Stock code:6451

SHUNSIN TECHNOLOGY HOLDINGS LIMITED AND SUBSIDIARY

Consolidated Financial Statements

With Independent Auditors' Review Report

For nine months ended of 2024 and 2023

Address: **Grand Pavilion, Hibiscus Way, 802 West Bay Road, P.O. Box 31119, KY1-1205, Cayman Islands**

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Menu

REPORT OF INDEPENDENT ACCOUNTANTS TRANSLATED FROM CHINESE

To the Board of Directors of ShunSin Technology Holdings Limited:

Introduction

We have reviewed the accompanying consolidated balance sheets of SHUNSIN TECHNOLOGY HOLDINGS LIMITED AND SUBSIDIARIES ("the Group) as of September 30, 2024 and 2023, and the related consolidated statements of comprehensive income for the three months and nine months ended September 30, 2024 and 2023, as well as changes in equity and cash flows for the nine months ended September 30, 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

We conducted our reviews in accordance with the Review Standards 2410, "Review of Financial Information Performed by the Independent Auditor of the Entity". 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 generally accepted auditing standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our reviews, nothing has come to our attention that 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 September 30, 2024 and 2023, and of its consolidated financial performance for the three months and nine months ended September 30, 2024 and 2023, as well ass its consolidated cash flows for the nine months ended September 30, 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.

KPMG

SHUNSIN TECHNOLOGY HOLDINGS LIMITED AND SUBSIDIARIES

Consolidated Balance Sheets

September 30, 2024, December 31, 2023 and September 30, 2023

(Expressed in Thousands of New Taiwan Dollars, except for Earning Per Share)

		2024.9.30		2023.12.31		2023.9.30	
	Assets	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
11xx	**Current assets:**						
1100	Cash and cash equivalents (note 6 (1))	$ 6,431,694	40	8,070,508	55	7,527,819	50
1137	Financial assets at amortized costs- current (note 6 (3), (12), (13) and 8)	1,263,318	8	21,125	-	12,233	-
1140	Current contract assets (note 6 (21) and 7)	60,550	-	280,459	2	332,030	2
1151	Notes receivable (note 6 (4) and (21))	75,382	1	-	-	25,990	-
1170	Accounts receivable (note 6 (4) and (21))	1,042,908	7	718,183	5	1,130,690	8
1181	Accounts receivable－related parties (note 6 (4), (21) and 7)	18,254	-	66	-	20,325	-
1206	Other receivables (note 6 (5))	35,701	-	125,943	1	21,006	-
1220	Current tax assets	34,529	-	4,246	-	35,279	-
1310	Inventories (note 6 (6))	656,103	4	371,596	2	587,624	4
1410	Prepayments	183,886	1	99,521	1	172,637	1
1470	Other current assets	2,380	-	1,778	-	3,270	-
		9,804,705	61	9,693,425	66	9,868,903	65
15xx	**Non-current assets:**						
1510	Financial assets measured at fair value through profit or loss-non-current (note 6 (2))	170,432	1	147,577	1	402,381	3
1535	Financial assets at amortized costs- non -current (note 6 (3), (12), (13) and 8)	-	-	-	-	7,209	-
1600	Property, plant and equipment (note 6 (9) and 9)	5,039,780	32	4,161,066	28	4,151,815	28
1755	Right-of-use assets (note 6 (10))	490,329	3	400,698	3	356,825	2
1780	Intangible assets (note 6 (11))	13,348	-	1,461	-	1,732	-
1840	Deferred tax assets	434,510	3	322,898	2	357,004	2
1915	Prepayments for business facilities (note 6 (9) and 9)	15,633	-	4,027	-	12,347	-
1920	Guarantee deposits paid	17,606	-	19,959	-	14,504	-
		6,181,638	39	5,057,686	34	5,303,817	35
1xxx	**Total assets**	$ 15,986,343	100	14,751,111	100	15,172,720	100

		2024.9.30		2023.12.31		2023.9.30	
	Liabilities and equities	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
21xx	**Current liabilities:**						
2100	Short-term loans (note 6 (3), (12) and 8)	$ 5,212,360	33	4,438,513	30	4,343,141	29
2130	Current contract liabilities (note 6 (21))	15,195	-	67,564	1	73,331	-
2170	Accounts payable	482,318	3	320,688	2	354,250	2
2180	Accounts payable to related parties (note 7)	6,160	-	4,655	-	2,569	-
2200	Other payables (note 6 (22))	697,839	4	614,821	4	579,297	4
2216	Dividends payable (note 6 (18) and 7)	157,353	1	-	-	74,814	-
2220	Other payables to related parties (note 7)	5,680	-	5,729	-	16,862	-
2230	Current tax liabilities	7,705	-	42,605	-	11,097	-
2280	Current lease liabilities (note 6 (15))	51,722	-	57,102	-	23,354	-
2322	Long-term borrowings, current portion (note 6 (3), (13) and 8)	1,220,280	8	1,528,536	11	456,850	4
2399	Other current liabilities	35,469	-	25,833	-	15,749	-
		7,892,081	49	7,106,046	48	5,951,314	39
25xx	**Non-current liabilities:**						
2540	Long-term loans (note 6 (3), (13) and 8)	-	-	-	-	1,300,940	9
2570	Deferred tax liabilities	278,381	2	238,278	2	287,213	2
2580	Non-current lease liabilities (note 6 (15))	37,927	-	50,814	-	30,423	-
2630	Long-term deferred revenue	94,896	1	109,183	1	119,211	1
2645	Guarantee deposits received	1,160	-	4,961	-	5,065	-
		412,364	3	403,236	3	1,742,852	12
2xxx	**Total liabilities**	8,304,445	52	7,509,282	51	7,694,166	51
31xx	**Total equity attributable to owners of parent (note 6 (7), (18) and (19)):**						
3110	Ordinary share	1,074,648	7	1,074,648	7	1,074,648	7
3200	Capital surplus	2,945,883	18	2,903,693	20	2,900,907	19
3300	Retained earnings:						
3310	Legal reserve	577,540	4	534,118	4	534,118	4
3320	Special reserve	376,209	2	162,447	1	162,447	1
3350	Unappropriated retained earnings	1,636,994	10	2,143,560	15	1,977,070	13
		2,590,743	16	2,840,125	20	2,673,635	18
3400	Other equity interest:						
3410	Exchange differences on translation of foreign financial statements	76,669	1	(376,209)	(3)	43,989	-
3500	Treasury shares	(108,347)	(1)	(108,347)	(1)	(108,347)	(1)
	Total equity attributable to owners of parent	6,579,596	41	6,333,910	43	6,584,832	43
36xx	**Non-controlling interests (note 6 (7))**	1,102,302	7	907,919	6	893,722	6
3xxx	**Total equity**	7,681,898	48	7,241,829	49	7,478,554	49
2-3xxx	**Total liabilities and equity**	$ 15,986,343	100	14,751,111	100	15,172,720	100

See accompanying notes to consolidated financial statements

Chairman: Chiang, Shang-Yi **Manager: Hsu, Wen-Yi** **General Accountant: Wang, Yao-Wei**

SHUNSIN TECHNOLOGY HOLDINGS LIMITED AND SUBSIDIARIES

Consolidated Statements of Profit or Loss and Other Comprehensive Income

From July 1 to September 30, 2024 and 2023, and from January 1 to September 30, 2024 and 2023

(Expressed in Thousands of New Taiwan Dollars, except for Earning Per Share)

