease in short-term borrowings	(2,839,248)	(9,153,420)
Proceeds from long-term borrowings	8,956,043	69,206
Repayments of long-term borrowings	(7,083,529)	(7,777,000)
Payments of lease liabilities	(63,744)	(47,077)
Increase in other non-current liabilities	5,160	1,797
Net cash flows used in financing activities	<u>(1,025,318)</u>	<u>(16,906,494)</u>
Effect of exchange rate changes on cash and cash equivalents	<u>1,062,393</u>	<u>(40,075)</u>
Net increase (decrease) in cash and cash equivalents	11,262,243	(3,441,990)
Cash and cash equivalents at beginning of period	<u>28,133,069</u>	<u>42,450,643</u>
Cash and cash equivalents at end of period	<u><u>\$ 39,395,312</u></u>	<u><u>39,008,653</u></u>

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

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

INVENTEC CORPORATION AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2024 and 2023

(Expressed in Thousands of New Taiwan Dollars, Unless Otherwise Specified)

(1) Company History

Inventec Corporation (the “Company”) was organized in 1975. The Company engages primarily in the manufacturing, processing and trading of computers and related products. The Company’s registered office address is located at No.66 Hougang Street, Shilin District, Taipei City, Taiwan, R.O.C. The shares of the Company became officially listed and traded on the Taiwan Stock Exchange in November 1996.

The Company and its subsidiaries (together referred to as the “Group” and individually as “Group entities”) primarily is involved in the production and sales of computer products and intelligent devices. Please refer to Note (4)(b) for details.

(2) Financial Statements Authorization Date and Authorization Process

The consolidated financial statements for the three months ended March 31, 2024 and 2023 were authorized for issuance by the Board of Directors on May 14, 2024.

(3) New Standards, Amendments and Interpretations Adopted:

- (a) The impact of the IFRS Accounting Standards endorsed by the Financial Supervisory Commission, R.O.C. which have already been adopted.

The Group has initially adopted the following new amendments, which do not have a significant impact on its consolidated financial statements, from January 1, 2024:

- Amendments to IAS 1 “Classification of Liabilities as Current or Non-current”
- Amendments to IAS 1 “Non-current Liabilities with Covenants”
- Amendments to IAS 7 and IFRS 7 “Supplier Finance Arrangements”
- Amendments to IFRS 16 “Lease Liability in a Sale and Leaseback”

- (b) The impact of IFRS issued by IASB but not yet endorsed by the FSC

The following new and amended standards, which may be relevant to the Group, have been issued by the International Accounting Standards Board (IASB), but have yet to be endorsed by the FSC:

Standards or Interpretations	Content of amendment	Effective date per IASB
IFRS 18 “Presentation and Disclosure in Financial Statements”	The new standard introduces three categories of income and expenses, two income statement subtotals and one single note on management performance measures. The three amendments, combined with enhanced guidance on how to disaggregate information, set the stage for better and more consistent information for users, and will affect all the entities.	January 1, 2027

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

INVENTEC CORPORATION AND SUBSIDIARIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

March 31, 2024 and 2023

(Expressed in Thousands of New Taiwan Dollars, Unless Otherwise Specified)

Standards or Interpretations	Content of amendment	Effective date per IASB
	<ul style="list-style-type: none"> • A more structured income statement: under current standards, companies use different formats to present their results, making it difficult for investors to compare financial performance across companies. The new standard promotes a more structured income statement, introducing a newly defined ‘operating profit’ subtotal and a requirement for all income and expenses to be allocated between three new distinct categories based on a company’s main business activities. • Management performance measures (MPMs): the new standard introduces a definition for management performance measures, and requires companies to explain in a single note to the financial statements why the measure provides useful information, how it is calculated and reconcile it to an amount determined under IFRS Accounting Standards. • Greater disaggregation of information: the new standard includes enhanced guidance on how companies group information in the financial statements. This includes guidance on whether information is included in the primary financial statements or is further disaggregated in the notes. 	

The Group is evaluating the impact on its consolidated financial position and consolidated financial performance upon the initial adoption of the abovementioned standards or interpretations. The results thereof will be disclosed when the Group completes its evaluation.

The Group does not expect the following other new and amended standards, which have yet to be endorsed by the FSC, to have a significant impact on its consolidated financial statements:

- Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets Between an Investor and Its Associate or Joint Venture”
- IFRS 17 “Insurance Contracts” and amendments to IFRS 17 “Insurance Contracts”

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- Amendments to IFRS 17 “Initial Application of IFRS 17 and IFRS 9 – Comparative Information”
- Amendments to IAS21 “Lack of Exchangeability”

(4) Summary of Material Accounting Policies

(a) Statement of compliance

These consolidated financial statements have been prepared in accordance with the preparation and guidelines of IAS 34 “Interim Financial Reporting” which are endorsed and issued into effect by FSC, and do not include all of the information required by the Regulations and International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations and SIC Interpretations endorsed and issued into effect by the FSC (hereinafter referred to IFRS Accounting Standards endorsed by the FSC) for a complete set of the annual consolidated financial statements.

Except the following accounting policies mentioned below, the material accounting policies adopted in the consolidated financial statements are the same as those in the consolidated financial statement for the year ended December 31, 2023. For the related information, please refer to Note 4 of the consolidated financial statements for the year ended December 31, 2023.

(b) Basis of consolidation

1.List of subsidiaries in the consolidated financial statements

Name of Investor	Name of Subsidiary	Principal activity	Shareholding			Note
			March 31, 2024	December 31, 2023	March 31, 2023	
The Company	Inventec Corporation (Hong Kong) Ltd.	Trading	100.00 %	100.00 %	100.00 %	(Note 1)
"	Inventec Holding (North America) Corp.	Holding Company	100.00 %	100.00 %	100.00 %	
"	Inventec (Cayman) Corp.	Holding Company	100.00 %	100.00 %	100.00 %	
"	IEC (Cayman) Corporation	Holding Company	100.00 %	100.00 %	100.00 %	(Note 1)
"	Inventec (Czech), s.r.o.	Production and sales of computer products	100.00 %	100.00 %	100.00 %	(Note 1)
"	Inventec Development Japan Corporation	Trading	100.00 %	100.00 %	100.00 %	(Note 1)
"	Inventec Investments Co., Ltd.	Investment company	100.00 %	100.00 %	100.00 %	(Note 1)
"	AlMobile Co., Ltd.	Developing, production and sales of intelligent mobile devices	73.00 %	73.00 %	73.00 %	(Note 1)
"	Inventec Japan Corporation	Trading and management services	100.00 %	100.00 %	100.00 %	(Note 1)
"	Inventec Appliances Corp.	Production and sales of intelligent devices	100.00 %	100.00 %	100.00 %	(Note 2)
"	InveneXt System CO., LTD.	5G hardware and software services	100.00 %	100.00 %	100.00 %	(Note 1)
"	Inventec Technology (Vietnam) Company Limited	Production and sales of computer products	100.00 %	100.00 %	-	% Inventec Technology (Vietnam) Company Limited was established on October 16, 2023.(Note 1)

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Name of Investor	Name of Subsidiary	Principal activity	Shareholding			Note
			March 31, 2024	December 31, 2023	March 31, 2023	
InveneXt System CO., LTD.	Inphicomn Ltd.	5G hardware and software services	55.00 %	55.00 %	- %	Inphicomn. Ltd. was established on July 17, 2023. No capital has been injected as of March 31, 2024. (Note 1)
The Company and Inventec Investments Co., Ltd.	Inventec Electronics (Thailand) Co., Ltd.	Production and sales of computer products	100.00 %	100.00 %	- %	Inventec Electronics (Thailand) Co., Ltd. was established on June 2, 2023. (Note 1)
The Company 、 Inventec Investments Co., Ltd. and Inventec Appliances Corp.	Inventec Solar Energy Corporation	Sales of solar cells and medical equipment	47.65 %	47.65 %	47.65 %	Inventec Solar Energy Corporation resolved at its Board meeting on December 1, 2021, to file for bankruptcy to the court, who will grant the company's request upon its ruling. (Note 1)
Inventec Corporation (Hong Kong) Ltd.	Inventec Electronics (Tianjin) Co., Ltd.	Electronic product software development	100.00 %	100.00 %	100.00 %	(Note 1)
"	Inventec (Beijing) Electronics Technology Co., Ltd.	"	100.00 %	100.00 %	100.00 %	(Note 1)
Inventec (Cayman) Corp. and Inventec (Pudong) Technology Corp.	Inventec (Shanghai) Corp.	Sales of computer products	100.00 %	100.00 %	100.00 %	(Note 1)
Inventec (Cayman) Corp., Inventec (Pudong) Technology Corp. and Inventec (Pudong) Co., Ltd	Inventec (Shanghai) Service Co., Ltd.	"	100.00 %	100.00 %	100.00 %	Inventec (Pudong) Co., Ltd. conducted a capital injection on January 16, 2023. (Note 1)
Inventec (Cayman) Corp.	Inventec (Pudong) Co., Ltd.	"	100.00 %	100.00 %	100.00 %	(Note 1)
"	Inventec (Pudong) Technology Corp.	Production and sales of computer products	100.00 %	100.00 %	100.00 %	(Note 1)
"	Inventec Hi-Tech Corporation	Sales of computer products	100.00 %	100.00 %	100.00 %	(Note 1)
"	Inventec (Chongqing) Service Co., Ltd	"	100.00 %	100.00 %	100.00 %	(Note 1)
Inventec (Cayman) Corp. and IEC (Cayman) Corporation	Inventec (Chongqing) Corporation	Production and sales of computer products	100.00 %	100.00 %	100.00 %	
Inventec (Shanghai) Corp.	Inventec Asset-Management (Shanghai) Corporation	Leasing	78.00 %	78.00 %	78.00 %	(Note 1)
Inventec (Shanghai) Service Co., Ltd.	Saint Investment Consulting Corporation	Business management	100.00 %	100.00 %	100.00 %	(Note 1)
Inventec (Pudong) Technology Corp.	SQ Technology (Shanghai) Corporation	Production and sales of computer products	100.00 %	100.00 %	100.00 %	(Note 1)
Inventec Holding (North America) Corp.	Inventec (USA) Corporation	Service of computer product	100.00 %	100.00 %	100.00 %	(Note 1)
"	Inventec Manufacturing (North America) Corporation	"	100.00 %	100.00 %	100.00 %	(Note 1)
"	Inventec Configuration (North America) Corporation	Production and sales of computer products	100.00 %	100.00 %	100.00 %	(Note 1)
"	Inventec Distribution (North America) Corporation	"	100.00 %	100.00 %	100.00 %	(Note 1)
Inventec Holding (North America) Corp. and Inventec Distribution (North America) Corporation	IEC Technologies, S. de R.L. de C.V.	"	100.00 %	100.00 %	100.00 %	(Note 1)
Inventec Appliances Corp.	Inventec Appliances (Cayman) Holding Corp.	Holding Company	100.00 %	100.00 %	100.00 %	(Note 1)
"	Inventec Appliances (Vietnam) Company Limited	Production and sales of intelligent devices	100.00 %	100.00 %	100.00 %	(Note 1)

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Name of Investor	Name of Subsidiary	Principal activity	Shareholding			Note
			March 31, 2024	December 31, 2023	March 31, 2023	
Inventec Appliances (Cayman) Holding Corp.	Inventec Appliances (USA) Distribution Corp.	Marketing promotion	100.00 %	100.00 %	100.00 %	(Note 1)
"	Inventec Appliances Corporation USA, Inc.	Sales service	100.00 %	100.00 %	100.00 %	(Note 1)
"	Inventec Appliances (Shanghai) Co., Ltd.	Development of intelligent devices	100.00 %	100.00 %	100.00 %	(Note 1)
"	Inventec Appliances (Pudong) Corp.	Production and sales of intelligent devices	100.00 %	100.00 %	100.00 %	(Note 1)
"	Inventec Appliances (Jiangning) Corp.	"	100.00 %	100.00 %	100.00 %	(Note 1)
"	Inventec Appliances (Nanjing) Corp.	House leasing	100.00 %	100.00 %	100.00 %	(Note 1)
"	Inventec Appliances (XI'AN) Corporation	"	100.00 %	100.00 %	100.00 %	(Note 1)
"	Inventec Appliances (Nanchang) Corporation	Development of intelligent devices	100.00 %	100.00 %	100.00 %	(Note 1)
Inventec Appliances (Shanghai) Co., Ltd.	Inventec Appliances (Shanghai) Enterprise Co., Ltd.	Business management	100.00 %	100.00 %	100.00 %	(Note 1)
"	APEX Business Management & Consulting (Shanghai) Co., Ltd.	"	100.00 %	100.00 %	100.00 %	(Note 1)
"	Inventec Appliances (Nanchang) Intelligent Manufacturing Co., Ltd.	Production and sales of intelligent devices	100.00 %	100.00 %	100.00 %	(Note 1)
"	Inventec QD (Shanghai) Corporation	Business management	100.00 %	100.00 %	100.00 %	No capital has been injected as of March 31, 2024. (Note 1)
Inventec Appliances (Pudong) Corp.	Inventec Appliances (Malaysia) SDN. BHD.	Production and sales of intelligent devices	100.00 %	100.00 %	100.00 %	(Note 1)
"	Inventec Easy Doctor Corporation	Production and sales of medical devices	100.00 %	100.00 %	100.00 %	(Note 1)

Note 1: Companies are non-significant subsidiaries and their financial statements have not been reviewed.

Note 2: Companies are non-significant subsidiaries and their financial statements have been reviewed.

2.Subsidiaries excluded from the consolidated financial statements: None.

(c) Classification of current and non-current assets and liabilities

The Group classifies the asset as current under one of the following criteria, and all other assets are classified as non current.

1. It expects to be realize, or intended to be sold or consumed, in the normal operating cycle;
2. It is held primarily for the purpose of trading;
- 3.It expects to be realize within twelve months after the reporting period; or
4. The asset is cash or a cash equivalent (as defined in IAS 7) unless the asset is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

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The Group classifies the liability as current under one of the following criteria, and all other liabilities are classified as non current.

1. It expects to settle the liability in its normal operating cycle;
2. It holds the liability primarily for the purpose of trading;
3. The liability is due to be settled within twelve months after the reporting period; or
4. It does not have the right at the end of the reporting period to defer settlement of the liability for at least twelve months after the reporting period.

(d) **Income taxes**

The income tax expenses have been prepared and disclosed in accordance with paragraph B12 of International Financial Reporting Standards 34, Interim Reporting.

Income tax expenses for the period are measured by multiplying together the pre-tax income for the interim reporting period and the management's best estimate of effective annual tax rate. This should be recognized fully as tax expense for the current period.

Temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and their respective tax bases shall be measured based on the tax rates that have been enacted or substantively enacted at the time of the asset or liability is recovered or settled, and be recognized directly in equity or other comprehensive income as tax expense.

(e) **Employee 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 curtailments, settlements, or other significant one-off events.

(5) Significant Accounting Assumptions and Judgements, and Major Sources of Estimation Uncertainty

The preparation of the consolidated financial statements in conformity with the Regulations and IFRS Accounting Standards (in accordance with IAS 34 "Interim Financial Reporting" and endorsed by the FSC) requires management to make judgments, estimates and assumptions that affect the application of the accounting policies and the reported amount of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Except for the following, the preparation of the consolidated interim financial statements, estimates and underlying assumptions are reviewed on an ongoing basis which are in conformity with the consolidated financial statements for the year ended December 31, 2023. For related information, please refer to Note 5 of the consolidated financial statements for the year ended December 31, 2023.

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(6) Explanation to Significant Accounts

Except for the following disclosures, there were no material differences in the disclosures of significant accounts between the interim consolidated financial statements for the current period and the 2023 consolidated financial statements. Please refer to Note 6 of the 2023 annual consolidated financial statements.

(a) Cash and cash equivalents

	March 31, 2024	December 31, 2023	March 31, 2023
Cash on hand	\$ 6,224	8,845	6,205
Demand deposits and checking accounts	38,969,894	27,705,884	34,542,382
Time deposits	<u>419,194</u>	<u>418,340</u>	<u>4,460,066</u>
Cash and cash equivalents in the consolidated statements of cash flows	<u><u>\$ 39,395,312</u></u>	<u><u>28,133,069</u></u>	<u><u>39,008,653</u></u>

(b) Financial instruments

1. Financial assets and liabilities at fair value through profit or loss

	March 31, 2024	December 31, 2023	March 31, 2023
Financial assets at fair value through profit or loss			
Derivative instruments not used for hedging			
Forward exchange contracts	\$ 29,841	86,696	205,022
Foreign exchange swap	-	131,559	82,009
Non-derivative financial assets			
Stocks of listed companies	33,726	40,770	46,847
Emerging stock	91,084	69,014	93,529
Unquoted financial instruments	1,978,907	152,466	154,632
Unsecured convertible bonds	<u>21,018</u>	<u>39,266</u>	<u>34,516</u>
Total	<u><u>\$ 2,154,576</u></u>	<u><u>519,771</u></u>	<u><u>616,555</u></u>

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	March 31, 2024	December 31, 2023	March 31, 2023
Financial liabilities at fair value through profit or loss			
Derivative instruments not used for hedging			
Forward exchange contracts	\$ 30,960	34,655	52,472
Foreign exchange swap	123,773	263	97,441
Total	\$ 154,733	34,918	149,913

The Group uses derivative financial instruments to hedge the certain foreign exchange and interest rate risk the Group is exposed to, arising from its operating, financing and investing activities. The following derivative instruments, without the application of hedge accounting, were classified as mandatorily measured at fair value through profit or loss financial assets and held-for-trading financial liabilities:

1) Financial assets:

March 31, 2024				
		Contract Amount (in thousands)	Currency	Maturity Period
Forward	USD	97,600	USD to CNY	2024.06.14
December 31, 2023				
		Contract Amount (in thousands)	Currency	Maturity Period
Foreign exchange swap	USD	210,000	USD to TWD	2024.01.05~2024.01.18
Forward	USD	40,000	USD to TWD	2024.01.12~2024.01.29
Forward	USD	20,000	USD to THB	2024.03.12
Forward	USD	35,000	USD to CNY	2024.01.25~2024.02.26
March 31, 2023				
		Contract Amount (in thousands)	Currency	Maturity Period
Foreign exchange swap	USD	170,000	USD to TWD	2023.04.17~2023.05.30
Forward	USD	470,000	USD to TWD	2023.04.13~2023.08.23

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2) Financial liabilities:

March 31, 2024				
	Contract Amount (in thousands)	Currency	Maturity Period	
Foreign exchange swap	USD 220,000	USD to TWD	2024.04.10~2024.05.21	
Forward	USD 20,000	USD to THB	2024.05.13	
Forward	USD 35,000	USD to CNY	2024.04.26~2024.05.08	
December 31, 2023				
	Contract Amount (in thousands)	Currency	Maturity Period	
Foreign exchange swap	USD 10,000	USD to TWD	2024.01.12	
Forward	USD 20,000	USD to TWD	2024.01.12	
Forward	USD 47,000	USD to CNY	2024.02.21	
March 31, 2023				
	Contract Amount (in thousands)	Currency	Maturity Period	
Foreign exchange swap	USD 375,000	USD to TWD	2023.04.13~2023.08.23	
Forward	USD 75,000	USD to TWD	2023.04.27~2023.05.25	
Forward	USD 50,000	USD to CNY	2023.04.27~2023.06.28	

2. Financial assets at fair value through other comprehensive income

	March 31, 2024	December 31, 2023	March 31, 2023
Equity investments at fair value through other comprehensive income			
Stocks of listed companies	\$ 728,216	783,756	892,548
Stocks of unlisted companies	6,188,909	5,160,038	4,358,014
Total	<u>\$ 6,917,125</u>	<u>5,943,794</u>	<u>5,250,562</u>

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1) Equity investments at fair value through other comprehensive income

The Group designated the investments shown above as equity securities at fair value through other comprehensive income because these equity securities represent those investments that the Group intends to hold for long-term strategic purposes.

For strategic purposes, the Group had sold its equity investments at fair value through other comprehensive income at the amount of \$30,188 in 2023, resulting in the Group to reclassify the loss of \$3,662 from other equity to retained earnings.

2) For credit risk and market risk, please refer to Note (6)(x).

3) As of March 31, 2024, the aforesaid financial assets were not pledged as collateral.

(c) Notes and accounts receivable

	March 31, 2024	December 31, 2023	March 31, 2023
Accounts receivable- non-related parties	\$ 87,809,580	92,280,692	87,532,891
Accounts receivable- related parties	-	71	-
Less: Loss allowance	(79,731)	(73,960)	(80,029)
	\$ 87,729,849	92,206,803	87,452,862

The Group assessed that some accounts receivable were derived from the collection of contractual cash flows and sales. Therefore, those accounts receivable were measured at fair value through other comprehensive income. As of March 31, 2024, December 31, 2023, and March 31, 2023, the amounts of accounts receivable measured at fair value through other comprehensive income were \$5,392,828, \$8,386,574 and \$1,008,777, respectively.

The Group applies the simplified approach to provide for its expected credit losses, i.e. the use of lifetime expected loss provision for all receivables. To measure the expected credit losses, notes and accounts receivable have been grouped based on shared credit risk characteristics and the days past due, as well as incorporated forward looking information, including macroeconomic and relevant industry information. The loss allowance was determined as follows:

	March 31, 2024		
	Gross carrying amount	Weighted- average loss rate	Loss allowance
Current	\$ 84,973,201	0%~0.5%	72,932
1 to 180 days past due	2,836,379	0.04%~10%	6,799
	\$ 87,809,580		79,731

As of April 23, 2024, the amount received in subsequent period by the Group was \$28,082,782.

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	December 31, 2023		
	Gross carrying amount	Weighted- average loss rate	Loss allowance
Current	\$ 88,872,601	0%~0.5%	69,995
1 to 180 days past due	3,408,070	0.04%~10%	3,965
More than 180 days past due	92	0.04%~100%	-
	\$ 92,280,763		73,960

	March 31, 2023		
	Gross carrying amount	Weighted- average loss rate	Loss allowance
Current	\$ 85,464,451	0%~0.5%	77,323
1 to 180 days past due	2,068,440	0.04%~10%	2,706
	\$ 87,532,891		80,029

The movements in the allowance for notes and accounts receivable were as follows:

	For the three months ended March 31,	
	2024	2023
Balance at January 1	\$ 73,960	70,992
Impairment losses recognized	5,394	9,023
Foreign exchange losses	377	14
Balance at March 31	\$ 79,731	80,029

The allowance for impairment account is used to record expected credit losses. If the Group believes that it may not be able to collect the receivables. The accumulated impairment was used to offset the receivables when it is certain they are unrecoverable, after related legal actions were taken by the Group.

As of March 31, 2024, December 31, 2023 and March 31, 2023, none of the receivables above were pledged as collateral for loans and borrowings.

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As of March 31, 2024, December 31, 2023 and March 31, 2023, the Group sold its accounts receivable without recourse as follows:

March 31, 2024						
Purchaser	Amount Derecognized	Amount Advanced		Amount Recognized in other Receivable	Range of Interest Rate	Significant Transferring Terms
		Unpaid (in thousands)	Paid (in thousands)			
Non-related parties	\$ <u>29,736,222</u>	USD <u>482,029</u>	USD <u>929,547</u>	-	6.19%~6.64%	The accounts receivable factoring is without recourse but the seller still bears the risks except for eligible obligor's insolvency.
		Note				
December 31, 2023						
Purchaser	Amount Derecognized	Amount Advanced		Amount Recognized in other Receivable	Range of Interest Rate	Significant Transferring Terms
		Unpaid (in thousands)	Paid (in thousands)			
Non-related parties	\$ <u>25,773,423</u>	USD <u>613,201</u>	USD <u>839,252</u>	-	6.38%~6.73%	The accounts receivable factoring is without recourse but the seller still bears the risks except for eligible obligor's insolvency.
		Note				
December 31, 2023						
Purchaser	Amount Derecognized	Amount Advanced		Amount Recognized in other Receivable	Range of Interest Rate	Significant Transferring Terms
		Unpaid (in thousands)	Paid (in thousands)			
Non-related parties	\$ <u>25,222,362</u>	USD <u>639,902</u>	USD <u>828,593</u>	-	5.63%~6.40%	The accounts receivable factoring is without recourse but the seller still bears the risks except for eligible obligor's insolvency.
		Note				

Note: The amount advanced unpaid of subsidiaries which means that the purchaser has the right to make factoring transactions with the Group based on the amount allocated by the client under factoring agreement.

(d) Other receivables

	March 31, 2024	December 31, 2023	March 31, 2023
Other accounts receivable	\$ <u>1,567,617</u>	<u>1,746,043</u>	<u>2,398,739</u>

Other receivables consisted of interest receivable and other income.

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(e) Inventories

	March 31, 2024	December 31, 2023	March 31, 2023
Raw materials and consumables	\$ 40,158,275	36,845,050	33,753,364
Work in process	9,106,974	8,530,279	9,178,669
Finished goods	12,917,420	13,470,047	7,095,270
Materials and supplies in transit	1,608,691	1,050,873	951,650
	<u>\$ 63,791,360</u>	<u>59,896,249</u>	<u>50,978,953</u>

For the three months ended March 31, 2024 and 2023, the write-down of inventories amounted to \$220,652 and \$18,789, respectively. The write down of inventory valuation is due to obsolescence or out of use, which causes the net realizable value of inventory to be lower than the cost and is recognized as operating costs. For the three months ended March 31, 2024 and 2023, idle capacity loss amounted to \$1,995 and \$2,114, respectively.

As of March 31, 2024, December 31, 2023, and March 31, 2023, the aforesaid inventories were not pledged as collateral.

(f) Investments accounted for using equity method

The components of investments accounted for using equity method at the reporting date were as follows:

	March 31, 2024	December 31, 2023	March 31, 2023
Associates	<u>\$ 432,691</u>	<u>431,681</u>	<u>481,869</u>

As of March 31, 2024, December 31, 2023 and March 31, 2023, the Group's investments under equity method were not pledged as collateral.

Except for Inventec Besta Co., Ltd. (Besta), investments were accounted for by using the equity method, and the share of profit or loss and other comprehensive income of these investments were calculated based on the financial statements that have not been reviewed.

1. Judgment on existence of substantial control over investee

The Group holds 37.528% of the outstanding voting shares of Inventec Besta Co., Ltd. (Besta) and obtains only one seat among all seven board directors. Therefore, the Group does not have existing rights and the current ability to direct the investee's relevant activities, thus, the Group does not have control over Besta.

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(g) Property, plant and equipment

The cost, depreciation, and impairment of the property, plant and equipment of the Group for the three months ended March 31, 2024 and 2023 were as follows:

	Land	Building and construction	Machinery and equipment	Transportation equipment	Office equipment	Other facilities	Leasehold improvements	Others	Total
Cost or deemed cost:									
Balance at January 1, 2024	\$ 8,840,449	16,933,359	17,110,435	104,879	5,471,561	7,733,274	844,868	3,440,817	60,479,642
Additions	56,504	-	244,550	-	123,266	90,422	66,577	378,354	959,673
Disposals	-	(14,223)	(250,134)	(1,595)	(35,483)	(6,800)	-	-	(308,235)
Others	-	2,191,335	861,146	-	9,906	(25,367)	-	(2,991,589)	45,431
Effect of movements in exchange rates	38,064	510,091	564,713	3,298	123,558	202,621	22,377	86,823	1,551,545
Balance at March 31, 2024	<u>\$ 8,935,017</u>	<u>19,620,562</u>	<u>18,530,710</u>	<u>106,582</u>	<u>5,692,808</u>	<u>7,994,150</u>	<u>933,822</u>	<u>914,405</u>	<u>62,728,056</u>
Balance at January 1, 2023	\$ 8,166,465	17,273,966	18,206,229	95,181	5,452,557	7,387,838	785,745	5,315,224	62,683,205
Additions	-	-	85,010	-	104,361	49,051	466	310,403	549,291
Disposals	-	-	(16,754)	-	(97,357)	(13,141)	-	-	(127,252)
Others	-	-	62,145	-	3,749	(57,533)	-	(8,185)	176
Effect of movements in exchange rates	(1,788)	11,971	(22,545)	67	(11,039)	3,396	6,627	424	(12,887)
Balance at March 31, 2023	<u>\$ 8,164,677</u>	<u>17,285,937</u>	<u>18,314,085</u>	<u>95,248</u>	<u>5,452,271</u>	<u>7,369,611</u>	<u>792,838</u>	<u>5,617,866</u>	<u>63,092,533</u>
Depreciation and impairment losses:									
Balance at January 1, 2024	\$ -	5,174,175	13,664,031	81,655	4,628,439	6,791,417	528,377	-	30,868,094
Depreciation for the period	-	93,909	277,775	1,658	100,533	61,520	15,689	-	551,084
Disposals	-	(14,223)	(240,163)	(1,595)	(35,391)	(6,765)	-	-	(298,137)
Effect of movements in exchange rates	-	153,390	422,463	2,556	97,946	185,643	9,374	-	871,372
Balance at March 31, 2024	<u>\$ -</u>	<u>5,407,251</u>	<u>14,124,106</u>	<u>84,274</u>	<u>4,791,527</u>	<u>7,031,815</u>	<u>553,440</u>	<u>-</u>	<u>31,992,413</u>
Balance at January 1, 2023	\$ -	5,005,637	14,714,249	82,865	4,621,663	6,683,518	364,402	-	31,472,334
Depreciation for the period	-	95,596	246,885	1,267	101,645	47,967	13,148	-	506,508
Disposals	-	-	(20,658)	-	(90,039)	(13,093)	-	-	(123,790)
Others	-	-	-	-	-	43	-	-	43
Effect of movements in exchange rates	-	5,239	(2,068)	91	(7,442)	1,517	3,464	-	801
Balance at March 31, 2023	<u>\$ -</u>	<u>5,106,472</u>	<u>14,938,408</u>	<u>84,223</u>	<u>4,625,827</u>	<u>6,719,952</u>	<u>381,014</u>	<u>-</u>	<u>31,855,896</u>
Carrying amounts:									
Balance at January 1, 2024	<u>\$ 8,840,449</u>	<u>11,759,184</u>	<u>3,446,404</u>	<u>23,224</u>	<u>843,122</u>	<u>941,857</u>	<u>316,491</u>	<u>3,440,817</u>	<u>29,611,548</u>
Balance at March 31, 2024	<u>\$ 8,935,017</u>	<u>14,213,311</u>	<u>4,406,604</u>	<u>22,308</u>	<u>901,281</u>	<u>962,335</u>	<u>380,382</u>	<u>914,405</u>	<u>30,735,643</u>
Balance at January 1, 2023	<u>\$ 8,166,465</u>	<u>12,268,329</u>	<u>3,491,980</u>	<u>12,316</u>	<u>830,894</u>	<u>704,320</u>	<u>421,343</u>	<u>5,315,224</u>	<u>31,210,871</u>
Balance at March 31, 2023	<u>\$ 8,164,677</u>	<u>12,179,465</u>	<u>3,375,677</u>	<u>11,025</u>	<u>826,444</u>	<u>649,659</u>	<u>411,824</u>	<u>5,617,866</u>	<u>31,236,637</u>

As of March 31, 2024, December 31, 2023 and March 31, 2023, assets, which were partially pledged for the Group's long-term debts and short-term debts, were discussed further in Note (8).