		From July to September 2024		From July to September 2023		From January to September 2024		From January to September 2023	
		Amount	%	Amount	%	Amount	%	Amount	%
4000	**Operating revenue (note 6 (21) and 7):**	$ 1,362,551	100	1,354,788	100	3,493,820	100	3,876,395	100
5000	**Operating costs (note 6 (6), (9), (10), (11), (15), (16), (22) and 7)**	1,253,853	92	947,433	70	2,996,987	86	3,006,087	78
5900	**Gross profit from operations**	108,698	8	407,355	30	496,833	14	870,308	22
6000	**Operating expenses (note 6 (9), (10), (11), (15), (16), (19), (22) and 7):**								
6100	Selling expenses	16,386	1	12,883	1	37,844	1	35,516	1
6200	Administrative expenses	126,028	9	113,670	8	354,824	10	339,854	9
6300	Research and development expenses	95,729	7	104,219	8	268,808	8	273,951	7
	Total operating expenses	238,143	17	230,772	17	661,476	19	649,321	17
6900	**Net operating profits (losses)**	(129,445)	(9)	176,583	13	(164,643)	(5)	220,987	5
7000	**Non-operating income and expenses (note 6 (8), (14), (15), (23)):**								
7100	Interest revenue	40,161	3	46,854	3	128,105	4	137,035	3
7010	Other income	134,013	10	18,612	1	166,500	5	61,188	2
7020	Other gains and losses	189	-	(12,356)	(1)	(9,139)	-	42,162	1
7050	Finance costs	(45,418)	(4)	(46,467)	(3)	(132,352)	(4)	(130,328)	(3)
	Total non-operating income and expenses	128,945	9	6,643	-	153,114	5	110,057	3
7900	**Profit (Loss) from continuing operations before tax**	(500)	-	183,226	13	(11,529)	-	331,044	8
7950	**Loss: Tax expense (benefit) (note 6 (17))**	4,627	-	44,383	3	(6,688)	-	50,715	1
8200	**Profit (Loss)**	(5,127)	-	138,843	10	(4,841)	-	280,329	7
8300	**Other comprehensive income:**								
8360	**Components of other comprehensive income that will be reclassified to profit or loss**								
8361	Exchange differences on translation of foreign financial statements	20,345	1	418,100	31	481,862	14	218,772	6
8399	Loss: Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-	-	-	-	-	-	-	-
8300	**Other comprehensive income, net**	20,345	1	418,100	31	481,862	14	218,772	6
8500	**Total comprehensive income**	$ 15,218	1	556,943	41	477,021	14	499,101	13
	Profit (Loss), attributable to:								
8610	Owners of parent	$ 8,506	1	133,139	10	11,805	-	267,727	7
8620	Non-controlling interests	(13,633)	(1)	5,704	-	(16,646)	-	12,602	-
		$ (5,127)	-	138,843	10	(4,841)	-	280,329	7
	Comprehensive income attributable to:								
8710	Owners of parent	$ 9,291	1	534,331	39	464,683	14	474,163	12
8720	Non-controlling interests	5,927	-	22,612	2	12,338	-	24,938	1
		$ 15,218	1	556,943	41	477,021	14	499,101	13
	Basic earnings per share (expressed in New Taiwan Dollars) (note 6 (20))								
9750	Basic earnings per share	$	0.08		1.26		0.11		2.53
9850	Diluted earnings per share	$	0.08		1.25		0.11		2.50

See accompanying notes to consolidated financial statements

Chairman: Chiang, Shang-Yi　　Manager: Hsu, Wen-Yi　　General Accountant: Wang, Yao-Wei

SHUNSIN TECHNOLOGY HOLDINGS LIMITED AND SUBSIDIARIES

Consolidated Statements of Changes in Equity

January 1 to September 30, 2024 and 2023

(Expressed in Thousands of New Taiwan Dollars)

	Equity attributable to owners of parent										
			Retained earnings								
	Ordinary share	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Total	Exchange differences on translation of foreign financial statements	Treasury shares	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Balance as of January 1, 2023	$ 1,074,648	2,933,948	513,551	298,036	1,717,906	2,529,493	(162,447)	(151,236)	6,224,406	453,790	6,678,196
Appropriation and distribution of retained earnings:											
Legal reserve	-	-	20,567	-	(20,567)	-	-	-	-	-	-
Special reserve	-	-	-	(135,589)	135,589	-	-	-	-	-	-
Cash dividends of ordinary share	-	-	-	-	(123,585)	(123,585)	-	-	(123,585)	-	(123,585)
Profit	-	-	-	-	267,727	267,727	-	-	267,727	12,602	280,329
Other comprehensive income (loss)	-	-	-	-	-	-	206,436	-	206,436	12,336	218,772
Total comprehensive income (loss)	-	-	-	-	267,727	267,727	206,436	-	474,163	24,938	499,101
Proceeds from sale of treasury shares	-	-	-	-	-	-	-	42,889	42,889	-	42,889
Changes in ownership interests in subsidiaries	-	(33,041)	-	-	-	-	-	-	(33,041)	33,041	-
Share-based payment transactions	-	-	-	-	-	-	-	-	-	82,882	82,882
Increase in non-controlling interests	-	-	-	-	-	-	-	-	-	299,071	299,071
Balance as of September 30, 2023	**$ 1,074,648**	**2,900,907**	**534,118**	**162,447**	**1,977,070**	**2,673,635**	**43,989**	**(108,347)**	**6,584,832**	**893,722**	**7,478,554**
Balance as of January 1, 2024	$ 1,074,648	2,903,693	534,118	162,447	2,143,560	2,840,125	(376,209)	(108,347)	6,333,910	907,919	7,241,829
Appropriation and distribution of retained earnings:											
Legal reserve	-	-	43,422	-	(43,422)	-	-	-	-	-	-
Special reserve	-	-	-	213,762	(213,762)	-	-	-	-	-	-
Cash dividends of ordinary share	-	-	-	-	(261,187)	(261,187)	-	-	(261,187)	-	(261,187)
Profit	-	-	-	-	11,805	11,805	-	-	11,805	(16,646)	(4,841)
Other comprehensive income (loss)	-	-	-	-	-	-	452,878	-	452,878	28,984	481,862
Total comprehensive income (loss)	-	-	-	-	11,805	11,805	452,878	-	464,683	12,338	477,021
Changes in ownership interests in subsidiaries	-	42,190	-	-	-	-	-	-	42,190	(42,190)	-
Share-based payment transactions	-	-	-	-	-	-	-	-	-	57,264	57,264
Increase in non-controlling interests	-	-	-	-	-	-	-	-	-	166,971	166,971
Balance as of September 30, 2024	**$ 1,074,648**	**2,945,883**	**577,540**	**376,209**	**1,636,994**	**2,590,743**	**76,669**	**(108,347)**	**6,579,596**	**1,102,302**	**7,681,898**

See accompanying notes to consolidated financial statements

Chairman: Chiang, Shang-Yi **Manager: Hsu, Wen-Yi** **General Accountant: Wang, Yao-Wei**

SHUNSIN TECHNOLOGY HOLDINGS LIMITED AND SUBSIDIARIES

Consolidated Statements of Cash Flows

January 1 to September 30, 2024 and 2023

(Expressed in Thousands of New Taiwan Dollars)

	From January to September, 2024	From January to September, 2023
Cash flows from operating activities:		
Profit (Loss) before tax	$ (11,529)	331,044
Adjustments:		
Adjustments to reconcile profit (loss)		
Depreciation expense	463,958	355,022
Amortization expense	1,019	579
Net profit on financial assets and liabilities at fair value through profit or loss	(19,909)	(42,413)
Interest expense	132,352	130,328
Interest income	(128,105)	(137,035)
Share-based payments	57,264	82,882
Gain on bond redemption	-	(7,500)
Net gain on disposal and scrapping of property, plant and equipment	(888)	(312)
Property, plant and equipment transferred to expenses	68	-
Gain from modification of lease	-	(43)
Gain recognised in bargain purchase transaction	(119,338)	-
Total adjustments to reconcile profit (loss)	386,421	381,508
Changes in operating assets and liabilities:		
Changes in operating assets:		
Contract assets	219,909	75,976
Notes receivable	(75,382)	(25,990)
Accounts receivable	(250,621)	(162,235)
Accounts receivable－related parties	(18,188)	43,460
Other receivables	119,092	9,213
Inventories	(229,233)	215,639
Prepayments	(83,232)	(95,984)
Other current assets	(602)	118
Total changes in operating assets	(318,257)	60,197
Changes in operating liabilities:		
Contract liabilities	(52,369)	13,469
Accounts payable	119,098	(268,683)
Accounts payable－related parties	1,505	(5,531)
Other payable	101,241	132,865
Other payable－related parties	49	487
Other current liabilities	9,636	8,990
Long-term deferred income	(14,287)	37,510
Total changes in operating liabilities	164,873	(80,893)
Total changes in operating assets and liabilities	(153,384)	(20,696)
Total adjustments	233,037	360,812
Cash inflow generated from operations	221,508	691,856
Interest received	101,078	138,994
Interest paid	(130,949)	(126,364)
Income taxes paid	(95,121)	(63,519)
Net cash flows from (used in) operating activities	96,516	640,967
Cash flows from (used in) investing activities:		
Acquisition of financial assets at amortized costs	(1,214,121)	(13,133)
Proceeds from disposal of financial assets at amortized cost	-	64,033
Acquisition of property, plant and equipment	(750,402)	(654,026)
Proceeds from disposal of property, plant and equipment	888	312
Increase in guarantee deposits paid	2,353	(487)
Acquisition of intangible assets	(1,280)	(813)
Net cash outflows from business combination	(494,568)	-
Increase in prepayments for business facilities	(12,950)	(7,420)
Net cash flows from (used in) investing activities	(2,470,080)	(611,534)
Cash flows from (used in) financing activities:		
Increase in short-term loans	3,223,085	5,478,918
Decrease in short-term loans	(2,449,238)	(5,462,911)
Repayments of bonds	-	(1,500,000)
Repayments of long-term loans	(342,726)	(228,425)
Increase in guarantee deposits received	(3,801)	181
Payments of lease liabilities	(33,687)	(19,380)
Cash dividends paid	(103,834)	(48,771)
Proceeds from sale of treasury shares	-	42,889
Changes in non-controlling interests	166,971	299,071
Net cash flows from (used in) financing activities	456,770	(1,438,428)
Effect of exchange rate changes on cash and cash equivalents	277,980	117,076
Net decrease in cash and cash equivalents	(1,638,814)	(1,291,919)
Cash and cash equivalents at beginning of period	8,070,508	8,819,738
Cash and cash equivalents at end of period	**$ 6,431,694**	**7,527,819**

See accompanying notes to consolidated financial statements

Chairman: Chiang, Shang-Yi **Manager: Hsu, Wen-Yi** **General Accountant: Wang, Yao-Wei**

ShunSin Technology Holdings Limited and Its Subsidiaries
Notes to Consolidated Financial Statements
For the third quarter of 2024 and 2023
(Expressed in Thousands of New Taiwan Dollars, Unless Otherwise Specified)

1. History of the Company

ShunSin Technology Holdings Limited (formerly known as Amtec Holdings Limited, hereinafter referred to as "the Company") was established in the Cayman Islands on January 8, 2008, and set up a branch in Taiwan on July 4, 2013. On Approval dates August 28, 2013, the Company was renamed as ShunSin Technology Holdings Limited and changed the Chinese name of Amtec Holding Limited to ShunSin Technology Holdings Limited through the Board of Directors resolution. The Company's stock was listed on the Taiwan Stock Exchange on January 26, 2015. The Company and its subsidiaries (hereinafter referred to as "the Group") are mainly engaged in the assembly, testing and sales of various integrated circuits related to semiconductors.

2. Approval dates and procedures of consolidated financial statements

The consolidated financial statements were authorized for issuance by the Board of Directors on November 12, 2024.

3. New standards, amendments and interpretations adopted:

(1) The impact of the International Financial Reporting Standards ("IFRSs") endorsed by the Financial Supervisory Commission, R.O.C. ("FSC") which have already been adopted.

The Group' s adoption of the newly revised International Financial Reporting Standards from January 1, 2024, and it does not cause significant impact on consolidated financial report.

- 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 IFRS16 "Lease Liability in a Sale and Leaseback"

(2) The impact of IFRS issued by the FSC but not yet effective

The Group assesses that the adoption of the following new amendments, effective for annual period beginning on January 1, 2025, would not have a significant impact on its consolidated financial statements.

- Amendments to IAS21 "Lack of Exchangeability"

(3) The impact of IFRS issued by IASB but not yet endorsed by FSC

As of the date, the following IFRSs that have been issued by the International Accounting Standards Board (IASB), but have yet to be endorsed by the FSC:

New or Amended Standards	Main revision contents	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. • 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.	2027/1/1

The Group is evaluating the impact of its initial adoption of the above mentioned standards or interpretations on presentation and disclosure in its consolidated financial position and consolidated financial performance. 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:

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

- Amendments to IFRS 10 and IAS 28 “sale or contribution of Assets Between an Investor and Associate or Joint Venture”
- IFRS 17 “ Insurance Contracts” and amendments to IFRS 17 “ Insurance Contracts”
- IFRS 19 “Subsidiaries without Public Accountability: Disclosures”
- Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments”
- Annual Improvements to IFRS Accounting Standards—Volume 11

4. Summary of Major Accounting Policies

The major accounting policies adopted in this consolidated financial report are the same as those in 2023, except for the following. Please refer to the note 4 in consolidated financial report of 2023 for relative information.

(1) Statement on compliance

This consolidated financial report is prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers (hereinafter referred to as “the Guidelines” and the International Financial Reporting Standards, International Accounting Standards, Interpretation and Interpretation Bulletin (hereinafter referred to as the “International Financial Reporting Standards Accredited by the Financial Supervisory Commission”).

(2) Basic of consolidation

The principles for preparing consolidated financial report are consistent with those in 2023, please refer to note 4 (3) in consolidated financial report of 2023 for relative information.

Subsidiaries included in consolidated financial reports:

			Shareholding Ratio		
Investor	**Name of subsidiary**	**Primary Business**	**2024.9.30**	**2023.12.31**	**2023.9.30**
The Company	ShunSin Technology Holdings (Hong Kong) Limited (hereinafter referred to ShunSin (Hong Kong))	Holding Company	93.60% (Note 1)	91.80%	91.80%
The Company	ShunSin Technology (Samoa) Corporation Limited (hereinafter referred to as ShunSin (Samoa))	Overseas material and equipment purchase	100.00%	100.00%	100.00%
ShunSin (Samoa)	ShunSin (Hong Kong)	Holding Company	6.40% (Note 1)	8.20%	8.20%
ShunSin (Hong Kong)	ShunSin Technology (Zhongshan) Limited (hereinafter referred to as ShunSin (Zhongshan))	Assembly, testing and sales of high-speed optical transceiver module, high-frequency wireless communication	100.00%	100.00%	100.00%