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(h) Right-of-use assets

The Group leases many assets including land and buildings, vehicles and other equipment. Information about leases for which the Group as a lessee is presented below:

	<u>Land</u>	<u>Buildings and construction</u>	<u>Vehicles</u>	<u>Others</u>	<u>Total</u>
Right-of-use assets cost:					
Balance at January 1, 2024	\$ 944,054	1,598,804	28,636	2,327	2,573,821
Additions	-	277,084	6,865	-	283,949
Reductions	-	(16,821)	(11,464)	-	(28,285)
Effect of movements in exchange rates	50,647	45,299	567	73	96,586
Balance at March 31, 2024	<u><u>\$ 994,701</u></u>	<u><u>1,904,366</u></u>	<u><u>24,604</u></u>	<u><u>2,400</u></u>	<u><u>2,926,071</u></u>
Balance at January 1, 2023	\$ 2,479,790	1,233,702	17,101	2,309	3,732,902
Additions	-	3,678	1,146	17	4,841
Reductions	-	-	(467)	-	(467)
Effect of movements in exchange rates	8,315	1,905	(26)	(14)	10,180
Balance at March 31, 2023	<u><u>\$ 2,488,105</u></u>	<u><u>1,239,285</u></u>	<u><u>17,754</u></u>	<u><u>2,312</u></u>	<u><u>3,747,456</u></u>
Accumulated right-of-use assets depreciation and impairment losses:					
Balance at January 1, 2024	\$ 118,892	649,069	11,677	1,803	781,441
Depreciation for the period	7,007	75,874	2,378	103	85,362
Reductions	-	(9,828)	(11,464)	-	(21,292)
Effect of movements in exchange rates	17,460	21,417	150	70	39,097
Balance at March 31, 2024	<u><u>\$ 143,359</u></u>	<u><u>736,532</u></u>	<u><u>2,741</u></u>	<u><u>1,976</u></u>	<u><u>884,608</u></u>
Balance at January 1, 2023	\$ 259,143	433,521	8,342	1,430	702,436
Depreciation for the period	16,417	53,187	1,322	57	70,983
Reductions	-	-	(467)	-	(467)
Effect of movements in exchange rates	1,706	1,246	(24)	(11)	2,917
Balance at March 31, 2023	<u><u>\$ 277,266</u></u>	<u><u>487,954</u></u>	<u><u>9,173</u></u>	<u><u>1,476</u></u>	<u><u>775,869</u></u>
Carrying amounts:					
Balance at January 1, 2024	<u><u>\$ 825,162</u></u>	<u><u>949,735</u></u>	<u><u>16,959</u></u>	<u><u>524</u></u>	<u><u>1,792,380</u></u>
Balance at March 31, 2024	<u><u>\$ 851,342</u></u>	<u><u>1,167,834</u></u>	<u><u>21,863</u></u>	<u><u>424</u></u>	<u><u>2,041,463</u></u>
Balance at January 1, 2023	<u><u>\$ 2,220,647</u></u>	<u><u>800,181</u></u>	<u><u>8,759</u></u>	<u><u>879</u></u>	<u><u>3,030,466</u></u>
Balance at March 31, 2023	<u><u>\$ 2,210,839</u></u>	<u><u>751,331</u></u>	<u><u>8,581</u></u>	<u><u>836</u></u>	<u><u>2,971,587</u></u>

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(i) Investment property

Investment property comprises office buildings that are leased to third parties under operating leases, including properties that are held as right-of-use assets, as well as those owned by the Group. Some leases provide the lessees with options to extend upon maturity or to purchase the property.

The investment property to the Group were as follows:

	<u>Owned property</u>	<u>Right-of-use assets</u>	
	<u>Buildings</u>	<u>Land and land improvement</u>	<u>Total</u>
Book values:			
Balance as of January 1, 2024	\$ <u><u>3,435,867</u></u>	<u><u>1,616,584</u></u>	<u><u>5,052,451</u></u>
Balance as of March 31, 2024	\$ <u><u>3,536,875</u></u>	<u><u>1,687,466</u></u>	<u><u>5,224,341</u></u>

For the three months ended March 31, 2024 and 2023, there were no significant additions, disposal, recognition or reversal of impairment loss on investment property. Please refer to Note 12(a) for the details of depreciation of investment property and Note 6(i) to the 2023 annual consolidated financial statements for other related information.

As of March 31, 2024 and December 31, 2023, the Group's investment properties, which were pledged as collateral, were discussed further in Note (8).

(j) Intangible assets

	<u>Goodwill</u>	<u>Software cost</u>	<u>Total</u>
Carrying amounts:			
Balance at January 1, 2024	\$ <u><u>409,535</u></u>	<u><u>173,377</u></u>	<u><u>582,912</u></u>
Balance at March 31, 2024	\$ <u><u>409,535</u></u>	<u><u>184,494</u></u>	<u><u>594,029</u></u>
Balance at January 1, 2023	\$ <u><u>808,420</u></u>	<u><u>166,822</u></u>	<u><u>975,242</u></u>
Balance at March 31, 2023	\$ <u><u>808,420</u></u>	<u><u>157,690</u></u>	<u><u>966,110</u></u>

For the three months ended March 31, 2024 and 2023, there were no significant additions, disposal, recognition or reversal of impairment loss on intangible assets. Please refer to Note 12(a) for the details of amortization of intangible assets. Please refer to Note (6)(j) to the 2023 annual consolidated financial statement for other related information.

As of March 31, 2024, December 31, 2023, and March 31, 2023, none of the aforesaid intangible assets were pledged as collateral.

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(k) Other current assets and other non-current assets

The other current assets-others and other non-current assets of the Group were as follows:

	March 31, 2024	December 31, 2023	March 31, 2023
Refundable deposits	\$ 188,827	191,045	240,611
Current asset recognized as right to recover products from customers	410,274	370,385	200,265
Prepayments to suppliers	179,856	174,769	220,652
Restricted assets and other financial assets	3,553,971	5,678,208	2,012,592
Payments on behalf of others	178,878	998,867	504,372
Deferred tax assets	2,517,803	2,450,970	2,123,048
Others	4,377,111	3,927,031	3,907,827
	\$ 11,406,720	13,791,275	9,209,367

The Group determines the substance of the transaction in terms of sales and production, as well as production of the same target, to complete its sales contract. The Group has the nature of an agent, and so the transaction is reflected as the net amount after the purchases and sales are written off. The unused inventory of purchases is listed as payments on behalf of others.

As of March 31, 2024, December 31, 2023, and March 31, 2023, other assets, which were pledged as collateral, were discussed further in Note (8).

(l) Other current liabilities and other non-current liabilities

The other current liabilities-others and other non-current liabilities of the Group were as follows:

	March 31, 2024	December 31, 2023	March 31, 2023
Provisions - Current	\$ 3,363,712	3,159,611	2,911,126
Temporary credits	10,413,384	9,497,637	8,099,920
Receipts under custody	1,551,067	1,607,558	2,161,825
Deferred tax liabilities	5,987,783	5,801,824	5,484,103
Others	475,532	439,299	370,618
	\$ 21,791,478	20,505,929	19,027,592

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(m) Long-term and short-term borrowings

The significant terms and conditions of long-term and short-term borrowings were as follows:

March 31, 2024				
	Interest Rate	Currency	Maturity Date	Amount
Secured bank loans	2.07%~3.15%	TWD	2031.02.26	\$ 2,075,000
		CNY	2039.01.31	2,661,820
Unsecured bank loans	1.63%~6.55%	TWD	2021.11.30~2029.02.26	7,463,771
		USD	2021.11.30~2029.03.26	32,125,268
		EUR	2021.11.30	1,535
		CNY	2024.05.24~2024.08.26	5,188,007
Total				<u><u>\$ 49,515,401</u></u>
Current				\$ 41,916,056
Non-current				7,599,345
Total				<u><u>\$ 49,515,401</u></u>
Unused credit line				<u><u>\$ 112,834,239</u></u>

December 31, 2023				
	Interest Rate	Currency	Maturity Date	Amount
Secured bank loans	1.94%~4.78%	TWD	2031.02.26	\$ 2,150,000
		CNY	2024.02.14	2,559,762
Unsecured bank loans	1.63%~6.66%	TWD	2021.11.30~2024.02.23	6,213,770
		USD	2021.11.30~2028.07.07	32,477,892
		EUR	2021.11.30	1,535
		CNY	2024.01.19~2024.07.24	5,945,001
Total				<u><u>\$ 49,347,960</u></u>
Current				\$ 46,355,548
Non-current				2,992,412
Total				<u><u>\$ 49,347,960</u></u>
Unused credit line				<u><u>\$ 103,602,121</u></u>

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March 31, 2023				
	Interest Rate	Currency	Maturity Date	Amount
Secured bank loans	1.94%~4.88%	TWD	2031.02.26	\$ 2,375,000
		CNY	2024.02.14	2,166,514
Unsecured bank loans	1.61%~6.08%	TWD	2021.11.30~2023.06.15	3,883,771
		USD	2021.11.30~2025.07.07	30,825,411
		EUR	2021.11.30	1,535
		CNY	2023.05.07~2024.01.19	<u>5,371,781</u>
Total				\$ 44,624,012
Current				\$ 41,635,812
Non-current				<u>2,988,200</u>
Total				\$ 44,624,012
Unused credit line				\$ 97,496,482

1.Please refer to Note (8) for details of the related assets pledged as collateral.

2.Important borrowing restrictions

The Company entered into a syndicated credit agreement with different financial institutions. Under the agreement, the Company shall adhere to certain financial provisions such as current ratios, leverage ratios, interest coverage ratios and tangible net worth in its consolidated annual and semi-annual financial report on the balance sheet date. Otherwise, the borrowings will be considered due and payable immediately.

The secured bank loan of \$2,661,820 of the subsidiary, Inventec Asset-Management (Shanghai) Corporation, is repayable in installments before January 31, 2039, in accordance with the terms of the loan contract. The audited annual operating cash flows of Inventec Asset-Management (Shanghai) Corporation must be positive and the operating income must not be less than a specified amount during the term of the borrowings. Inventec Asset-Management (Shanghai) Corporation secured the operating property project as collateral and remitted the operating income generated from such property project into the bank's specialized account for management by the bank.

3.Others

Due to insolvency, Inventec Solar Energy Corporation resolved at its Board meeting on December 1, 2021, to file for bankruptcy to the court. When the court grants the bankruptcy ruling, Inventec Solar Energy Corporation will start the legal procedures of bankruptcy. After the bank allocated the remaining balance offset by the related expenses, interests, and principles, Inventec Solar Energy Corporation recognized the borrowing as short-term and long-term loans within a year or a business cycle since the company borrowings have defaulted.

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Inventec Solar Energy Corporation, resolved at its Board meeting on April 8, 2022, to sign the statement of settlement with seven creditor banks on April 11, 2022, and to sign an amendment agreement on April 13, 2022. Inventec Solar Energy Corporation borrowed money from a third party to pay for settlement to seven creditor banks. Furthermore, the creditor banks agreed to forgive the debts, and to waive all rights to the income of Inventec Solar Energy Corporation based on the credit contracts. The creditor banks have withdrawn the legal proceedings against Inventec Solar Energy Corporation and returned all the promissory notes issued under the credit contracts. However, since the conditions for derecognizing financial liabilities and recognizing the benefits of debt settlement have not yet been fully met, a balance of \$1,109,367 is still accounted as short-term borrowings and current portion of long-term borrowings.

(n) Lease liabilities

The Group lease liabilities were as follows:

	March 31, 2024	December 31, 2023	March 31, 2023
Current	<u>\$ 215,162</u>	<u>230,136</u>	<u>213,412</u>
Non-current	<u>\$ 629,850</u>	<u>544,452</u>	<u>500,040</u>

For the maturities analysis, please refer to Note (6)(x) of "Financial instruments".

The amounts recognized in profit or loss were as follows:

	For the three months ended March 31,	
	2024	2023
Interests on lease liabilities	<u>\$ 5,802</u>	<u>5,622</u>
Variable lease payments not included in the measurement of lease liabilities	<u>\$ 5,914</u>	<u>9,512</u>
Expenses relating to short-term leases	<u>\$ 10,287</u>	<u>9,000</u>
Expenses relating to leases of low-value assets, excluding short-term leases of low-value assets	<u>\$ 2,045</u>	<u>12,104</u>

The amounts recognized in the statement of cash flows for the Group were as follows:

	For the three months ended March 31,	
	2024	2023
Total cash outflow for leases	<u>\$ 87,792</u>	<u>83,315</u>

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1. Real estate leases

The Group leases land and buildings for its office space and plants. The leases of office space typically run for 2 to 13 years. Some leases include an option to renew the lease for an additional period of the same duration after the end of the contract term.

Some leases of equipment contain extension or cancellation options exercisable by the Group. These leases are negotiated and monitored by local management, and accordingly, contain a wide range of different terms and conditions. The extension options held are exercisable only by the Group and not by the lessors. When the lessee is not reasonably certain to use an optional extended lease term, payments associated with the optional period will not be included within lease liabilities.

2. Other leases

The Group leases vehicles and other equipment, with lease terms of two to five years. In some cases, the Group has options to purchase the assets at the end of the contract term; in other cases, it guarantees the residual value of the leased assets at the end of the contract term.

The Group also leases dormitory, vehicles and other equipment with contract terms of one to two years. These leases are short-term and leases of low-value items. The Group has elected not to recognize right-of-use assets and lease liabilities for these leases.

(o) Operating Leases

For the three months ended March 31, 2024, there were no significant additions to operating lease agreements. Please refer to Note (6)(o) to the 2023 annual consolidated financial statement for other related information.

(p) Employee benefits

1. Defined benefit plans

Management believes that there was no material volatility of the market, no material reimbursement and settlement or other material one-time events since prior fiscal year. As a result, the pension cost in the accompanying interim consolidated financial statements was measured and disclosed according to the actuarial report as of December 31, 2023 and 2022.

The expenses recognized in profit or loss for the Group were as follows:

	For the three months ended March 31,	
	2024	2023
Operating cost	\$ 1,952	365
Selling expenses	445	468
Administration expenses	851	904
Research and development expenses	1,788	2,125
	\$ 5,036	3,862

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2. Defined contribution plans

The pension costs incurred from the contributions to the Bureau of the Labor Insurance amounted to \$77,849 and \$72,545 for the three months ended March 31, 2024 and 2023, respectively.

The pension expenses contributed by the foreign entities following the local regulations amounted to \$251,358 and \$225,219 for the three months ended March 31, 2024 and 2023, respectively.

(q) Income taxes

Income tax expense is estimated by multiplying the pretax income for the interim reporting period using the effective annual tax rate as forecasted by the management.

1. The components of income tax expense for the three months ended March 31, 2024 and 2023 were as follows:

	For the three months ended March 31,	
	2024	2023
Current tax expenses		
Current period	\$ <u>443,976</u>	<u>261,713</u>

For the three months ended March 31, 2024 and 2023, there were no income tax recognized in equity and other comprehensive income.

2. Income Tax approval

The Company's income tax returns for the years through 2020 have been assessed and approved by the Tax Authority.

3. Profit-seeking enterprise income tax administrative remedies

The Group adopted the transfer pricing method on its income tax declaration from 2013 to 2016. However, as the calculation had a conflict with the opinion of the tax authority, the Group applied for administrative relief after paying the approved additional tax. Moreover, there was a conflict with the opinion of the tax authority regarding the payment of withholding tax about the indeterminate difference of transfer pricing from 2016; hence, The Group applied for administrative relief after paying the approved additional tax. Both of the above administrative appeals and litigation procedures were still in progress as of the reporting date.

4. Global anti-Base Erosion Rules (GloBE)

The Group has applied a temporary mandatory relief from deferred tax accounting for the impacts of the top-up tax, and accounts for it as a current tax when it is incurred.

The Group is subjected to GloBE under the Pillar Two legislation, which mandates the implementation of the Income Inclusion Rule (IIR) and Domestic Minimum Top-up Tax (DMTT) from January 1, 2024, for its subsidiaries operating in Vietnam and the Czech Republic. Additionally, Japan will enforce IIR starting from April 1, 2024.

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The Group has assessed that its subsidiaries operating in Vietnam and the Czech Republic are applicable to the transitional CbCR Safe Harbour rules under the Pillar Two legislation. Therefore, the Group's current income tax will not be affected by the Pillar Two as of March 31, 2024.

For subsidiaries operating in jurisdictions under the Pillar Two where the GloBE has not yet been enacted, the Group will remain concerned about the effective time of the regulation and assess the related income tax implication.

(r) Capital and other equity

Except for the following disclosures, there was no significant change for capital and other equity for the three months ended March 31, 2024 and 2023. For the related information, please refer to note 6(r) of the consolidated financial statements for the year ended December 31, 2023.

1. Retained earnings

The Company's articles of incorporation require that after-tax earnings shall first be offset against any accumulated deficit, and 10% of the rest be set aside as legal reserve. The appropriation for legal reserve is discontinued when the balance of the legal reserve equals the total authorized capital. Special reserve may be appropriated for operations or to meet regulations. The remaining earnings, if any, may be appropriated for operations according to the proposal, and the distributed dividends may not be lower than 10% of the earnings. Surplus distribution based on issuance of new shares approved by the Board of Directors should be resolved during the shareholder's meeting. In consideration of the Company's long-term operating plan, funding needs, and satisfying shareholder demand for cash flow, the Company distributes cash dividends of at least 10% of the aggregate of cash dividends and stock dividends if the distributions include cash dividend. In accordance with Article 240 of the ROC Company Act, the Company authorizes the distribution of dividends and bonuses or its legal reserve and capital reserve, according to Article 241 of the ROC Company Act, in whole or in part may be paid in cash after a resolution has been adopted by a majority vote at a meeting of the Board of Directors attended by two-thirds of the total number of directors; then such distribution shall be submitted to the shareholder's meeting.