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

		module and various integrated circuits			
ShunSin (Hong Kong)	ShunYun Technology (Zhongshan) Limited (hereinafter referred to as ShunYun (Zhongshan))	High-speed optical transceivers manufacturing	78.05%	78.05%	78.05%
ShunSin (Hong Kong)	ShunSin Technology (Vietnam) Company Limited (hereinafter referred to ShunSin (HaNoi))	Assembly, testing and sales of high-speed optical transceiver module, high-frequency wireless communication module and various integrated circuits	100.00% (Note 2)	- %	- %
ShunSin (Hong Kong)	SFA SEMICON (SUZHOU) CO., LTD (hereinafter referred to SFA (SUZHOU))	Packaging and testing OEM services based on lead frame	100.00% (Note 3)	- %	- %
ShunSin (Zhongshan)	Talentek Microelectronics (Hefei) Limited (hereinafter referred to as Talentek (Hefei))	Design, R&D, measurement and sales of electrical equipment, communication equipment and automation	34.49% (Note 4)	39.21% (Note 4)	39.50% (Note 4)
ShunYun (Zhongshan)	ShunYun Technology Holdings (Hong Kong) Limited (hereinafter referred to ShunYun (Hong Kong))	Holding Company	100.00%	100.00%	100.00%
ShunYun (Hong Kong)	ShunYun Technology Holdings Limited (hereinafter referred to ShunYun (Cayman))	Sales of high-speed optical transceiver module	100.00%	100.00%	100.00%
ShunYun (Cayman)	ShunYun Technology (Ha Noi,Vietnam) Limited (hereinafter referred to ShunYun (HaNoi))	High-speed optical transceivers manufacturing	100.00%	100.00%	100.00%
ShunYun (Cayman)	ShunSin Technology (Bac Giang, Vietnam) Limited (hereinafter referred to ShunSin (Bac Giang))	High-speed optical transceivers manufacturing	100.00%	100.00%	100.00%
Talentek (Hefei))	Talentek Microelectronics (Zhongshan) Limited (hereinafter referred to as Talentek (Zhongshan))	Design, R&D, measurement and sales of electrical equipment, communication equipment and automation	100.00% (Note 5)	- %	- %

Note 1: The company increased its capital in ShunSin (Hong Kong) by US$ 32,691 thousand from January 1 to September 30, 2024, resulting in the company's shareholding ratio in ShunSin (Hong Kong) from 91.80% to 93.60%, while the shareholding ratio of ShunSin (Samoa) to ShunSin (Hong Kong) decreased from 8.20% to 6.40%.

Note 2: On December 19, 2023, the company indirectly established ShunSin (Vietnam) by increasing the capital of

ShunSin (Hong Kong) which is approved by the Board of Directors, and on January 18, 2024, ShunSin (Vietnam) was established in Bac Giang Province, Vietnam. The authorized capital is US$ 20,000 thousand and the expected shareholding ratio of ShunSin (Hong Kong) is 100%. As of September 30, 2024, ShunSin (Hong Kong) has invested US$ 14,700 thousand.

Note 3: ShunSin (Hong Kong) was approved by Board of Directors on January 29, 2024 to acquire SFA SEMICON (SUZHOU) CO., LTD. ShunSin (Hong Kong) paid the amount of USD 17,890 thousand in July, 2024 to acquire 100% of the equity of SFA (SUZHOU), and completed the amendment registration of SFA (SUZHOU) on July 29, 2024.

Note 4: Non-controlling shareholders of Talentek (Hefei) continue to invest in 2024. The actual shareholding ratio ShunSin (Zhongshan) hold is 34.49% according to invested capital as of September 30, 2024. Although the shareholding ratio of ShunSin (Zhongshan) in Talentek (Hefei) is less than 50%, according to the overall shareholding ratio of ShunSin (Zhongshan) and its related parties which is still the largest shareholder, it is still considered to have control over Talentek (Hefei).

Note 5: Talentek (Hefei) was approved by Board of Directors on December 28, 2023 to set up its subsidiary, Talentek (Zhongshan) in Zhongshan city, Guangdong Province in China on January 10, 2024. The authorized capital is RMB 40,000 thousand. The expected shareholding ratio of Talentek (Hefei) is 100%. As of September 30, 2024, Talentek (Hefei) has invested RMB 5,000 thousand.

Subsidiaries not included in the consolidated financial report: None.

(3) Income tax

The Group measured and disclose midterm income tax expense in accordance with the Guidelines and section B12 of IAS 34 “Interim Financial Reporting”.

Income tax expense are recognized as current tax expense and defer tax expense under the calculation with the interim reported income before tax times the best estimation of effective tax rate from Management.

Income tax which are recognized in equity or other comprehensive income are measured with applicable tax rate base on the temporary difference between booking amount and taxable basis when expected to be realized or paid off.

(4) Business combination

The Company accounts for business combinations using the acquisition method. The goodwill arising from an acquisition is measured as the excess of (i) the consideration transferred (which is generally measured at fair value) and (ii) the amount of non-controlling interest in the acquiree, both over the identifiable net assets acquired at the acquisition date. If the amount calculated above is a deficit balance, the Company recognized that amount as a gain on a bargain purchase in profit or loss immediately after reassessing whether it has correctly identified all of the assets acquired and all of the liabilities assumed.

All acquisition-related transaction costs are expensed as incurred, except for the issuance of debt or equity instruments.

For each business combination, the Group measures any non-controlling interests in the acquiree either at fair value or at the non-controlling interest's proportionate share of the acquiree's identifiable net assets, if the non-controlling interests are present ownership interests and entitle their holders to a proportionate share of the acquiree's net assets in the event of liquidation. Other components of non-controlling interests are measured at their acquisition-date fair values, unless another measurement basis is required by the IFRS Accounting Standards endorsed by the FSC.

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5. Major Sources of Uncertainty in Accounting Judgments, Estimates and Assumptions

While preparing consolidated financial report based on the Guidelines and IAS 34 "Interim Financial Reporting", Management has to make judgements, estimations, and assumptions, and those would affect reported assets, liabilities, revenues, and expenses under adopted accounting policy. Actual consequence may differ from those estimated.

Major sources of uncertainty in accounting judgments, estimates and assumptions are consistent with note 5 in the consolidated financial report of 2023 while preparing.

6. Description of important accounting items

There is no material difference the description of material accounting subjects in the consolidated financial report with those in the 2023. Please refer to note 6 of the consolidated financial report in 2023 for relative information.

(1) Cash and cash equivalents

	2024.9.30	2023.12.31	2023.9.30
Cash on hand	$ 84	47	49
Current deposit	3,828,755	5,942,309	5,099,784
Time deposits with original maturity within three months	2,602,855	2,128,152	2,427,986
Cash and cash equivalents as shown in the consolidated cash flow statement	$ 6,431,694	8,070,508	7,527,819

For the disclosure of interest rate risk and sensitivity analysis of the Group's financial assets, please refer to note 6 (24) for details.

(2) Financial assets measured at fair value through profit or loss-non-current

	2024.9.30	2023.12.31	2023.9.30
Financial assets designated at fair value through profit and loss:			
Non-derivative financial assets			
Stocks of domestic unlisted companies	$ -	7,237	17,807
Stocks of foreign unlisted companies	170,432	140,340	138,748

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Private Equity	-	-	245,826
	$ 170,432	147,577	402,381

Please refer to note 6 (23) for the amount recognized as profit or loss in the fair value re-measurement.

(3) Financial assets at amortized cost

A. Current

	2024.9.30	2023.12.31	2023.9.30
Restricted bank deposits	$ 19,539	19,488	12,233
Time deposits with original maturity exceeding three months	1,243,779	1,637	-
	$ 1,263,318	21,125	12,233

The Group used the bank loans on September 30, 2024, December 31, 2023 and September 30, 2023. According to the deal of bank, the Group saved NTD 19,539 thousand, NTD 19,488 thousand and NTD 12,233 thousand into the syndicated loan interest custody account respectively.

On September 30, 2024 and December 31, 2023, the Group held a foreign currency time deposits with original maturity exceeding three months amounting to 1,243,779 thousand (RMB 275,000,000 and VND 1,300,000,000) and 1,637 thousand (VND 1,300,000,000) respectively, with effective rate of 1.75% and 4.5% respectively. The time deposit matures in November, 2024, May, 2025 and November, 2024 respectively.

B. Non-current

	2024.9.30	2023.12.31	2023.9.30
Restricted bank deposits	$ -	-	7,209

The Group used the long-term loans on September 30, 2023. According to the deal of contract, the Group saved NTD 7,209 thousand into the syndicated loan interest custody account.

The Group recognized as financial assets measured at amortized cost, whose intension is to hold the asset to maturity to collect contractual cash flow which is solely payment of principal and interest on the principal amount outstanding.

Please refer to note 8 for the details of collateral for long-term loans as of September 30, 2024, December 31, 2023 and September 30, 2023.

(4) Notes receivable and accounts receivable

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

	2024.9.30	2023.12.31	2023.9.30
Notes receivable	$ 75,382	-	25,990
Accounts receivable	1,042,908	718,183	1,130,690
Accounts receivable-related party	18,254	66	20,325
Less: Loss allowance	-	-	-
	$ 1,136,544	718,249	1,177,005

Accounts receivable of the Group is not discounted or provided as collateral.

The Group uses the simplified method of estimating the anticipated credit loss for all accounts receivable, that is to say, the Group estimates anticipated credit losses based on the duration of those. In order to measure the abovementioned, the Group categorized its clients based on common credit risk about the ability to pay off the due amount, considered foresighted information which includes information on the overall economy and related industries. According to historical experience on the credit loss of the Group, there is no significant difference in the loss patterns of different client groups, so the Group does not further classify clients into groups.

The anticipated credit loss of notes receivable and accounts receivable of the Group on September 30, 2024, December 31, 2023 and September 30, 2023, are analyzed as follows:

	2024.9.30		
	Book value of notes receivable and accounts receivable	Weighted average anticipated credit loss rate (%)	Provision against anticipated credit losses during the continuance of existence
Not overdue	$ 913,559	-	-
Past due 1-30 days	199,068	-	-
Past due 31-60 days	3,361	-	-
Past due 61-90 days	14,853	-	-
Past due 91-120 days	100	-	-
Past due 121-365 days	5,603	-	-
	$ 1,136,544	-	-

	2023.12.31		
	Book value of accounts receivable	Weighted average anticipated credit loss	Provision against anticipated credit losses

		rate (%)	during the continuance of existence
Not overdue	$ 682,840	-	-
Past due 1-30 days	34,659	-	-
Past due 31-60 days	48	-	-
Past due 61-90 days	702	-	-
	$ 718,249	-	-

	2023.9.30		
	Book value of notes receivable and accounts receivable	Weighted average anticipated credit loss rate (%)	Provision against anticipated credit losses during the continuance of existence
Not overdue	$ 977,712	-	-
Past due 1-30 days	194,681	-	-
Past due 31-60 days	4,099	-	-
Past due 61-90 days	363	-	-
Past due 91-120 days	150	-	-
	$ 1,177,005	-	-

There is no need to recognize anticipated credit losses during the duration after assessment on September 30, 2024, December 31, 2023 and September 30, 2023.

Financial assets aforementioned are not used as guarantees for short-term loans and line of credit.

(5) Other receivables

	2024.9.30	2023.12.31	2023.9.30
Other receivables	$ 35,701	125,943	21,006

Other receivables of the Group were not overdue on September 30, 2024, December 31, 2023 and September 30, 2023.

(6) Inventories

	2024.9.30	2023.12.31	2023.9.30
Raw materials	$ 267,270	342,928	522,686
Work-in-process	298,276	16,752	29,713
Finished products (including semi-finished	90,557	11,916	35,225

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products)

$ 656,103	371,596	587,624

Operating costs recognized by the Group

	From July to September 2024	From July to September 2023	From January to September 2024	From January to September 2023
Cost of selling inventories	$ 1,243,002	948,992	2,971,631	2,991,062
Loss allowance for inventory valuation losses and slow-moving inventories	8,963	(3,885)	15,518	(1,546)
Inventory Obsolescence	1,296	750	4,490	8,120
Unallocated manufacturing overhead	2,085	3,375	6,865	10,573
Inventory short	-	134	-	134
Revenue from sale of scraps	(1,493)	(1,933)	(1,517)	(2,256)
	$ 1,253,853	947,433	2,996,987	3,006,087

As of September 30, 2024, December 31, 2023 and September 30, 2023, the inventory of the Group has not been provided as a pledge guarantee.

(7) Changes in ownership interests in subsidiaries and subsidiaries with significant non-controlling interests

A. Subsidiary issues new shares for cash capital increase, and the Company still maintains control over it.

ShunYun (Zhongshan) issued 37,550 thousand shares for the cash capital increase from January 1 to September 30, 2023. In order to encourage outstanding employees to continue working in the Group, the Company gave up subscription and reserved them for employees of 100% owned subsidiary. Hence the shareholding rate of the Company toward ShunYun (Zhongshan) decreased by 8.72%. The Company and its subsidiary paid a one-time compensation payment to ShunYun (Zhongshan) in the second quarter of 2023, and recognized payroll cost base on restricted right of employee shares, resulting in a change of 5,448 thousand in Capital surplus in the third quarter of 2024.

Talentek (Hefei) has finished the cash capital increase from January 1 to September 30, 2024 and 2023, hence the shareholding rate of the Company toward Talentek (Hefei) decreased by 4.72% and 4.39%.

The impact of changes in the Group's ownership interest in the aforementioned subsidiary to equity attributable to parent company is listed below:

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	From January to September 2024	From January to September 2023
ShunYun (Zhongshan)	$ 5,448	(59,152)
Talentek (Hefei)	36,742	26,111
	$ 42,190	(33,041)

B. The non-controlling interests of subsidiaries that are significant to the Group are as follows:

		Proportion of ownership interests and voting rights of non-controlling interests		
Name of subsidiary	Main place of business/ Country where the company is registered	2024.9.30	2023.12.31	2023.9.30
ShunYun (Zhongshan)	China	21.95%	21.95%	21.95%
Talentek (Hefei)	China	65.51%	60.79%	60.50%

The following information on the aforementioned subsidiaries has been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers. This information has reflected the fair value adjustments made and the relevant difference in accounting principles on the acquisition date. Intra-group transactions were not eliminated in this information.

The summary of financial information of ShunYun (Zhongshan) is as follows:

	2024.9.30	2023.12.31	2023.9.30
Current assets	$ 555,423	1,048,196	1,404,326
Non-current assets	2,091,525	1,978,832	2,050,193
Current liabilities	(91,193)	(463,193)	(729,692)
Non-current liabilities	(53,324)	(65,356)	(55,988)
Net asset	$ 2,502,431	2,498,479	2,668,839
Book value of ending balance on non-controlling interests	$ 696,667	651,105	666,101

	From July to Septembe r 2024	From July to Septembe r 2023	From January to Septembe r 2024	From January to Septembe r 2023
Operating revenue	$ 30,203	122,901	86,710	341,938
Profit (Loss)	(75,203)	47,591	(110,334)	168,503

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Other comprehensive income	102,854	47,612	81,840	40,693
Total comprehensive income (loss)	$ 27,651	95,203	(28,494)	209,196
Profit (Loss) attributable to non-controlling interests	$ (16,507)	10,446	(24,218)	36,986
Comprehensive income (loss) attributable to non-controlling interests	$ 6,293	17,989	(6,254)	44,500

The summary of financial information of Talentek (Hefei) is as follows:

	2024.9.30	2023.12.31	2023.9.30
Current assets	$ 429,791	252,266	244,469
Non-current assets	429,077	342,713	305,541
Current liabilities	(210,124)	(137,305)	(135,245)
Non-current liabilities	(29,549)	(35,213)	(38,532)
Net asset	$ 619,195	422,461	376,233
Book value of ending balance on non-controlling interests	$ 405,635	256,814	227,621

	From July to Septembe r 2024	From July to Septembe r 2023	From January to Septembe r 2024	From January to Septembe r 2023
Operating revenue	$ 78,068	52,101	313,447	191,480
Profit (Loss)	4,388	(7,856)	11,715	(41,281)
Other comprehensive income	(4,947)	15,501	18,048	7,975
Total comprehensive income (loss)	$ (559)	7,645	29,763	(33,306)
Profit (Loss) attributable to non-controlling interests	$ 2,874	(4,742)	7,572	(24,384)
Comprehensive income (loss) attributable to non-controlling interests	$ (366)	4,623	18,592	(19,562)

(8) Acquired a subsidiary

In order to expand the product line to basic packaging and testing OEM services, the Group acquired 100% of the equity of SFA (Suzhou) for 579,222 thousand (USD 17,890 thousand) on July 29, 2024, and acquired the rights of control to the company.

During the two-month period from the acquisition date to September 30, 2024, the income and net loss contributed by SFA (Suzhou) were 94,344 thousand and 8,767 thousand respectively. If this acquisition occurs on January 1, 2024, management estimates that the revenue of the Group from January 1 to September 30, 2024 will reach 360,197 thousand, and the net loss will be 99,848 thousand. When measuring acquisition amount, the management assumed that the acquisition occurs on January 1, 2024, and that the provisional fair value adjustments incurred on the acquisition date are the same.

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The fair values of the main categories of transfer price on the acquisition date are as follows:

Cash	$	579,222

The details of the fair values of identifiable assets and liabilities as of August 1, 2024 are as follows:

Cash and cash equivalents	$	84,654
Net accounts receivable		74,104
Other receivables		1,823
Inventories		55,274
Prepayments		1,133
Property, plant and equipment		392,024
Intangible assets		521
Intangible assets –customer relation		10,878
Right-of-use assets		110,268
Deferred tax assets		70,412
Accounts payable		(42,532)
Other payables		(23,982)
Deferred tax liabilities		(36,017)
The fair values of identifiable net assets	$	698,560

Gain resulted from acquisition recognized in bargain purchase transaction

Transfer price	$	579,222
Less: the fair values of identifiable net assets		698,560
Gain resulted from acquisition (recognized as other incomes)	$	(119,338)

The total amount of accounts receivable is 75,728 thousand, and the expected uncollectible amount on the acquisition date is 1,624 thousand.

The total amount of inventory is 66,515 thousand, and the amount of slow-moving inventory loss on the acquisition date is 11,241 thousand.

The deferred income tax assets represent the income tax impact of 70,412 thousand on the acquisition date due to losses on allowance for accounts receivable, losses on slow-moving inventory, losses on impairment of fixed assets and the provision for loss deductions.

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The deferred income tax liability represents the income tax impact of 36,017 thousand on the increase in value of right-of-use assets (land) and building construction on the acquisition date. The Group will continue to review the aforementioned during the measurement period. The accounting for the acquisition will be modified if new information is obtained within one year from the acquisition date regarding facts and circumstances that existed at the acquisition date and it is possible to identify adjustments to the provisional amounts described above or any additional liability provisions that existed at the acquisition date.

(9) Property, plant and equipment

The changes in the costs, depreciation and impairment losses of the real estate, plant and equipment of the Group from January 1 to September 30, 2024 and 2023 are as follows:

	Housing and building	Machinery and equipment	Office equipment (including computer communication equipment)	Inspection equipment	Other equipment	Lease improvement	Unfinished construction and equipment to be inspected	Total
Cost:								
Balance as of January 1, 2024	$ 3,099,861	3,203,681	79,251	683,490	482,258	50,938	70,992	7,670,471
Acquired by merge (please refer to note 6 (8))	475,530	1,060,828	57,667	56,212	179,650	-	-	1,829,887
Acquisition	-	250,334	10,170	39,571	149,907	689	259,691	710,362
Disposal	-	(80,841)	(310)	(9,161)	(2,427)	-	-	(92,739)
Re-classification (Note 1)	(2,073)	21,799	-	11,708	2,169	-	(35,895)	(2,292)
Translation effect	114,458	163,126	5,076	20,587	29,174	2,135	5,311	339,867
Balance as of September 30, 2024	$ 3,687,776	4,618,927	151,854	802,407	840,731	53,762	300,099	10,455,556
Balance as of January 1, 2023	$ 1,273,114	2,850,187	74,925	666,161	403,220	54,466	1,765,850	7,087,923
Acquisition	-	226,678	3,619	8,458	6,682	661	188,999	435,097
Disposal	-	-	(634)	(182)	(996)	(3,867)	-	(5,679)
Re-classification (Note 2)	-	9,089	-	9,889	4,173	185	(21,444)	1,892
Translation effect	24,600	58,960	1,629	(43,862)	(16,272)	984	45,645	71,684
Balance as of September 30, 2023	$ 1,297,714	3,144,914	79,539	640,464	396,807	52,429	1,979,050	7,590,917
Accumulated depreciation and impairment losses:								
Balance as of January 1, 2024	$ 398,362	2,088,817	69,499	561,776	362,233	28,718	-	3,509,405
Acquired by merge (please refer to note 6 (8))	217,392	983,818	50,630	47,392	138,631	-	-	1,437,863
Annual depreciation	84,838	244,519	4,257	44,965	35,219	4,649	-	418,447
Disposal	-	(80,841)	(310)	(9,161)	(2,427)	-	-	(92,739)
Translation effect	20,907	74,334	4,664	14,055	27,565	1,275	-	142,800
Balance as of September 30, 2024	$ 721,499	3,310,647	128,740	659,027	561,221	34,642	-	5,415,776
Balance as of January 1, 2023	$ 343,459	1,863,102	66,210	521,965	319,211	27,216	-	3,141,163
Annual depreciation	38,764	196,842	4,049	44,391	41,122	4,351	-	329,519
Disposal	-	-	(634)	(182)	(996)	(3,867)	-	(5,679)
Translation effect	7,525	31,182	1,380	(54,391)	(12,134)	537	-	(25,901)
Balance as of September 30, 2023	$ 389,748	2,091,126	71,005	511,783	347,203	28,237	-	3,439,102
Carrying amount:								
Balance as of September 30, 2024	$ 2,966,277	1,308,280	23,114	143,380	279,510	19,120	300,099	5,039,780
Balance as of January 1, 2024	2,701,499	1,114,864	9,752	121,714	120,025	22,220	70,992	4,161,066
Balance as of September 30, 2023	$ 907,966	1,053,788	8,534	128,681	49,604	24,192	1,979,050	4,151,815

Note 1: From January 1 to September 30, 2024, the amounts reclassified from prepayments for business facilities is $1,344 thousand respectively and the amounts of

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reclassifying into expenses is $68 thousand. The amounts of unfinished construction and equipment and building is $3,568 thousand. And the aforementioned unfinished construction and equipment under acceptance was reversed because the quality of the equipment failed to meet the acceptance conditions. After negotiation between the two parties, it was confirmed that the Company did not need to pay for the equipment, hence it was reversed.

Note 2: From January 1 to September 30, 2023, the amounts reclassified from prepayments for business facilities are $3,495 thousand and the amounts of reclassifying into inventories is $1,603 thousand.