1) Legal reserve

If the Company experienced profit for the year, the meeting of shareholders shall decide on the distribution of the statutory earnings reserve either by new shares or by cash, of up to 25 percent of the actual share capital.

2) Special reserve

In accordance with the Ruling issued by the Financial Supervisory Commission, for the contra account of other shareholders' equity incurred in the current year, a special reserve is appropriated from the current profit, plus, the amount of items other than the current profit included in the current undistributed earnings and prior period's undistributed earnings. For the amount of contra accounts in other shareholders' equity accumulated in the prior period, a special reserve which was appropriated from the prior period's undistributed earnings can no longer be allocated. When the debit balance of any of the contra account in other shareholders' equity is reversed, the related special reserve can also be reversed. The subsequent reversals of the contra accounts in other shareholders' equity shall qualify for any additional distributions.

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3) Earnings Distribution

On March 12, 2024, and on March 14, 2023, the Company's Board of Directors resolved the amount of cash dividends of the earnings distribution of 2023 and 2022. These earnings were appropriated for distribution as follows:

	2023		2022	
	Dividend per share (NT dollars)	Amount	Dividend per share (NT dollars)	Amount
Dividends distributed to ordinary shareholders				
Cash	\$ 1.50	<u><u>5,381,213</u></u>	1.50	<u><u>5,381,213</u></u>

The information on prior year's distribution of the Company's earnings were announced through the Market Observation Post System website on the internet.

(s) Share-Based payments

There were no significant changes on share-based payment for the three months ended March 31, 2024. Please refer to Note 6(s) of the consolidated financial statements for the year ended December 31, 2023 for other related information.

(t) Earnings per share

The following are the calculation of basic earnings per share and diluted earnings per share:

	For the three months ended March 31,	
	2024	2023
Basic earnings per share:		
Profit attributable to ordinary shareholders	\$ <u><u>1,089,350</u></u>	<u><u>880,683</u></u>
Weighted average number of ordinary shares (thousand shares)	<u>3,587,475</u>	<u>3,587,475</u>
Basic earnings per share (NT dollars)	\$ <u><u>0.30</u></u>	<u><u>0.25</u></u>

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	For the three months ended March 31,	
	2024	2023
Diluted earnings per share:		
Profit attributable to ordinary shareholders (diluted)	\$ 1,089,350	880,683
Weighted average number of ordinary shares (thousand shares)	3,587,475	3,587,475
Effect of dilutive potential common shares (thousand shares)		
Effect of employee share bonus	8,818	17,506
Weighted average number of ordinary shares (diluted)	3,596,293	3,604,981
Diluted earnings per share (NT dollars)	\$ 0.30	0.24

(u) Revenue from contracts with customers

1. Disaggregation of revenue

	For the three months ended March 31, 2024		
	Core	Others	Total
Primary geographical markets			
Taiwan	\$ 17,335,431	33,551	17,368,982
USA	87,229,460	559,888	87,789,348
Japan	2,231,684	63,824	2,295,508
Hong Kong, Macao and Mainland China	12,617,455	132,569	12,750,024
Other countries	10,282,311	19,792	10,302,103
	\$ 129,696,341	809,624	130,505,965
Major products			
Computer products	\$ 129,484,432	-	129,484,432
Services	211,909	1,842	213,751
Others	-	807,782	807,782
	\$ 129,696,341	809,624	130,505,965

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	For the three months ended March 31, 2023		
	Core	Others	Total
Primary geographical markets			
Taiwan	\$ 17,223,559	5,171	17,228,730
USA	83,188,070	231,850	83,419,920
Japan	1,508,359	79,932	1,588,291
Hong Kong, Macao and Mainland China	8,592,445	192,070	8,784,515
Other countries	9,138,503	22,945	9,161,448
	\$ 119,650,936	531,968	120,182,904
Major products			
Computer products	\$ 119,456,627	-	119,456,627
Services	194,309	5,160	199,469
Others	-	526,808	526,808
	\$ 119,650,936	531,968	120,182,904

2.Contract balances

	March 31, 2024	December 31, 2023	March 31, 2023
Notes and Accounts receivable (included related parties)	\$ 87,809,580	92,280,763	87,532,891
Less: Loss allowance	(79,731)	(73,960)	(80,029)
Total	\$ 87,729,849	92,206,803	87,452,862
Contract liabilities	\$ 13,875,978	13,654,891	13,568,477

For details on notes and accounts receivable and allowance for impairment, please refer to Note (6)(c).

The amount of revenue recognized for the three months ended March 31, 2024 and 2023 were \$857,665 and \$1,138,574, respectively.

The contract liabilities primarily relate to deferred recognition of warranty revenue, for which revenue is recognized when the warranties are redeemed or when they expire.

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(v) Remunerations of employees and directors

The Company's articles of incorporation require that earnings shall first be offset against any deficit. A minimum of 3% will be distributed as employee remuneration and a maximum of 3% will be allocated as directors' remuneration. The employee remuneration may be distributed in the form of shares or cash, and the recipients of shares and cash may include employees of the Company's affiliated companies who meet certain specific requirements. Such qualified employees and the distribution ratio shall be decided by the Board of Directors. If the employee remuneration is distributed in the form of stock or cash, the employees qualifying for such distribution shall include the employees of the subsidiaries of the Company who meet certain specific requirements. Such qualified employees and the distribution ratio shall be decided by the Board of Directors.

The remuneration of employees amounted to \$100,870 and \$75,445 and the remuneration of directors amounted to \$13,157 and \$9,985 for the three months ended March 31, 2024 and 2023, respectively. These amounts are calculated using the Company's profit before tax for each period described above, and are determined using the earnings allocation method which stated under the Company's article. These remunerations are expensed under operating cost or expenses. The difference between the actual amounts of employee remuneration and estimation of employee remuneration, if any, will be treated as changes in accounting estimates and adjusted in profit or loss in the following year.

In the financial statements for the years 2023 and 2022, the Company accrued the employee remuneration of \$501,595 and \$516,364, and the board of directors' remuneration of \$65,425 and \$68,342, respectively. There were no differences between the amounts to be distributed as remuneration to employees and directors and those of the estimation made by the Company. Related information would be available at the Market Observation Post System.

(w) Non-operating income and expenses

1. Interest income

The details of interest income were as follows:

	For the three months ended March 31	
	2024	2023
Interest income from bank deposits	\$ <u>645,007</u>	<u>592,856</u>

2. Other income

The details of other income were as follows:

	For the three months ended March 31	
	2024	2023
Rent income	<u>24,038</u>	<u>65,529</u>

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3. Other gains and losses

The details of other income and losses were as follows:

	For the three months ended March 31	
	2024	2023
Foreign exchange gains	\$ 95,425	167,206
Net (losses) gains on financial assets (liabilities) measured at fair value through profit or loss	(352,992)	89,781
Gains (losses) on disposal of property, plant and equipment	72,566	(19)
Others	88,538	58,147
	<u>\$ (96,463)</u>	<u>315,115</u>

4. Finance costs

The details of finance expenses were as follows:

	For the three months ended March 31	
	2024	2023
Interest expenses		
Bank borrowings	\$ 751,828	758,413
Others	421,700	362,236
	<u>\$ 1,173,528</u>	<u>1,120,649</u>

(x) Financial instruments

There were no significant differences in the Group's exposure to credit risk on financial instruments, except for the following. Please refer to Note (6)(x) of the consolidated financial statements for the year ended December 31, 2023 for other related information.

1. Liquidity risks

The following are the contractual maturities of financial liabilities of the Group, including estimation of interest, but excluding the impact of netting arrangements:

	Carrying amounts	Contractual cash flows	Within 6 months	6 to 12 months	1 to 2 years	2 to 5 years	Over 5 years
March 31, 2024							
Non-derivative financial liabilities							
Secured bank loans	\$ 4,736,820	6,151,481	213,627	211,387	418,826	1,219,542	4,088,099
Unsecured bank loans	44,778,581	45,344,351	40,827,452	1,143,023	1,471,704	1,902,172	-
Accounts payable	89,196,128	89,196,128	89,196,128	-	-	-	-
Other payables	14,746,486	14,746,486	14,746,486	-	-	-	-
Lease liabilities	845,012	915,588	119,202	111,919	204,016	150,456	329,995

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	Carrying amounts	Contractual cash flows	Within 6 months	6 to 12 months	1 to 2 years	2 to 5 years	Over 5 years
Derivative financial liabilities							
Forward exchange contracts not used for hedging:							
Outflow	30,960	(1,732,080)	(1,732,080)	-	-	-	-
Inflow	-	1,701,120	1,701,120	-	-	-	-
Foreign exchange swap contracts not used for hedging:							
Outflow	123,773	(6,893,000)	(6,893,000)	-	-	-	-
Inflow	-	6,769,227	6,769,227	-	-	-	-
	<u>\$ 154,457,760</u>	<u>156,199,301</u>	<u>144,948,162</u>	<u>1,466,329</u>	<u>2,094,546</u>	<u>3,272,170</u>	<u>4,418,094</u>

December 31, 2023

Non-derivative financial liabilities							
Secured bank loans	\$ 4,709,762	4,879,226	2,748,276	168,794	333,223	964,747	664,186
Unsecured bank loans	44,638,198	44,934,354	41,731,679	1,989,871	1,030,841	181,963	-
Accounts payable	81,307,252	81,307,252	81,307,252	-	-	-	-
Other payables	11,187,272	11,187,272	11,187,272	-	-	-	-
Lease liabilities	774,588	830,852	127,718	120,338	220,728	148,420	213,648
Derivative financial liabilities							
Forward exchange contracts not used for hedging:							
Outflow	34,655	(2,124,600)	(2,124,600)	-	-	-	-
Inflow	-	2,089,945	2,089,945	-	-	-	-
Foreign exchange swap contracts not used for hedging:							
Outflow	263	(306,720)	(306,720)	-	-	-	-
Inflow	-	306,457	306,457	-	-	-	-
	<u>\$ 142,651,990</u>	<u>143,104,038</u>	<u>137,067,279</u>	<u>2,279,003</u>	<u>1,584,792</u>	<u>1,295,130</u>	<u>877,834</u>

March 31, 2023

Non-derivative financial liabilities							
Secured bank loans	\$ 4,541,514	4,828,736	226,359	2,386,485	337,588	977,842	900,462
Unsecured bank loans	40,082,498	40,397,277	37,515,501	1,901,276	52,941	927,559	-
Accounts payable	78,444,384	78,444,384	78,444,384	-	-	-	-
Other payables	15,449,937	15,449,937	15,449,937	-	-	-	-
Lease liabilities	713,452	758,820	116,841	115,777	214,709	200,334	111,159
Derivative financial liabilities							
Forward exchange contracts not used for hedging:							
Outflow	52,472	(3,822,680)	(3,822,680)	-	-	-	-
Inflow	-	3,770,208	3,770,208	-	-	-	-
Foreign exchange swap contracts not used for hedging:							
Outflow	97,441	(11,203,990)	(11,203,990)	-	-	-	-
Inflow	-	11,106,549	11,106,549	-	-	-	-
	<u>\$ 139,381,698</u>	<u>139,729,241</u>	<u>131,603,109</u>	<u>4,403,538</u>	<u>605,238</u>	<u>2,105,735</u>	<u>1,011,621</u>

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The Group does not expect the cash flows included in the maturity analysis to occur significantly earlier or at significantly different amounts.

2.Currency risks

1) Exposure to currency risks

The Group's significant exposure to foreign currency risks from its foreign currency denominated financial assets and liabilities was as follows:

March 31, 2024					
	Foreign currency (In thousand)		Exchange rate		TWD
Financial assets					
Monetary items					
USD	\$	4,473,354	USD : TWD	31.99	143,102,594
		194,029	USD : CNY	7.10	6,206,988
		50,321	USD : CZK	23.42	1,609,769
CNY		4,995,356	CNY : USD	0.14	22,523,061
THB		910,381	THB : USD	0.03	798,677
Non-monetary items					
USD		309,556	USD : TWD	31.99	9,902,685
Financial Liabilities					
Monetary items					
USD		4,218,391	USD : TWD	31.99	134,946,328
		105,712	USD : CNY	7.10	3,381,727
		2,029	USD : CZK	23.42	64,908
CNY		1,662,990	CNY : USD	0.14	7,498,089
December 31, 2023					
	Foreign currency (In thousand)		Exchange rate		TWD
Financial assets					
Monetary items					
USD	\$	4,766,881	USD : TWD	30.71	146,390,916
		191,038	USD : CNY	7.08	5,866,777
		11,051	USD : CZK	22.38	339,376
CNY		4,582,473	CNY : USD	0.14	19,869,145
THB		564,557	THB : USD	0.03	506,577

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December 31, 2023				
	Foreign currency (In thousand)		Exchange rate	TWD
<u>Non-monetary items</u>				
USD	280,035	USD : TWD	30.71	8,599,864
<u>Financial Liabilities</u>				
<u>Monetary items</u>				
USD	4,410,757	USD : TWD	30.71	135,454,347
	115,179	USD : CNY	7.08	3,537,147
	2,003	USD : CZK	22.38	61,512
CNY	1,885,150	CNY : USD	0.14	8,173,822
March 31, 2023				
	Foreign currency (In thousand)		Exchange rate	TWD
<u>Financial assets</u>				
<u>Monetary items</u>				
USD	\$ 5,250,683	USD : TWD	30.44	159,830,791
	218,513	USD : CNY	6.87	6,651,536
	12,037	USD : CZK	21.60	366,406
CNY	4,448,971	CNY : USD	0.15	19,708,052
<u>Non-monetary items</u>				
USD	175,390	USD : TWD	30.44	5,338,875
<u>Financial Liabilities</u>				
<u>Monetary items</u>				
USD	4,434,633	USD : TWD	30.44	134,990,229
	89,300	USD : CNY	6.87	2,718,292
	17,095	USD : CZK	21.60	520,372
CNY	1,648,402	CNY : USD	0.15	7,302,091

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2) Sensitivity analysis

The Group's exposure to foreign currency risks arises from the translation of the foreign currency exchange gains and losses on cash and cash equivalents, accounts receivable, other receivables, loans and borrowings, accounts payable and other payables that are denominated in foreign currency. A 0.5% depreciation or appreciation of the functional currency against all the non-functional currency as of March 31, 2024 and 2023 would have increased or decreased the net profit after tax by \$75,531 and \$173,634, respectively. The analysis is performed on the same basis for both periods.

3) Foreign exchange gain and loss on monetary items

Since the Group has many kinds of functional currency, the information on foreign exchange gains (losses) on monetary items is disclosed by total amount. For the three months ended March 31, 2024 and 2023, the foreign exchange gains (losses), including realized and unrealized, amounted to \$95,425 and \$167,206, respectively.

3. Interest rate analysis

Please refer to the notes on liquidity risk management and interest rate exposure of the Group's financial assets and liabilities.

The following sensitivity analysis is based on the exposure to interest rates risk on the reporting date. Regarding liabilities with variable interest rates, the analysis is based on the assumption that the amount of liabilities outstanding at the reporting date was outstanding throughout the year.

If the interest rate had increased or decreased by 0.25%, the Group's net income would have decreased or increased by \$24,710 and \$21,864 for the three months ended March 31, 2024 and 2023, respectively, with all other variable factors remaining constant. This is mainly due to the Group's borrowing at variable rates.

4. Fair value of financial instruments

1) Fair value hierarchy

The Group uses the observable market data to evaluate its assets and liabilities. The different inputs of levels of fair value hierarchy in determination of fair value are as follows:

- Level 1: quoted prices (unadjusted) in active markets for identified assets or liabilities.
- Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: inputs for the assets or liability that are not based on observable market data (unobservable inputs).