(10) Right-of-use asset

The cost and depreciation of the Group's leased land, building and transportation equipment, etc., and its changes are as follows:

	Land	Building	Vehicle	Total
Cost:				
Balance as of January 1, 2024	$ 314,699	213,121	1,916	529,736
Acquired by merge	115,662	-	-	115,662
Acquisition	-	14,191	1,641	15,832
Disposal	-	(925)	-	(925)
Impact of exchange rate changes	9,073	3,925	108	13,106
Balance as of September 30, 2024	$ 439,434	230,312	3,665	673,411
Balance as of January 1, 2023	$ 295,505	153,473	6,285	455,263
Acquisition	26,765	17,390	-	44,155
Decrease (contract expired)	-	(26,874)	(2,023)	(28,897)
Impact of exchange rate changes	7,853	3,566	75	11,494
Balance as of September 30, 2023	$ 330,123	147,555	4,337	482,015
Accumulated depreciation of right-of-use assets:				
Balance as of January 1, 2024	$ 29,662	98,786	590	129,038
Acquired by merge	5,394	-	-	5,394
Depreciation	7,716	37,136	659	45,511
Disposal	-	(925)	-	(925)
Impact of exchange rate changes	1,023	3,005	36	4,064
Balance as of September 30, 2024	$ 43,795	138,002	1,285	183,082
Balance as of January 1, 2023	$ 21,432	100,787	2,195	124,414
Depreciation	6,561	17,526	1,416	25,503
Decrease (contract expired)	-	(26,600)	(1,011)	(27,611)
Impact of exchange rate changes	642	2,191	51	2,884
Balance as of September 30, 2023	$ 28,635	93,904	2,651	125,190
Carrying amount:				
Balance as of September 30, 2024	$ 395,639	92,310	2,380	490,329
Balance as of January 1, 2024	$ 285,037	114,335	1,326	400,698

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Balance as of September 30, 2023	$ 301,488	53,651	1,686	356,825

(11) Intangible assets

The cost, amortization and impairment losses of the Group' intangible assets from January 1 to September 30, 2024 and 2023 are as follows:

	Cost of computer software	**Customer relation**	**Total**
Cost:			
Balance as of January 1, 2024	$ 32,332	-	32,332
Acquired by merge	101,917	10,878	112,795
Acquisition	1,280	-	1,280
Impact of exchange rate changes	2,851	158	3,009
Balance as of September 30, 2024	$ 138,380	11,036	149,416
Balance as of January 1, 2023	$ 32,499	-	32,499
Acquisition	813	-	813
Disposal	(333)	-	(333)
Impact of exchange rate changes	536	-	536
Balance as of September 30, 2023	$ 33,515	-	33,515
Amortization and impairment losses:			
Balance as of January 1, 2024	$ 30,871	-	30,871
Acquired by merge	101,396	-	101,396
Amortization	793	226	1,019
Impact of exchange rate changes	2,778	4	2,782
Balance as of September 30, 2024	$ 135,838	230	136,068
Balance as of January 1, 2023	$ 30,933	-	30,933
Amortization	579	-	579
Disposal	(333)	-	(333)
Impact of exchange rate changes	604	-	604
Balance as of September 30, 2023	$ 31,783	-	31,783
Carrying amount:			
Balance as of September 30, 2024	$ 2,542	10,806	13,348
Balance as of January 1, 2024	$ 1,461	-	1,461
Balance as of September 30, 2023	$ 1,732	-	1,732

The amortization expenses of intangible assets are reported under the consolidated income statement as follows:

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

	From July to September 2024	From July to September 2023	From January to September 2024	From January to September 2023
Operating costs	$ 35	28	91	84
Operating expenses	529	184	928	495
	$ 564	**212**	**1,019**	**579**

(12) Short-term loans

The details of the short-term loans of the Group are as follows:

	2024.9.30	**2023.12.31**	**2023.9.30**
Unsecured bank loans	**$ 5,212,360**	**4,438,513**	**4,343,141**
Line of credit	**$ 4,262,569**	**4,751,670**	**6,980,745**
Interest rate range (%)	**2.06%-2.39%**	**1.89%-6.17%**	**1.73%-5.75%**

The Group did not set up assets as collateral for bank loan guarantee.

(13) Long-term loans

The details of the long-term loans of the Group are as follows:

	2024.9.30		
	Currency	**Period**	**Amount**
Syndicated loan from China CITIC Bank	NTD	2022.12~2024.12	$ 397,380
Unsecured loan from MUFG Bank	USD	2021.12~2024.12	822,900
Subtotal			1,220,280
Less: past due within one year			(1,220,280)
Total			**$ -**
Line of credit			**$ -**
Interest rate range (%)			**2.36-5.82**

	2023.12.31		
	Currency	**Period**	**Amount**
Syndicated loan from China CITIC Bank	NTD	2022.12~2024.12	$ 496,725
Unsecured loan from MUFG Bank	USD	2021.12~2024.12	859,880
Unsecured loan from E.SUN Bank	USD	2021.12~2024.12	171,931
Subtotal			1,528,536
Less: past due within one year			(1,528,536)

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

Total	$ -
Line of credit	$ -
Interest rate range (%)	2.21-6.58

	2023.9.30		
	Currency	**Period**	**Amount**
Syndicated loan from China CITIC Bank	NTD	2022.12~2024.12	$ 596,070
Unsecured loan from MUFG Bank	USD	2021.12~2024.12	903,560
Unsecured loan from E.SUN Bank	USD	2021.12~2024.12	258,160
Subtotal			1,757,790
Less: past due within one year			(456,850)
Total			$ 1,300,940
Line of credit			$ -
Interest rate range (%)			2.21-6.59

A. Collateral for loans

The Group started to use syndicated loan from China CITIC Bank in October 2020. According to the contract, an amount of interest equivalent to six months is required to be deposited in the custody account. The amount should be deposited in the custody account please refer to note 6 (3). And please refer to note 8 for more information on the collateral loans.

B. Bank loan endorsement guarantee

The subsidiary of the Company, ShunYun (Cayman), started to use the secured loans from E.SUN Bank and MUFG Bank in December 2021 which were guaranteed by the Company. The guaranteed amount is 1,842,600 thousand (USD 60,000 thousand). ShunYun (Cayman), a subsidiary of the Company, revised the contract with the two banks in December 2023 and no longer provided endorsement guarantees for the bank loans.

C. Loan contract

According to the provisions of the syndicated loan contract from China CITIC Bank and the secured loan contract from MUFG Bank, during the loan period, the Group shall calculate and maintain financial covenants based on the consolidated financial report of each year for which the accountant audited, and the consolidated financial report for the second quarter of each year reviewed by the accountant, Financial covenants such as debt ratio, interest protection multiples and tangible net worth. And since the date of first use, it will be checked every half of the fiscal year. If it does not conform to the above ratio, within three months from April 1 of the following year of the audit year or August 15 (the syndicated loan contract from China CITIC Bank) and August 31 (the secured loan contract from MUFG Bank) of the year of the audit year, the financial ratio shall be improved by cash increase or other methods to meet the financial covenants, is not considered as default.