Financial assets and liabilities at fair value through profit or loss and financial assets at fair value through other comprehensive income is measured on a recurring basis. However, for financial instruments not measured at fair value whose carrying amount is estimated reasonably close to the fair value, and for equity investments that has no quoted prices in the active markets and whose fair value cannot be reliably measured, the disclosure of their fair value information is not required:

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	March 31, 2024				
	Book Value	Fair Value			Total
		Level 1	Level 2	Level 3	
Financial assets at fair value through profit or loss					
Derivative financial assets	\$ 29,841	-	29,841	-	29,841
Non-derivative financial assets mandatorily measured at fair value through profit or loss	2,124,735	124,810	-	1,999,925	2,124,735
Subtotal	2,154,576	124,810	29,841	1,999,925	2,154,576
Financial assets at fair value through other comprehensive income					
Accounts receivable	5,392,828	-	-	-	-
Stocks of listed companies	728,216	718,978	9,238	-	728,216
Unquoted equity instruments	6,188,909	-	-	6,188,909	6,188,909
Subtotal	12,309,953	718,978	9,238	6,188,909	6,917,125
Financial assets measured at amortized cost					
Cash and cash equivalents	39,395,312	-	-	-	-
Accounts receivable and other receivables	83,904,638	-	-	-	-
Restricted assets and other financial assets	3,553,971	-	-	-	-
Refundable deposits	188,827	-	-	-	-
Subtotal	127,042,748	-	-	-	-
Total	\$ 141,507,277	843,788	39,079	8,188,834	9,071,701
Financial liabilities at fair value through profit or loss					
Derivative financial liabilities	\$ 154,733	-	154,733	-	154,733
Financial liabilities measured at amortized cost					
Bank loans	49,515,401	-	-	-	-
Accounts payable	89,196,128	-	-	-	-
Other payables	14,764,486	-	-	-	-
Lease liabilities	845,012	-	-	-	-
Subtotal	154,321,027	-	-	-	-
Total	\$ 154,475,760	-	154,733	-	154,733

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	December 31, 2023				
	Book Value	Fair Value			Total
		Level 1	Level 2	Level 3	
Financial assets at fair value through profit or loss					
Derivative financial assets	\$ 218,255	-	218,255	-	218,255
Non-derivative financial assets mandatorily measured at fair value through profit or loss	301,516	109,784	-	191,732	301,516
Subtotal	519,771	109,784	218,255	191,732	519,771
Financial assets at fair value through other comprehensive income					
Accounts receivable	8,386,574	-	-	-	-
Stocks of listed companies	783,756	771,045	12,711	-	783,756
Unquoted equity instruments	5,160,038	-	-	5,160,038	5,160,038
Subtotal	14,330,368	771,045	12,711	5,160,038	5,943,794
Financial assets measured at amortized cost					
Cash and cash equivalents	28,133,069	-	-	-	-
Accounts receivable and other receivables	85,566,272	-	-	-	-
Restricted assets and other financial assets	5,678,208	-	-	-	-
Refundable deposits	191,045	-	-	-	-
Subtotal	119,568,594	-	-	-	-
Total	\$ 134,418,733	880,829	230,966	5,351,770	6,463,565
Financial liabilities at fair value through profit or loss					
Derivative financial liabilities	\$ 34,918	-	34,918	-	34,918
Financial liabilities measured at amortized cost					
Bank loans	49,347,960	-	-	-	-
Accounts payable	81,307,252	-	-	-	-
Other payables	11,187,272	-	-	-	-
Lease liabilities	774,588	-	-	-	-
Subtotal	142,617,072	-	-	-	-
Total	\$ 142,651,990	-	34,918	-	34,918

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	March 31, 2023				
	Book Value	Fair Value			Total
		Level 1	Level 2	Level 3	
Financial assets at fair value through profit or loss					
Derivative financial assets	\$ 287,031	-	287,031	-	287,031
Non-derivative financial assets mandatorily measured at fair value through profit or loss	329,524	140,376	-	189,148	329,524
Subtotal	616,555	140,376	287,031	189,148	616,555
Financial assets at fair value through other comprehensive income					
Accounts receivable	1,008,777	-	-	-	-
Stocks of listed companies	892,548	862,249	30,299	-	892,548
Unquoted equity instruments	4,358,014	-	-	4,358,014	4,358,014
Subtotal	6,259,339	862,249	30,299	4,358,014	5,250,562
Financial assets measured at amortized cost					
Cash and cash equivalents	39,008,653	-	-	-	-
Accounts receivable and other receivables	88,842,824	-	-	-	-
Restricted assets and other financial assets	2,012,592	-	-	-	-
Refundable deposits	240,611	-	-	-	-
Subtotal	130,104,680	-	-	-	-
Total	\$ 136,980,574	1,002,625	317,330	4,547,162	5,867,117
Financial liabilities at fair value through profit or loss					
Derivative financial liabilities	\$ 149,913	-	149,913	-	149,913
Financial liabilities measured at amortized cost					
Bank loans	44,624,012	-	-	-	-
Accounts payable	78,444,384	-	-	-	-
Other payables	15,449,937	-	-	-	-
Lease liabilities	713,452	-	-	-	-
Subtotal	139,231,785	-	-	-	-
Total	\$ 139,381,698	-	149,913	-	149,913

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2) Valuation techniques and assumptions for financial instruments measured at fair value:

The fair value of financial assets and liabilities was decided in accordance with the solutions as follows:

(2.1) Non-derivative financial instruments

- A. The stocks of listed companies are financial assets with standard terms which are traded in the active markets. Their fair values are based on the quoted market prices.
- B. The fair value of private equity is based on standard terms and quoted market prices.
- C. The fair value of unquoted equity instruments was estimated using the market comparable price or net asset value method. The assumption of market comparable price method was based on a comparison between the market prices of each listed company, multiplied by using the estimated price. The discount effect is adjusted due to lack of market liquidity in equity securities.
- D. The fair value of unquoted instruments was estimated using either the discounted cash flow model in which future cash flow were estimated and discounted or the fair value of the recognized assets and liabilities of the investee on the measurement day.

(2.2) Derivative financial instruments

Foreign exchange swap and forward exchange were usually evaluated in the latest forward rate.

3) Transfers between level 1 and level 2

There were no transfers between level 1 and level 2 of the fair value for the three months ended March 31, 2024 and 2023.

4) The following table shows the movements in fair value measurements under level 3 of the fair value hierarchy:

	At fair value through profit or loss	Fair value through other comprehensive income
Balance as of January 1, 2024	\$ 191,732	5,160,038
Total gains and losses recognized in		
Profit or loss	22,456	-
Other comprehensive income	-	1,004,981
Purchases	1,765,200	-
Reclassified	(20,783)	20,789
Effect of movements in exchange rates	41,320	3,101
Balance as of March 31, 2024	\$ 1,999,925	6,188,909

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	At fair value through profit or loss	Fair value through other comprehensive income
Balance as of January 1, 2023	\$ 575,070	3,928,007
Total gains and losses recognized in		
Profit or loss	21,043	-
Other comprehensive income	-	429,242
Purchases	-	30,750
Disposals	(408,960)	(30,188)
Effect of movements in exchange rates	1,995	203
Balance as of March 31, 2023	\$ 189,148	4,358,014

The aforementioned total gains and losses was recognized in “other gains and losses” and “unrealized gains and losses from financial assets at fair value through other comprehensive income”. The detailed of the assets which the Group still held as of March 31, 2024 and 2023, were as follow:

	For the three months ended March 31,	
	2024	2023
Total gains and losses recognized:		
In profit or loss, and presented in “other gains and losses”	\$ 22,456	18,662
In other comprehensive income, and presented in “unrealized losses from financial assets at fair value through other comprehensive income”	1,004,981	429,659

5) Quantified information for significant unobservable inputs (Level 3) used in fair value measurement

The Group uses level 3 inputs to measure fair value through profit or loss, and fair value through other comprehensive income financial assets. Quantified information of significant unobservable inputs was as follows:

Item	Valuation Technique	Significant Non-observable Input	The Relationship between Significant Non-observable Input and Fair Value
Financial assets at fair value through profit or loss—financial instruments without an active market	Discounted Cash Flow Method	· Discounted Rate (2.80% on March 31, 2024)	· The higher the discount rate, the lower the fair value
Financial assets at fair value through profit or loss—equity instruments investments without an active market	Comparable Listed Companies Method	· Market Multiple (1.26~2.63) · Discount due to Lack of Market liquidity (30%)	· The estimated fair value would increase (decrease) if the price of earnings ratio multiple is higher (lower) and the marketability discount is lower (higher)

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Item	Valuation Technique	Significant Non-observable Input	The Relationship between Significant Non-observable Input and Fair Value
Financial assets at fair value through other comprehensive income — equity instruments investments without an active market	Comparable Listed Companies Method	<ul style="list-style-type: none"> Market Multiple (0.66~2.63) Discount due to Lack of Market liquidity (10%~50%) 	<ul style="list-style-type: none"> The estimated fair value would increase (decrease) if the price of earnings ratio multiple is higher (lower) and the marketability discount is lower (higher)
Financial assets at fair value through other comprehensive income — equity instruments investments without an active market	Net Asset Value Method	<ul style="list-style-type: none"> Net Asset Value 	<ul style="list-style-type: none"> Not applicable

6) Sensitivity analysis for fair values of financial instruments using Level 3 Inputs

The Group's fair value measurement on financial instruments is reasonable. However, the measurement would differ if different valuation models or valuation parameters are used. For financial instruments using level 3 inputs, if the valuation parameters are changed, the impact on net income or loss and other comprehensive income or loss will be as follows:

			Impact on Fair Value Change on Net income or loss		Impact on Fair Value Change on Other Comprehensive income or loss	
	Input	Variation	Favorable Change	Unfavorable Change	Favorable Change	Unfavorable Change
March 31, 2024						
Financial assets at fair value through profit or loss						
Financial instruments without an active market	Discount Rate	0.5%	\$ 10,000	(10,000)	-	-
Financial assets at fair value through other comprehensive income						
Equity instruments without an active market	Market Multiple	0.5%	-	-	30,945	(30,945)
December 31, 2023						
Financial assets at fair value through profit or loss						
Financial instruments without an active market	Market Multiple	0.5%	\$ 959	(959)	-	-
Financial assets at fair value through other comprehensive income						
Equity instruments without an active market	Market Multiple	0.5%	-	-	25,303	(25,303)
March 31, 2023						
Financial assets at fair value through profit or loss						
Financial instruments without an active market	Market Multiple	0.5%	\$ 946	(946)	-	-
Financial assets at fair value through other comprehensive income						
Equity instruments without an active market	Market Multiple	0.5%	-	-	21,720	(21,720)

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The favorable change and unfavorable change refer to the fluctuation of fair value. The fair value is calculated based on the different levels of unobservable inputs. The table above shows the impact on single input. Therefore, the relations and variations between inputs are not considered.

5. Offsetting financial assets and financial liabilities

The Group has financial instrument transactions, applicable to the International Financial Reporting Standards Sections 42 NO. 32 approved by the FSC, which required for offsetting. Financial assets and liabilities relating those transactions are recognized in the net amount of the balance sheets.

The Group also performs transactions not compliance with offsetting term of statement, but the Group has an exercisable master netting arrangement or similar agreement in place with its counterparties, and both parties reach a consensus regarding net settlement. The aforesaid exercisable master netting arrangement or similar agreement can be net settled after offsetting the financial assets and financial liabilities. Otherwise, the transaction can be settled at the total amount. In the event of default involving one of the parties, the other party can have the transaction net settled.

The following tables present the aforesaid offsetting financial assets and financial liabilities.

March 31, 2024						
Financial assets that are offset which have an exercisable master netting arrangement or similar agreement						
	Gross amounts of recognized financial assets (a)	Gross amounts of financial liabilities offset in the balance sheet (b)	Net amount of financial assets presented in the balance sheet (c)=(a)-(b)	Amounts not off set in the balance sheet (d)		Net amount (e)=(c)-(d)
				Financial instruments (Note)	Cash collateral received	
Offsetting agreement	\$ 321,688,655	320,840,465	848,190	-	-	848,190
Derivative financial instruments	29,841	-	29,841	-	-	29,841
Accounts receivable and payable	14,800,983	5,748,874	9,052,109	-	-	9,052,109
Total	<u>\$ 336,519,479</u>	<u>326,589,339</u>	<u>9,930,140</u>	<u>-</u>	<u>-</u>	<u>9,930,140</u>

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March 31, 2024						
Financial liabilities that are offset which have an exercisable master netting arrangement or similar agreement						
	Gross amounts of recognized financial liabilities (a)	Gross amounts of financial assets offset in the balance sheet (b)	Net amount of financial liabilities presented in the balance sheet (c)=(a)-(b)	Amounts not off set in the balance sheet (d)		Net amount (e)=(c)-(d)
				Financial instruments (Note)	Cash collateral received	
Derivative financial instruments	\$ 134,159	-	134,159	-	-	134,159
Accounts receivable and payable	13,411,703	5,748,874	7,662,829	-	-	7,662,829
Total	<u>\$ 13,545,862</u>	<u>5,748,874</u>	<u>7,796,988</u>	<u>-</u>	<u>-</u>	<u>7,796,988</u>
December 31, 2023						
Financial assets that are offset which have an exercisable master netting arrangement or similar agreement						
	Gross amounts of recognized financial assets (a)	Gross amounts of financial liabilities offset in the balance sheet (b)	Net amount of financial assets presented in the balance sheet (c)=(a)-(b)	Amounts not off set in the balance sheet (d)		Net amount (e)=(c)-(d)
				Financial instruments (Note)	Cash collateral received	
Offsetting agreement	\$ 302,041,536	301,201,056	840,480	-	-	840,480
Derivative financial instruments	181,453	-	181,453	-	-	181,453
Accounts receivable and payable	13,001,678	3,112,830	9,888,848	-	-	9,888,848
Total	<u>\$ 315,224,667</u>	<u>304,313,886</u>	<u>10,910,781</u>	<u>-</u>	<u>-</u>	<u>10,910,781</u>
December 31, 2023						
Financial liabilities that are offset which have an exercisable master netting arrangement or similar agreement						
	Gross amounts of recognized financial liabilities (a)	Gross amounts of financial assets offset in the balance sheet (b)	Net amount of financial liabilities presented in the balance sheet (c)=(a)-(b)	Amounts not off set in the balance sheet (d)		Net amount (e)=(c)-(d)
				Financial instruments (Note)	Cash collateral received	
Derivative financial instruments	\$ 34,918	-	34,918	-	-	34,918
Accounts receivable and payable	10,606,730	3,112,830	7,493,900	-	-	7,493,900
Total	<u>\$ 10,641,648</u>	<u>3,112,830</u>	<u>7,528,818</u>	<u>-</u>	<u>-</u>	<u>7,528,818</u>

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March 31, 2023						
Financial assets that are offset which have an exercisable master netting arrangement or similar agreement						
	Gross amounts of recognized financial assets (a)	Gross amounts of financial liabilities offset in the balance sheet (b)	Net amount of financial assets presented in the balance sheet (c)=(a)-(b)	Amounts not off set in the balance sheet (d)		Net amount (e)=(c)-(d)
				Financial instruments (Note)	Cash collateral received	
Offsetting agreement	\$ 270,398,251	269,817,709	580,542	-	-	580,542
Derivative financial instruments	272,849	-	272,849	-	-	272,849
Accounts receivable and payable	15,850,036	2,699,210	13,150,826	-	-	13,150,826
Total	<u>\$ 286,521,136</u>	<u>272,516,919</u>	<u>14,004,217</u>	<u>-</u>	<u>-</u>	<u>14,004,217</u>

March 31, 2023						
Financial liabilities that are offset which have an exercisable master netting arrangement or similar agreement						
	Gross amounts of recognized financial liabilities (a)	Gross amounts of financial assets offset in the balance sheet (b)	Net amount of financial liabilities presented in the balance sheet (c)=(a)-(b)	Amounts not off set in the balance sheet (d)		Net amount (e)=(c)-(d)
				Financial instruments (Note)	Cash collateral received	
Derivative financial instruments	\$ 107,512	-	107,512	-	-	107,512
Accounts receivable and payable	15,517,441	2,699,210	12,818,231	-	-	12,818,231
Total	<u>\$ 15,624,953</u>	<u>2,699,210</u>	<u>12,925,743</u>	<u>-</u>	<u>-</u>	<u>12,925,743</u>

Note: Master netting arrangements are included.

(y) Financial risk management

There were no significant changes in the Group's financial risk management and policies as disclosed in Note 6(y) of the consolidated financial statements for the year ended December 31, 2023.

(z) Capital Management

Management believes that the objectives, policies and processes of capital management of the Group have been applied consistently with those described in the consolidated financial statements for the year ended December 31, 2023. Also, management believes that there were no significant changes in the Group's capital management information as disclosed in Note (6)(z) for the year ended December 31, 2023.

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(aa) Investing and financing activities not affecting the current cash flow

The Group's investing and financing activities which did not affect the current cash flow in the three months ended March 31, 2024 and 2023, were as follows:

1. For right-of-use assets under leases, please refer to Note (6)(h).
2. Reconciliation of liabilities arising from financing activities were as follows:

	January 1, 2024	Cash flows	Non-cash changes		March 31, 2024
			Reclassification	Foreign exchange movement	
Long-term borrowings	\$ 2,992,412	4,552,783	(75,000)	129,150	7,599,345
Short-term borrowings (including current portion of long-term borrowings)	46,355,548	(5,519,517)	75,000	1,005,025	41,916,056
Lease liabilities (Note)	774,588	(63,744)	122,160	12,008	845,012
Total liabilities from financing activities	<u>\$ 50,122,548</u>	<u>(1,030,478)</u>	<u>122,160</u>	<u>1,146,183</u>	<u>50,360,413</u>

	January 1, 2023	Cash flows	Non-cash changes		March 31, 2023
			Reclassification	Foreign exchange movement	
Long-term borrowings	\$ 12,833,351	(7,702,000)	(2,162,351)	19,200	2,988,200
Short-term borrowings (including current portion of long-term borrowings)	48,664,657	(9,159,214)	2,162,351	(31,982)	41,635,812
Lease liabilities (Note)	753,241	(47,077)	4,841	2,447	713,452
Total liabilities from financing activities	<u>\$ 62,251,249</u>	<u>(16,908,291)</u>	<u>4,841</u>	<u>(10,335)</u>	<u>45,337,464</u>

Note: Reclassification is due to additions of lease and lease modification during the periods.

(7) Related Parties Transactions

(a) Names and relationships with the Group

The followings are entities that have had transactions with the Group during the periods covered in the consolidated financial statements.

<u>Names of related party</u>	<u>Relationships with the Group</u>
Inventec Besta Co., Ltd.	Associates
Inventec Besta (XiAn) Co., Ltd.	Subsidiary of associates
Good Future Biomedical Technology Corp.	Associates
Yingtengda (Guangdong) Technology Co., Ltd.	Associates (Note 2)
Intenda Hong Kong Technology Co., Ltd.	Subsidiary of associates (Note 2)
Gainia Intellectual Asset Services, Inc.	Associates
Testron Technology (JiangSu) Co., Ltd.	Associates
Truswe (Chong Qing) Technology Co., Ltd.	Associates

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<u>Names of related party</u>	<u>Relationships with the Group</u>
Inventec Manufacturing (India) Private Limited	Substantive related party (Note 1)
Inventec Group Charity Foundation	Over one-third of total amount of fund donated by the Company
Li-Cheng Yeh	Chairman of the Board of the Company
Kou-I Yeh	Director of the Board of the Company

Note 1: Inventec Manufacturing (India) Private Limited has completed its liquidation on September 12, 2023.

Note 2: Yingtenda (Guangdong) Technology Co., Ltd. and Intenda Hong Kong Technology Co., Ltd. have not been the related parties of the Group since August 16, 2023.

(b) Significant transactions with related parties

1. Sales

The amounts of significant sales transactions between the Group and related parties were as follows:

	For the three months ended March 31	
	<u>2024</u>	<u>2023</u>
Associates	\$ 496	15
Other related parties	-	24
	<u>\$ 496</u>	<u>39</u>

For associates and other related parties, the price and terms were determined in accordance with mutual agreements with its collection terms of 30~90 days for sales. Receivables from related parties were not secured with collaterals, and did not require provisions for impairment.

2. Purchases

The amounts of significant purchase transactions between the Group and related parties were as follows:

	For the three months ended March 31	
	<u>2024</u>	<u>2023</u>
Associates	\$ 23	-

There is no other vendor as comparison for the above purchases, and the purchase prices are based on the settling price agreed by both sides. The payment term is 30~75 days.

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3. Receivable from related parties

The amounts of accounts receivable between the Group and related parties were as follows:

Account	Relationship Categories	March 31, 2024	December 31, 2023	March 31, 2023
Accounts receivable	Associates	\$ -	71	-
Other receivables	Associates	9	8	154
		<u>\$ 9</u>	<u>79</u>	<u>154</u>

4. Payable to related parties

The amounts of accounts payables between the Group and related parties were as follows:

Account	Relationship Categories	March 31, 2024	December 31, 2023	March 31, 2023
Accounts payable	Associates	\$ 23	-	-
Other payables	Associates	54,731	168,781	80,386
"	Other related parties	909,228	909,228	909,228
		<u>\$ 963,982</u>	<u>1,078,009</u>	<u>989,614</u>

As of March 31, 2024, December 31, 2023, and March 31, 2023, the Group borrowed the amount of \$909,228 from the shareholder, which were accounted above as other payables. The borrowing interest rate was 1.50%.

5. Property transactions

1) Acquisition of property, plant, equipment, intangible assets and other assets

	For the three months ended March 31	
	2024	2023
Associates	<u>\$ 60,504</u>	<u>70,235</u>

6. Others

1) Rental and other revenue collected from related parties were as follows:

	For the three months ended March 31	
	2024	2023
Associates	<u>\$ 535</u>	<u>735</u>

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2) Donations to other related parties were as follows:

	For the three months ended March 31	
	2024	2023
Other related parties	\$ <u>10,000</u>	<u>15,000</u>

3) Payments for fixture expenses, system development expenses, maintenance expenses and service expenses to associates were as follows:

	For the three months ended March 31	
	2024	2023
Associates	\$ <u>5,825</u>	<u>7,706</u>

(c) Key management personnel compensation

Key management personnel compensation comprised:

	For the three months ended March 31	
	2024	2023
Short-term employee benefits	\$ 109,601	127,807
Post-employment benefit	<u>5,272</u>	<u>1,372</u>
	\$ <u>114,873</u>	<u>129,179</u>

(8) Assets Pledged as Security

The carrying amounts of assets pledged as security were as follows:

Assets pledged as security	Liabilities secured by pledge	March 31, 2024	December 31, 2023	March 31, 2023
Refundable deposits (Other non-current assets)	Membership guarantee and rental deposit	\$ 188,827	191,045	240,611
Restricted cash in banks (Other current assets and Other non-current assets)	Collateral deposits and performance guarantee	2,245,199	2,701,752	2,012,429
Land, buildings and constructions (Property, plant and equipment, and Investment property)	Current portion of long-term borrowings and long-term borrowings	9,243,618	9,119,808	8,814,862
Total		\$ <u>11,677,644</u>	<u>12,012,605</u>	<u>11,067,902</u>

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(9) Significant Commitments and Contingencies

(a) Major Commitments:

1. Promissory notes issued for bank credit, forward contracts, secured deposits for executing technology agreements with the government and property deposits were as follows:

	March 31, 2024	December 31, 2023	March 31, 2023
TWD	\$ 20,254,982	18,654,982	18,401,485
USD (in thousands)	1,945,000	1,914,600	1,827,400

(10) Losses Due to Major Disasters: None.

(11) Subsequent Events: None.

(12) Other

(a) The employee benefits, depreciation, depletion and amortization expenses categorized by function were as follows:

By function By item	For the three months ended March 31, 2024			For the three months ended March 31, 2023		
	Operating costs	Operating and non-operating expense	Total	Operating costs	Operating and non-operating expense	Total
Employee benefits						
Salary	2,168,747	2,559,688	4,728,435	1,834,335	2,375,510	4,209,845
Labor and health insurance	209,148	257,523	466,671	220,115	255,284	475,399
Pension	173,112	161,131	334,243	152,312	149,314	301,626
Others	164,098	142,310	306,408	124,635	112,888	237,523
Depreciation	439,870	225,520	665,390	365,118	212,373	577,491
Amortization	137,631	148,348	285,979	75,472	165,804	241,276

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(13) Other disclosures

(a) Information on significant transactions

The following is the information on significant transactions required by the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” for the Group for the three months ended March 31, 2024:

1. Loans to other parties:

(In Thousands of New Taiwan Dollars)

Number	Name of lender	Name of borrower	Account name	Related party	Highest balance of financing to other parties during the period	Ending balance	Actual usage amount during the period	Range of interest rates during the period	Purposes of fund financing for the borrower	Transaction amount for business between two parties	Reasons for short-term financing	Allowance for bad debt	Collateral		Individual funding loan limits	Maximum limit of fund financing
1	Inventec Appliances (Nanjing) Corp.(Note 2)	Inventec Appliances (XI'AN) Corporation	Other receivables	Y	37,774	15,782	9,018	3.045%	2	-	Working Capital	-	None	-	580,184	580,184
2	Inventec Appliances (Shanghai) Co., Ltd.(Note 2)	Inventec Appliances (Nanchang) Intelligent Manufacturing Co., Ltd.	Other receivables	Y	135,270	135,270	135,270	3.045%	2	-	"	-	"	-	1,554,284	1,554,284
2	"	Inventec Appliances (Pudong) Corp.	Other receivables	Y	946,890	946,890	-	-	2	-	"	-	"	-	1,554,284	1,554,284
3	Inventec Appliances Corp.(Note 3)	Inventec Appliances (Malaysia) SDN. BHD.	Other receivables	Y	1,375,570	1,375,570	1,375,570	2.25%	2	-	"	-	"	-	1,552,638	3,105,277
3	"	Inventec Appliances (Vietnam) Company Limited	Other receivables	Y	959,700	959,700	-	-	2	-	"	-	"	-	1,552,638	3,105,277
4	Inventec (Pudong) Corp.(Note 4)	Inventec Asset-Management (Shanghai) Corporation	Other receivables	Y	1,623,240	1,623,240	1,564,623	4.775%-4.875%	2	-	"	-	"	-	1,739,530	1,739,530
5	Inventec (Shanghai) Corp.(Note 2)	Inventec QD Corporation	Other receivables	Y	67,635	67,635	9,018	4.875%	2	-	"	-	"	-	1,797,767	1,797,767

Note 1: Purpose of fund financing for the borrower:

- (1) Those with business contact, please fill in 1.
(2) Those necessary for short term financing, please fill in 2.

Note 2: Among Subsidiaries which the parent company holds 100% voting power, aggregate amount of loans shall not exceed the Company's net worth as stated in its latest financial report, and each amount of loans shall not exceed 100 percent of the permitted aggregate amount of loans of the company.

Note 3: Where an inter-company or inter-firm short-term financing facility is necessary, total financing amount shall not exceed 40 percent of the company's net worth as stated in its latest financial report. Each financing amount shall not exceed 50 percent of the permitted aggregate amount of loans of the company.

Note 4: Where an inter-company or inter-firm short-term financing facility is necessary, total financing amount shall not exceed 40 percent of the company's net worth as stated in its latest financial report. Each financing amount shall not exceed 100 percent of the permitted aggregate amount of loans of the company.

Note 5: The transactions in foreign currencies were translated into New Taiwan Dollars using spot rates at the financial report date.

Note 6: The aforementioned inter-company transactions were eliminated in the consolidated financial statements.

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2. Guarantees and endorsements for other parties:

(In Thousands of New Taiwan Dollars)

No.	Name of guarantor	Counter-party of guarantee and endorsement		Limitation on amount of guarantees and endorsements for a specific enterprise	Highest balance for guarantees and endorsements during the period	Balance of guarantees and endorsements as of reporting date	Actual usage amount during the period	Property pledged for guarantees and endorsements (Amount)	Ratio of accumulated amounts of guarantees and endorsements to net worth of the latest financial statements	Maximum amount for guarantees and endorsements	Parent company endorsements /guarantees to third parties on behalf of subsidiary	Subsidiary endorsements/ guarantees to third parties on behalf of parent company	Endorsement s/guarantees to third parties on behalf of companies in Mainland China
		Name	Relationship with the Company										
0	The Company	IEC Technologies, S.DE R.L. DE C.V	2	29,946,334	639,800	639,800	639,800	-	1.07 %	29,946,334	Y	N	N
0	"	Inventec (Czech), s.r.o.	2	29,946,334	175,945	175,945	175,945	175,945	0.29 %	29,946,334	Y	N	N
0	"	Inventec Electronics (Thailand) Co., Ltd.	2	29,946,334	799,750	799,750	-	-	1.34 %	29,946,334	Y	N	N
1	Inventec Appliances Corp.	Inventec Appliances (Malaysia) SDN. BHD.	2	3,881,596	2,592,970	2,592,970	820,139	-	33.40 %	3,881,596	Y	N	N

Note 1: The relationship between the entity for which the endorsement/guarantee is made and the Company:

- 1.The Company has business relationship.
- 2.Subsidiaries in which the Company holds more than 50 percent of its voting power.
- 3.A investee in which the Company and subsidiary holds more than 50 percent of its voting shares.
- 4.Subsidiaries in which the Company holds more than 90 percent of its voting power.
- 5.Companies in accordance with contractual provisions established by mutual applicants or in need of project.
- 6.Companies that are endorsed and guaranteed by all capital shareholders based on their shareholding ratio due to a joint investment relationship.
- 7.The performance of pre-sale house sales contract between intra-industry companies is in accordance with the Consumer Protection Law required joint guarantees.

Note 2: Both the aggregate amount of endorsements/guarantees and the amount of endorsements/guarantees for a single enterprise by the Company's cannot exceed 50 percent of its net worth as stated in its latest financial statement.

Note 3: Both the aggregate amount of endorsements/guarantees and the amount of endorsements/guarantees for a single enterprise by Inventec Appliance Corp. cannot exceed 50 percent of its net worth as stated in its latest financial statement.

Note 4: The transactions in foreign currencies were translated into New Taiwan Dollars using spot rates at the financial report date.

3. Securities held at the reporting date (excluding investment subsidiaries, associates and joint ventures) :

(In Thousands of New Taiwan Dollars)

Name of holder	Category and name of security	Relationship with company	Account title	Ending balance				Note
				Shares (In thousands)	Carrying value	Percentage of ownership (%)	Fair value	
The Company	WIN Semiconductors Corp.	-	Current financial assets at fair value through other comprehensive income	4,063	593,152	0.96 %	593,152	
"	Amphastar Pharmaceuticals Inc.	-	Non-current financial assets at fair value through other comprehensive income	26	36,249	0.05 %	36,249	
"	Arima Communications Corp.	-	"	7,390	9,238	10.15 %	9,238	
"	Tomorrow Studio Co., Ltd	-	"	5	47	0.06 %	47	
"	Tai Yi Precision Corporation	-	"	2,540	-	6.67 %	-	
"	New E Materials Co., Ltd.	-	"	1,760	8,202	16.00 %	8,202	

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Name of holder	Category and name of security	Relationship with company	Account title	Ending balance				Note
				Shares (In thousands)	Carrying value	Percentage of ownership (%)	Fair value	
The Company	Top Taiwan Xiv Venture Capital Co., Ltd.	-	Non-current financial assets at fair value through other comprehensive income	30,000	298,800	13.76 %	298,800	
"	ZT Group Int'l, Inc.	-	"	-	4,653,132	10.00 %	4,653,132	
"	Hushan Autoparts Inc.	-	"	500	35,500	0.73 %	35,500	
"	Rasiliant Systems, Inc. preference share	-	"	3,632	-	6.20 %	-	
"	SKSpruce Holding Limited preferred stock	-	"	3,746	53,464	3.72 %	53,464	
"	CloudMosa Technologies, Inc. preferred stock	-	"	235	49,358	2.08 %	49,358	
"	XMEMS LABS INC preferred stock	-	"	1,000	9,262	0.93 %	9,262	
"	Rescale, Inc. preferred stock	-	"	355	14,367	1.15 %	14,367	
"	Sensel, Inc. preferred stock	-	"	532	-	2.42 %	-	
"	ASOCS LTD. preferred stock	-	"	360	-	1.43 %	-	
"	Atayalan, Inc. preferred stock	-	"	1,553	5,788	3.38 %	5,788	
"	SKSpruce Holding Limited convertible short-term note	-	Current financial assets at fair value through profit or loss	-	21,018	- %	21,018	
"	Empass Technology	-	Non-current financial assets at fair value through profit or loss	622	17,401	6.71 %	17,401	
"	Entire Technology Co., Ltd.	-	"	3,260	91,084	3.34 %	91,084	
"	Imedtac Co., Ltd.	-	"	1,200	43,963	6.57 %	43,963	
"	TMY Technology Inc.	-	"	2,857	33,227	6.25 %	33,227	
"	Enflex Corporation	-	"	750	-	0.92 %	-	
Inventec (Cayman) Corp.	Chainwin Biotech and Agrotech (Cayman Islands) Co., Ltd.	-	Non-current financial assets at fair value through other comprehensive income	30,000	856,256	13.17 %	856,256	
Saint Investment Consulting Corporation	Guangdong StarFive Technology Co., Ltd.	-	"	539	89,977	0.64 %	89,977	
Inventec (Chongqing) Corp.	Kunshan Joing Technology Co., Ltd.	-	Non-current financial assets at fair value through profit or loss	5,948	76,490	2.96 %	76,490	

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Name of holder	Category and name of security	Relationship with company	Account title	Ending balance				Note
				Shares (In thousands)	Carrying value	Percentage of ownership (%)	Fair value	
Inventec Development Japan Corporation	Famm Co., Ltd.	-	Non-current financial assets at fair value through other comprehensive income	100	12,417	16.00 %	12,417	
Inventec Investments Co., Ltd.	ENNOSTAR Inc.	-	Current financial assets at fair value through profit or loss	881	33,726	0.12 %	33,726	
"	UCFUNNEL CO LTD	-	Non-current financial assets at fair value through other comprehensive income	83	22,122	5.00 %	22,122	
"	Sagacity Tech. Co., Ltd.	-	"	79	484	15.00 %	484	
"	Living Pattern Technology Inc.	-	"	4	462	13.70 %	462	
Inventec Appliances Corp.	SCOPE INDUSTRIES BERHAD	-	"	84,444	71,288	7.32 %	71,288	
"	Rong Cheng Tech. Co., Ltd.	-	"	1,950	-	9.38 %	-	
"	Tai Yi Precision Corporation	-	"	635	-	1.67 %	-	
"	Siano Mobile Silicon Inc.	-	"	461	-	0.15 %	-	
"	All People Health Social Enterprise Co.,Ltd.	-	"	100	1,000	12.50 %	1,000	
"	Molekule Group, Inc.	-	"	22	-	0.05 %	-	
"	GCT Semiconductor Holding, Inc.	-	"	17	18,289	0.04 %	18,289	
"	Cardio Ring Technologies, Inc.	-	"	581	10,392	5.06 %	10,392	
"	Pandigital Worldwide, Ltd. preferred stock	-	"	939	-	4.80 %	-	
"	3GTMobile Corporation preferred stock	-	"	314	-	2.88 %	-	
"	Linc Global Inc. (Proximiant, Inc.) preferred stock	-	"	594	-	5.30 %	-	
"	XMEMS LABS INC preferred stock	-	"	3,375	57,488	3.13 %	57,488	
"	Cardio Ring Technologies, Inc. preferred stock	-	"	581	10,391	11.17 %	10,391	
Inventec Appliances (Cayman) Holding Corp.	Siano Mobile Silicon Inc.	-	"	99	-	0.03 %	-	
"	Leadtone Limited(Class B preferred stock)	-	"	1,250	-	2.36 %	-	
"	Digital Chaotex Holdings Ltd.(Class A2 preferred stock)	-	"	446	-	2.08 %	-	
Inventec Hi-Tech Corporation	BOSC Yixiang Li Wealth Management Products (180-day Holding Period No. 2-Company version)	-	Current financial assets at fair value through profit or loss	-	452,001	- %	452,001	
"	BOSC Tiantian Li Wealth Management Products (No.1-Company version)	-	"	-	225,912	- %	225,912	

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Name of holder	Category and name of security	Relationship with company	Account title	Ending balance				Note
				Shares (In thousands)	Carrying value	Percentage of ownership (%)	Fair value	
Inventec (Pudong) Co., Ltd.	BOSC Yixiang Li Wealth Management Products (180-day Holding Period No. 2-Company version)	-	Current financial assets at fair value through profit or loss	-	904,001	- %	904,001	
"	BOSC Tiantian Li Wealth Management Products (No.1-Company version)	-	"	-	225,912	- %	225,912	

Note : The transactions in foreign currencies were translated into New Taiwan Dollars using spot rates at the financial report date.

4. Individual securities acquired or disposed of with accumulated amount exceeding the lower of TWD300 million or 20% of the capital stock:

(Amounts Expressed in Thousands of New Taiwan Dollars)

Name of company	Security type and name	Account name	Counter-party	Relationship	Beginning Balance		Acquisition(Note 1)		Disposal				Ending Balance	
					Shares (In thousands)	Amount	Shares (In thousands)	Amount	Shares (In thousands)	Price	Cost	Gain (loss) on disposal	Shares (In thousands)	Amount
The Company	Inventec (Czech), s.r.o.	Investments accounted for using equity method	Cash Capital Increase	Related parties	-	575,729	-	1,236,590	-	-	-	-	-	1,812,319
"	Inventec Electronics (Thailand) Co., Ltd.	"	"	"	395,000	1,493,519	-	938,556	-	-	-	-	395,000	2,432,075
Inventec (Pudong) Co., Ltd.	BOSC Yixiang Li Wealth Management Products (180-day Holding Period No. 2-Company version)	Current financial assets at fair value through profit or loss	Bank of Shanghai	Non-related parties	-	-	-	904,001	-	-	-	-	-	904,001
Inventec Hi-Tech Corporation	BOSC Yixiang Li Wealth Management Products (180-day Holding Period No. 2-Company version)	"	"	"	-	-	-	452,001	-	-	-	-	-	452,001

Note 1: The ending balance includes adjustments of valuation.

Note 2: The transactions in foreign currencies were translated into New Taiwan Dollars using spot rates at the financial report date.

Note 3: The aforementioned inter-company transactions were eliminated in the consolidated financial statements.

5. Acquisition of individual real estate with amount exceeding the lower of TWD300 million or 20% of the capital stock: None.
6. Disposal of individual real estate with amount exceeding the lower of TWD300 million or 20% of the capital stock: None.

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7. Related-party transactions for purchases and sales with amounts exceeding the lower of TWD100 million or 20% of the capital stock:

(In Thousands of New Taiwan Dollars)

Name of company	Related party	Nature of relationship	Transaction details				Transactions with terms different from others		Notes/Accounts receivable (payable)		Note
			Purchase/Sale	Amount	Percentage of total purchases/sale	Payment terms	Unit price	Payment terms	Ending balance	Percentage of total notes/accounts receivable (payable)	
The Company	Inventec Holding (North America) Corp.	Subsidiary	Sales	20,452,011	18.72 %	105 days	Negotiated price	No general trading partner can be compared.	28,143,972	31.40 %	
"	Inventec Corporation (Hong Kong) Ltd.	"	Purchases	70,641,085	65.76 %	105 days	"	"	(46,816,487)	45.60 %	
"	Inventec Holding (North America) Corp.	"	Purchases	215,916	0.20 %	105 days	"	"	(296,483)	0.29 %	
Inventec Holding (North America) Corp.	The Company	Parent	Purchases	20,452,011	95.94 %	105 days	"	"	(28,143,972)	97.98 %	
"	The Company	"	Sales	215,916	0.86 %	105 days	"	"	296,483	2.07 %	
Inventec Corporation (Hong Kong) Ltd.	The Company	"	Sales	70,641,085	99.83 %	105 days	"	"	46,816,487	51.69 %	
"	Inventec Electronics (Thailand) Co., Ltd.	Associates	Sales	118,964	0.17 %	105 days	"	"	121,432	0.13 %	
"	Inventec (Pudong) Technology Corp.	"	Purchases	6,015,450	8.49 %	105 days	"	"	(7,620,717)	8.41 %	
"	SQ Technology (Shanghai) Corporation	"	Purchases	4,583,067	6.49 %	105 days	"	"	(3,973,826)	4.39 %	
"	Inventec (Chongqing) Corp.	"	Purchases	60,142,916	85.02 %	105 days	"	"	(35,387,461)	39.11 %	
Inventec (Pudong) Technology Corp.	Inventec Corporation (Hong Kong) Ltd.	"	Sales	6,015,450	79.51 %	105 days	"	"	7,620,717	77.19 %	
"	SQ Technology (Shanghai) Corporation	"	Sales	987,022	13.05 %	105 days	"	"	1,835,444	18.59 %	
"	Inventec (Shanghai) Corp.	"	Sales	128,343	1.70 %	105 days	"	"	77,587	0.79 %	
Inventec (Shanghai) Corp.	Inventec (Pudong) Technology Corp.	"	Purchases	128,343	100.00 %	105 days	"	"	(77,587)	99.90 %	
Inventec (Chongqing) Corp.	Inventec Corporation (Hong Kong) Ltd.	"	Sales	60,142,916	97.93 %	105 days	"	"	35,387,461	96.52 %	
"	Inventec Electronics (Thailand) Co., Ltd.	"	Sales	1,098,658	1.79 %	105 days	"	"	1,239,180	3.38 %	
SQ Technology (Shanghai) Corporation	Inventec Corporation (Hong Kong) Ltd.	"	Sales	4,583,067	31.64 %	105 days	"	"	3,973,826	30.59 %	
"	Inventec (Pudong) Technology Corp.	"	Purchases	987,022	6.60 %	105 days	"	"	(1,835,444)	7.49 %	

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Name of company	Related party	Nature of relationship	Transaction details				Transactions with terms different from others		Notes/Accounts receivable (payable)		Note
			Purchase/ Sale	Amount	Percentage of total purchases/sale	Payment terms	Unit price	Payment terms	Ending balance	Percentage of total notes/accounts receivable (payable)	
Inventec Appliances Corp.	Inventec Appliances (Pudong) Corp.	Associates	Purchases	3,446,890	56.36 %	110 days	Negotiated price	No general trading partner can be compared.	(4,307,153)	59.74 %	
"	Inventec Appliances (Malaysia) SDN. BHD.	"	Purchases	1,170,160	19.13 %	110 days	"	"	(1,419,772)	19.69 %	
"	Inventec Appliances (Vietnam) Company Limited	"	Purchases	730,545	11.95 %	60 days	"	"	(853,322)	11.84 %	
"	Inventec Appliances (USA) Distribution Corp.	"	Sales	104,300	1.75 %	45 days	"	"	(1,695)	(0.07)%	
Inventec Appliances (USA) Distribution Corp.	Inventec Appliances Corp.	"	Purchases	104,300	100.00 %	45 days	"	"	1,695	100.00 %	
Inventec Appliances (Pudong) Corp.	Inventec Appliances Corp.	"	Sales	3,446,890	90.25 %	110 days	"	"	4,307,153	84.82 %	
"	Inventec Appliances (Malaysia) SDN. BHD.	"	Sales	120,919	3.17 %	90 days	"	"	268,680	5.29 %	
"	Inventec Appliances (Vietnam) Company Limited	"	Sales	180,280	4.72 %	90 days	"	"	419,906	8.27 %	
Inventec Appliances (Malaysia) SDN. BHD.	Inventec Appliances Corp.	"	Sales	1,170,160	100.00 %	110 days	"	"	1,419,772	99.92 %	
"	Inventec Appliances (Pudong) Corp.	"	Purchases	120,919	13.29 %	90 days	"	"	(268,680)	20.81 %	
Inventec Appliances (Vietnam) Company Limited	Inventec Appliances Corp.	"	Sales	730,545	100.00 %	60 days	"	"	853,322	99.72 %	
"	Inventec Appliances (Pudong) Corp.	"	Purchases	180,280	25.93 %	90 days	"	"	(419,906)	48.90 %	
Inventec Electronics (Thailand) Co., Ltd.	Inventec (Chongqing) Corp.	"	Purchases	1,098,658	98.59 %	105 days	"	"	(1,239,180)	89.85 %	
"	Inventec Corporation (Hong Kong) Ltd.	"	Purchases	118,964	0.67 %	105 days	"	"	(121,432)	8.80 %	

Note 1: Based on the negotiated price while trading.

Note 2: The aforementioned inter-company transactions were eliminated in the consolidated financial statements.

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8. Receivables from related parties with amounts exceeding the lower of NT\$100 million or 20% of capital stock:

(Expressed in Thousands of New Taiwan Dollars)

Name of company	Counter party	Relationship	Ending balance	Turnover	Overdue		Amounts received in subsequent period	Allowance for bad debts
					Amount	Action taken		
The Company	Inventec Holding (North America) Corp.	Subsidiary	28,143,972	3.06	4,200,664	Received in the subsequent period	5,562,119	-
"	Inventec Corporation (Hong Kong) Ltd. (Note 1)	"	43,495,923	-	8,271,044	Received in the subsequent period	11,898,417	-
Inventec Holding (North America) Corp.	The Company	Parent	296,483	3.35	-		-	-
Inventec Corporation (Hong Kong) Ltd.	The Company	"	46,816,487	5.48	462,963	Received in the subsequent period	1,589,903	-
"	Inventec Electronics (Thailand) Co., Ltd.	Associates	121,432	7.84	-		-	-
"	Inventec (Pudong) Technology Corp. (Note 1)	"	4,497,510	-	1,411,453	Received in the subsequent period	984,346	-
"	SQ Technology (Shanghai) Corporation (Note 1)	"	21,006,040	-	6,859,591	Received in the subsequent period	2,241,934	-
"	Inventec (Chongqing) Corp. (Note 1)	"	17,992,373	-	-		8,672,137	-
Inventec (Pudong) Technology Corp.	Inventec Corporation (Hong Kong) Ltd.	"	7,620,717	3.05	415,099	Received in the subsequent period	1,445,948	-
"	SQ Technology (Shanghai) Corporation	"	1,835,444	2.60	610,624	Received in the subsequent period	73,577	-
Inventec (Chongqing) Corp.	Inventec Corporation (Hong Kong) Ltd.	"	35,387,461	6.09	-		4,478,600	-
"	Inventec Electronics (Thailand) Co., Ltd.	"	1,239,180	6.31	47,864	Intensive follow-up on collection	-	-
SQ Technology (Shanghai) Corporation	Inventec Corporation (Hong Kong) Ltd.	"	3,973,826	4.37	-		143,955	-
"	Inventec (Pudong) Technology Corp.	"	100,108	1.47	59,695	Intensive follow-up on collection	-	-
Inventec Appliances (Pudong) Corp.	Inventec Appliances Corp.	"	4,307,153	3.26	-		623,248	-
"	Inventec Appliances (Malaysia) SDN. BHD.	"	268,680	2.01	-		24,025	-
"	Inventec Appliances (Vietnam) Company Limited	"	419,906	1.31	-		102,734	-
Inventec Appliances (Malaysia) SDN. BHD.	Inventec Appliances Corp.	"	1,419,772	2.54	-		367,554	-
Inventec Appliances (Vietnam) Company Limited	Inventec Appliances Corp.	"	853,322	3.69	-		165,771	-
Inventec (Czech), s.r.o.	The Company	Parent	136,886	2.14	-		104,398	-

Note 1: The receivables were not yielded by sales or purchases; therefore, there is no turnover rate.

Note 2: The aforementioned inter-company transactions were eliminated in the consolidated financial statements.

Note 3: The aforementioned inter-company transactions did not include the loans to related parties. For the relevant amounts, please refer to note 13(a)1 "Loans to other parties".

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9. Trading in derivative instruments: Please refer to notes (6)(b) and (6)(x).

10. Business relationships and significant inter-company transactions:

No.	Name of company	Name of counter party	Existing relationship with the counter-party	Intercompany Transactions			
				Account name	Amount	Terms of trading	Percentage of the consolidated total revenue or total assets
0	Inventec Corporation	Inventec Holding (North America) Corp.	1	Sales	20,452,011	Negotiated price	16 %
	"	"	1	Accounts Receivable	28,143,972	105 days	11 %
	"	Inventec Corporation (Hong Kong) Ltd.	1	Purchases	70,641,085	Negotiated price	54 %
	"	"	1	Other Receivables	43,495,923	105 days	17 %
	"	"	1	Accounts Payable	46,816,487	"	19 %
1	Inventec Corporation (Hong Kong) Ltd.	Inventec (Pudong) Technology Corp.	3	Purchases	6,015,450	Negotiated price	5 %
	"	"	3	Accounts Payable	7,620,717	105 days	3 %
	"	"	3	Accounts Receivable	4,497,510	"	2 %
	"	SQ Technology (Shanghai) Corporation	3	Purchases	4,583,067	Negotiated price	4 %
	"	"	3	Accounts Payable	3,973,826	105 days	2 %
	"	"	3	Accounts Receivable	21,006,040	"	8 %
	"	Inventec (Chongqing) Corp.	3	Purchases	60,042,568	Negotiated price	46 %
	"	"	3	Accounts Payable	35,387,461	105 days	14 %
	"	"	3	Accounts Receivable	17,992,374	"	7 %
2	Inventec (Pudong) Technology Corp.	SQ Technology (Shanghai) Corporation	3	Sales	987,022	Negotiated price	1 %
3	Inventec Appliances Corp.	Inventec Appliances (Pudong) Corp.	3	Purchases	3,446,890	Negotiated price	3 %
	"	"	3	Accounts Payable	4,307,153	110 days	2 %
	"	Inventec Appliances (Malaysia) SDN. BHD.	3	Purchases	1,170,160	Negotiated price	1 %
	"	"	3	Accounts Payable	1,419,772	110 days	1 %

Note 1: Company numbering as follows:

1. Parent company - 0.
2. Subsidiaries starts from 1.

Note 2: The numbering of the relationship between transaction parties as follows:

1. Parent company to subsidiary.
2. Subsidiary to parent company.
3. Subsidiary to subsidiary.

Note 3: The transaction amount is calculated as a proportion of the consolidated revenue or assets. If categorized as an asset or liability, the calculation is compared with the consolidated asset; if categorized as income or loss, the calculation is compared with the consolidated operating revenue.

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(b) Information on investments:

The following is the information on investees for the three months ended March 31, 2024 (excluding investees in Mainland China):

(In Thousands of New Taiwan Dollars)

Investor company	Investee company	Location	Main businesses and products	Original investment amount		Balance as of March 31, 2024			Net income	Share of	Note
				March 31, 2024	December 31, 2023	Shares (In thousands)	Percentage of ownership	Carrying value	(loss) of the investee	profits/losses of investee	
The Company	Inventec Besta Co., Ltd.	Taipei	Electronic dictionary	420,347	420,347	23,405	37.53 %	187,991	(20,136)	(7,690)	Investment accounted for using equity method
"	Inventec Corporation (Hong Kong) Ltd.	Hong Kong	Trading	167,162	167,162	2,500	100.00 %	461,995	2,607	2,607	Subsidiary
"	Inventec Holding (North America) Corp.	USA	Holding Company	3,946,943	3,946,943	2,013	100.00 %	6,207,207	67,664	67,664	"
"	Inventec Appliances Corp.	New Taipei City	Intelligent device products	9,656,877	9,656,877	536,857	100.00 %	8,133,763	(174,977)	(174,977)	"
"	Inventec (Cayman) Corp.	Cayman	Holding Company	9,812,963	9,812,963	301,768	100.00 %	29,547,133	467,286	467,286	"
"	IEC (Cayman) Corporation	Cayman	Holding Company	739,500	739,500	25,000	100.00 %	2,217,184	76,755	76,755	"
"	Inventec (Czech), S.R.O.	Czech	Production and sales of computer products	1,582,551	368,071	-	100.00 %	1,812,319	28,874	28,874	"
"	Inventec Investment Co., Ltd.	Taipei	Investment Company	62,000	62,000	15,000	100.00 %	69,700	(6,907)	(6,907)	"
"	Inventec Solar Energy Corporation	Taoyuan	Sales of solar cells and medical equipment	1,087,800	1,087,800	108,150	33.45 %	(661,157)	(2,960)	39	"
"	Inventec Development Japan Corporation	Japan	Trading	630,845	630,845	45	100.00 %	16,864	(230)	(230)	"
"	Inventec Japan Corporation	Japan	Trading and management service	2,954	2,954	-	100.00 %	2,571	(163)	(163)	"
"	AIMobile Co., Ltd.	Taipei	Developing, production and sales of intelligent mobile devices	80,300	80,300	8,030	73.00 %	(25,480)	(18,993)	(13,865)	"
"	InveneXt System Co., Ltd.	Taipei	5G hardware and software services	50,000	50,000	5,000	100.00 %	49,966	377	377	"
"	Inventec Electronics (Thailand) Co., Ltd.	Thailand	Production and sales of computer products	2,486,385	1,594,163	395,000	100.00 %	2,432,075	(33,437)	(33,437)	"
"	Inventec Technology (Vietnam) Company Limited	Vietnam	Production and sales of computer products	789,646	789,646	-	100.00 %	801,408	(2,964)	(2,964)	"

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Investor company	Investee company	Location	Main businesses and products	Original investment amount		Balance as of March 31, 2024			Net income (loss) of the investee	Share of profits/losses of investee	Note
				March 31, 2024	December 31, 2023	Shares (In thousands)	Percentage of ownership	Carrying value			
Inventec Investment Co., Ltd.	Inventec Solar Energy Corporation	Taoyuan	Sales of solar cells and medical equipment	150,000	150,000	15,000	4.64 %	(96,378)	(2,960)	-	Associate Company
"	Inventec Electronics (Thailand) Co., Ltd.	Thailand	Production and sales of computer products	-	-	-	- %	-	(33,437)	-	"
Inventec Appliances Corp.	Inventec Appliances (Cayman) Holding Corp.	Cayman	Holding Company	6,384,393	6,384,393	199,575	100.00 %	13,072,622	48,760	-	"
"	Gainia Intellectual Asset Services, Inc.	Taipei	Intellectual property rights integrative services	6,240	6,240	189	35.87 %	1,003	(651)	-	Investment accounted for using equity method
"	Good Future Biomedical Technology Corp.	Taoyuan	Biotechnology services and retail sale and wholesale of medical devices	23,712	23,712	9,120	30.00 %	19,351	(719)	-	"
"	Inventec Solar Energy Corporation	Taoyuan	Sales of solar cells and medical equipment	311,160	311,160	30,930	9.57 %	(198,732)	(2,960)	-	Associate Company
"	Inventec Appliances (Vietnam) Company Limited	Vietnam	Production and sales of intelligent devices	1,055,670	1,055,670	-	100.00 %	972,538	(35,874)	-	"
Inventec Appliances (Cayman) Holding Corp.	Inventec Appliances (USA) Distribution Corp.	USA	Marketing promotion	25,592	25,592	400	100.00 %	107,885	588	-	"
"	Inventec Appliances Corporation USA, Inc.	"	Sales services	1,600	1,600	10	100.00 %	17,772	405	-	"
Inventec Appliances (Pudong) Corp.	Inventec Appliances (Malaysia) SDN. BHD.	Malaysia	Production and sales of intelligent devices	918,521	918,521	121,000	100.00 %	(428,297)	(35,833)	-	"
InveneXt System Co., Ltd.	Inphicomm Ltd.	Samoa	5G hardware and software services	-	-	-	55.00 %	-	-	-	" (Note 4)

Note 1: The aforementioned inter-company transactions were eliminated in the consolidated financial statements.

Note 2: The transactions in foreign currencies were translated into New Taiwan Dollars using spot rates at the financial report date.

Note 3: According to the regulations, investment companies other than the Company are not required to disclose the share of income / loss of investees.

Note 4: No capital has been injected as of March 31, 2024.

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(c) Information on investments in Mainland China:

1. The names of investees in Mainland China, the main businesses and products, and other information:

(In Thousands of New Taiwan Dollars)

Name of investee	Main businesses and products	Total amount of paid-in capital	Method of investment (Note 1)	Accumulated outflow of investment from Taiwan as of January 1, 2024	Investment flows		Accumulated outflow of investment from Taiwan as of March 31, 2024	Net income (losses) of the investee	Percentage of ownership	Investment income (losses) (Note 2)	Book value	Accumulated remittance of earnings in current period (Note 6)
					Out-flow	Inflow						
Inventec (Shanghai) Service Co., Ltd	Sales of computer products	375,255	(2)	63,980	-	-	63,980	758	100.00 %	758	350,859	30,234
Inventec (ChongQing) Service Co., Ltd	Sales of computer products	31,990	(2)	31,990	-	-	31,990	63	100.00 %	63	42,160	-
Inventec (Pudong) Co., Ltd	Sales of computer products	1,599,500	(2)	1,599,500	-	-	1,599,500	22,632	100.00 %	22,632	4,545,353	-
Inventec (Shanghai) Co., Ltd.	Sales of computer products	2,155,974	(2)	943,705	-	-	943,705	(8,066)	100.00 %	(3,107)	1,642,112	-
Inventec (ChongQing) Corporation	Production and sales of computer products	2,399,250	(2)	2,399,250	-	-	2,399,250	515,429	100.00 %	515,429	15,241,328	2,242,107
Inventec (Pudong) Technology Corp.	Production and sales of computer products	1,874,349	(2)	1,599,500	-	-	1,599,500	118	100.00 %	2,545	7,938,304	321,599
Inventec Electronics (Tianjin) Co., Ltd.	Electronic product software development	159,950	(2)	135,958	-	-	135,958	2,065	100.00 %	2,065	280,169	149,517
Inventec Electronics (Beijing) Co., Ltd.	Electronic product software development	46,386	(2)	46,386	-	-	46,386	(8,747)	100.00 %	(8,747)	73,602	-
Inventec Hi-Tech Corporation	Sales of computer products	1,599,500	(2)	1,599,500	-	-	1,599,500	(8,129)	100.00 %	(8,129)	1,794,924	-
Inventec Asset-Management (Shanghai) Corporation	Leasing	1,930,691	(3)	-	-	-	-	(4,961)	78.00 %	(3,870)	1,084,935	-
Saint Investment Consulting Corporation	Business management	270,528	(3)	-	-	-	-	913	100.00 %	913	317,169	-
SQ Technology (Shanghai) Corporation	Production and sales of computer products	244,922	(3)	-	-	-	-	(52,283)	100.00 %	(52,283)	(672,558)	-
Truswe (ChongQing) Technology Co., Ltd	Sales of electronic products	135,264	(3)	-	-	-	-	(8,951)	20.00 %	(1,790)	16,611	-
Testron Technology (JiangSu) Co., Ltd.	Production and sales of electronic products	125,397	(3)	-	-	-	-	25,118	9.99 %	2,509	125,897	-
Shanghai Haixin Technology Co., Ltd.	Production and sales of electronic products	14,679	(3)	-	-	-	-	(2,005)	16.56 %	(332)	42,892	-
Dawnline (Nanjing) Intelligent Technology Co., Ltd.	Solution of intelligent transportation	6,902	(3)	-	-	-	-	(8,631)	15.00 %	(1,295)	38,946	-
Inventec Appliances (Shanghai) Corp.	Development of intelligent devices	1,650,684	(2)	1,539,296	-	-	1,539,296	(11,738)	100.00 %	(11,738)	1,604,267	1,535,981

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Name of investee	Main businesses and products	Total amount of paid-in capital	Method of investment (Note 1)	Accumulated outflow of investment from Taiwan as of January 1, 2024	Investment flows		Accumulated outflow of investment from Taiwan as of March 31, 2024	Net income (losses) of the investee	Percentage of ownership	Investment income (losses) (Note 2)	Book value	Accumulated remittance of earnings in current period (Note 6)
					Out-flow	Inflow						
Inventec Appliances (Pudong) Corp.	Production and sales of intelligent devices	2,463,230	(2)	2,463,230	-	-	2,463,230	74,284	100.00 %	93,679	6,835,409	2,297,117
Inventec Appliances (Jiangning) Corp.	Production and sales of intelligent devices	2,175,320	(2)	1,343,580	-	-	1,343,580	(61,625)	100.00 %	(58,489)	3,746,417	3,571,176
Inventec Appliances (Nanjing) Corp.	House leasing	159,950	(2)	287,318	-	-	287,318	20,769	100.00 %	20,769	663,503	85,353
Inventec Appliances (Xi'an) Corporation	House leasing	127,960	(2)	127,960	-	-	127,960	4,418	100.00 %	4,418	86,609	-
Inventec Appliances (Nanchang) Corp.	Development of intelligent devices	67,179	(2)	67,179	-	-	67,179	(909)	100.00 %	(909)	3,341	-
Apex Business Managements & Consulting (Shanghai) Co., Ltd.	Business management and Consulting	2,263	(3)	-	-	-	-	(569)	100.00 %	(569)	135,908	-
Inventec Appliances (Shanghai) Enterprise Co., Ltd.	Industrial investment and investment management	36,070	(3)	-	-	-	-	(703)	100.00 %	(703)	16,141	-
Inventec Appliances (Nanchang) Intelligent Manufacturing Co., Ltd.	Production and sales of intelligent devices	270,529	(3)	-	-	-	-	(13,141)	100.00 %	(13,141)	(155,535)	-
Inventec Easy Doctor Corporation	Production and sales of medical devices	45,088	(3)	-	-	-	-	(1,087)	100.00 %	(1,087)	11,989	-
Inventec QD (Shanghai) Corporation (Note 8)	Business management and Consulting	-	(3)	-	-	-	-	(9)	100.00 %	(9)	(5,631)	-

2. Upper limit on investment in Mainland China:

Name of Company	Accumulated Investment in Mainland China as of March 31, 2024	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on Investment (Note 3,4,7)
The Company	8,486,947	8,486,947	-
Inventec Appliances Corp.	5,899,852	5,899,852	4,657,916

Note 1: There are three ways of investments as following:

- (1) Direct investment in Mainland China.
- (2) Indirect investment in Mainland china through a subsidiary in a third place.
- (3) Others

Note 2: The recognition of investment income (loss) is based on the financial statements reviewed by CPA or prepared by these investee companies.

Note 3: In accordance with the regulation of amended limitation calculation of Investment Commission in 29 August, 2008, MOEA (IDB) committed the Company were in the scope of operating headquarter; therefore there is no need to calculate the limitation.

Note 4: The upper limit on investment of Inventec Appliances Corp. is the higher of 60% of net value or 60% of consolidated net value.

Note 5: The transactions in foreign currencies were translated into New Taiwan Dollars using spot rates at the financial report date.

Note 6: The amount of foreign currencies was translated into New Taiwan Dollars at historical exchange rates.

Note 7: After the accumulated investment in Mainland China as of March 31, 2024, deducted the accumulated remittance of earnings, the investment amounts of Inventec Appliance Corp. was still under the upper limit on investment.

Note 8: No capital has been injected as of March 31, 2024.

Note 9: The inter-company transactions were eliminated in the consolidated financial statements.

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3. Significant transactions:

The significant inter-company transactions with the subsidiary in Mainland China for the three months ended March 31, 2024, which were eliminated in the preparation of consolidated financial statements, are disclosed in "Information on significant transactions".

(d) Information on major shareholders:

Shareholder's Name	Shareholding	Shares	Percentage
Taishin International Bank Co., Ltd, entrusted with custody of Cathay MSCI Taiwan ESG Sustainability High Dividend Yield ETF		191,662,000	5.34 %

Note 1: The information on major shareholders, which is provided by the Taiwan Depository & Clearing Corporation, summarized the shareholders who held over 5% of total non-physical common stocks and preferred stocks (including treasury stocks) on the last business date of each quarter. The registered non-physical stocks may be different from the capital stocks disclosed in the financial statement due to different calculation basis.

Note 2: If shares are entrusted, the above information regarding such shares will be revealed by each trustors of individual trust account. The shareholders holding more than 10% of the total shares of the company should declare insider's equity according to Securities and Exchange Act. The numbers of the shares declared by the insider include the shares of the trust assets which the insider has discretion over use. For details of the insider's equity announcement please refer to the TWSE website.

(14) Segment Information

(a) General information

The Group's reportable segments: core department and other department. The core department manufactures computer products and intelligent device products and sells them to customers. The other department is engaged in environmental energy and emerging technology business.

The reportable segments are the Group's strategic divisions. They offer different products and services, and are managed separately because they require different technological and marketing strategies.

(b) Information about reportable segments and their measurement and reconciliations

	For the three months ended March 31, 2024			
	Core	Others	Adjustment and Elimination	Total
Revenue				
Revenue from external customers	\$ 129,696,341	809,624	-	130,505,965
Intersegment revenues	-	-	-	-
Total revenue	\$ 129,696,341	809,624	-	130,505,965
Reportable segment profit (loss)	\$ 1,900,330	(373,018)	-	1,527,312

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	For the three months ended March 31, 2023			
	Core	Others	Adjustment and Elimination	Total
Revenue				
Revenue from external customers	\$ 119,650,936	531,968	-	120,182,904
Intersegment revenues	-	-	-	-
Total revenue	<u>\$ 119,650,936</u>	<u>531,968</u>	<u>-</u>	<u>120,182,904</u>
Reportable segment profit (loss)	<u>\$ 1,418,466</u>	<u>(285,496)</u>	<u>-</u>	<u>1,132,970</u>

Taxation or extraordinary activity is not able to be allocated to each reportable segment. In addition, not all reportable segments include depreciation and amortization of significant non-cash items. The reportable amount is the same as the report used by the chief operating decision maker.

The operating segment's accounting policies are similar to those described in Note 2 “Significant accounting policies”. Reportable segment profit or loss is measured by operating profit or loss before taxation, and is used as the base of performance evaluation.

Since the evaluated amount of the Group’s assets was not provided to the chief operating decision maker, there is no need to disclose the evaluated amount of the assets.