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

According to the provisions of the syndicated loan contract from China CITIC Bank, the Group will repay the principal in one lump sum when it expires, and may apply for extension of the credit term before the expiry date. If the banks agree to the extension, the unpaid principal balance shall be repaid in five installments. The first installment is on the date after thirty-six months of the first use, and thereafter every six months shall be an installment for repayment. On September 22, 2022, the company obtained a written resolution from 12 of the 13 banks that agreed to extend the credit period until December 26, 2024. Yuanta Bank did not agree to extend the loan. Therefore, the bank's loan of 45,240 thousand has been repaid on December 26, 2022. According to the contract, starting from December 2022, total amount 397,380 thousand will be repaid in four installments amounting to 99,345 thousand every six months respectively. The remaining amount 397,380 thousand will be repaid upon maturity. Therefore, the amount of long-term borrowings, current portion on September 30, 2024, December 31, 2023 and September 30, 2023 are 397,380 thousand, 496,725 thousand and 198,690 thousand respectively. In addition, according to the provisions of the loan contract between MUFG Bank and E.SUN Bank, the principal will be repaid in one lump sum and amortized respectively when it is due. And the loan of E.SUN Bank has been repaid in September, 2024. Therefore, the amount of long-term borrowings, current portion on September 30, 2024, December 31, 2023 and September 30, 2023 are 822,900 thousand, 1,031,811 thousand and 258,160 thousand respectively.

(14) Convertible bonds payable

	2024.9.30	2023.12.31	2023.9.30
The total amount of convertible bonds issued	$ -	1,500,000	1,500,000
Less: amount of discount on issuing convertible bonds	-	142,650	142,650
Underwriting expenses	-	7,294	7,294
Compound present value of bonds converted at issuance	-	1,350,056	1,350,056
Amortization of Company debt payable at discount	-	149,944	149,944
Cost of convertible bonds issue at premium	-	7,500	7,500
Less: pay off convertible bonds payable expired	-	1,507,500	1,507,500

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

Ending balance of convertible bonds payable	$ -	-	-

The Group's convertible bonds are fully paid off on February 12, 2023.

During January 1 to September 30, 2024 and 2023, the Group did not issue and repurchase the bonds, please refer to note 6 (13) in the consolidated financial report of 2023 for relative information.

(15) Lease Liability

The Group's booking value of lease liabilities are as follows:

	2024.9.30	2023.12.31	2023.9.30
Current	$ 51,722	57,102	23,354
Non-current	37,927	50,814	30,423
Total	$ 89,649	107,916	53,777

Please refer to note 6 (24) for analysis of expiration.

Amounts recognized in profit or loss are as follows:

	From July to Septembe r 2024	From July to Septembe r 2023	From January to Septembe r 2024	From January to Septembe r 2023
Interest expense from lease liabilities	$ 1,043	665	3,511	2,192
Expense of short-term lease	$ 6,214	11,986	16,769	26,248
Expense of low-value leasing asset (not include low-value short-term lease)	$ 10	19	29	59

Amounts recognized in cash flow statement are as follows:

	From January to September 2024	From January to September 2023
Total cash used in operating activity	$ 20,309	28,499
Total cash used in financing activity	33,687	19,380
Total cash used in lease	$ 53,996	47,879

A. Lease of land, buildings and constructions

The Group leases land, houses and buildings as operating site and factory. The leasing periods of land is usually 30 to 50 years, the leasing periods of buildings and constructions are usually 1 to 3 years, and some leases include the option to extend the same period as the original contract when the lease period expires.

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

B. Other leases

The Group leases transportation equipment for a period of 3 to 4 years.

Besides, the rental periods of office, parking lot, staff dorm, and machinery are 1 to 3 years, which are short term or low value lease, the Group chose to apply exemption recognition requirements instead of recognizing its relative right-of-use assets and lease liabilities.

(16) Employee benefit

The pension expenses of the Group from January 1 to September 30, 2024 and 2023 have been allocated to the labor insurance bureau and the local competent authority of the consolidated foreign subsidiaries. The details of the expenses reported by the Group are as follows:

	From July to September 2024	From July to September 2023	From January to September 2024	From January to September 2023
Operating costs	$ 11,070	10,625	28,687	26,196
Operating expenses	7,277	6,968	20,963	18,779
	$ 18,347	**17,593**	**49,650**	**44,975**

(17) Income tax

A. The income tax expense (benefit) details of the Group from January 1 to September 30, 2024 and 2023 are as follows:

	From July to September 2024	From July to September 2023	From January to September 2024	From January to September 2023
Current				
Current period	$ 11,327	33,624	28,181	55,407
Adjustment of previous period	-	265	73	2,860
	11,327	33,889	28,254	58,267
Deferred income tax expense (benefit)				
Occurrence and reversal of temporary differences	(6,700)	10,494	(34,942)	(7,552)
Income tax expense (benefit)	**$ 4,627**	**44,383**	**(6,688)**	**50,715**

B. Examination and approval of income tax

The Company is exempt from income tax and do not need to declare profit-making enterprise income tax according to the law of the country where the Company is established.

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

The income tax return of the Company's Taiwan Branch and the ShunYun (Cayman)'s Taiwan Branch have been approved by the taxation authorities until 2022 and 2021, respectively.

(18) Capital and other equities

The Group has no significant changes in capital and other equity in the period of January 1 to September 30 for 2024 and 2023, except for the following. Please refer to note 6 (17) in the consolidated financial report of 2023 for relative information.

A. Capital surplus

The capital surplus balance of the Company is as follows:

		2024.9.30	2023.12.31	2023.9.30
Share premium	$	2,689,050	2,689,050	2,689,050
Changes in ownership interests in subsidiaries		79,579	37,389	34,603
Employee stock option-expired		4,841	4,841	4,841
Treasury share transactions		37,810	37,810	37,810
Share payment transactions of its subsidiaries		5,603	5,603	5,603
Issuance of stock option embedded in expired convertible bonds		129,000	129,000	129,000
	$	2,945,883	2,903,693	2,900,907

B. Retained earnings distribution

The Company's earnings distribution for 2023 and 2022 were decided by the shareholders' meeting on May 14, 2024 and May 10, 2023 respectively. According to Charter of the Company, Board of Directors are authorized to determine cash dividends through a special resolution, and resolution of shareholders' meeting determine the rest. The dividend distribution are as follows:

	2023		2022	
	Dividend per share (USD)	Amount	Dividend per share (USD)	Amount
Dividend distributed to ordinary shareholders:				
Cash	$ 2.46	261,187	1.17	123,585

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

As of September 30, 2024 and 2023, the cash dividend amounting to $157,353 thousand and $74,814 thousands of retained earnings distribution approved by Board of Directors is listed in the account of dividend payable.

Information for retained earnings distribution approved by Board of Directors of 2023 and 2022, respectively could be inquired on Market Observation Post System.

C. Treasury Stock

Changes and ending balance of treasury shares bought by the Company are as follows:

Unit: thousand shares

From January to September 2024					
Opening shares	**Increase**	**Decrease**	**Reason of changes**	**Ending shares**	**Ending amount**
1,291	-	-	-	1,291	$ 108,347

From January to September 2023					
Opening shares	**Increase**	**Decrease**	**Reason of changes**	**Ending shares**	**Ending amount**
1,802	-	511	-	1,291	$ 108,347

On August 26, 2022, the Company was approved by Board of Directors to repurchase 3,000 thousand shares as treasury stock in order to transfer them to employee. The scheduled execution period is from August 29, 2022 to October 28, 2022, and the repurchase price range is NTD 59 to NTD 100. The Company intended to repurchase fully 3,000 thousand shares before October 28, 2022, however, considering the willingness of employees to purchase and the efficiency of capital use, the Company does not complete the whole 3,000 thousand shares. As of October 28, 2022, the deadline of repurchasing treasury stock, the Company had repurchased 1,802 thousand share, with the average price $83.93 per share, and the amount of repurchased shares 151,236 thousand. According to “Repurchase of shares and transfer of employee method”, the repurchased share could be transferred to employees in batches. On March 14, 2023, the Company was approved by Board of Directors to execute the first transfer, and the number of transferred shares forecast was 627 thousand shares. The record date of transferring is on July 31, 2023. As of September 30, 2024, the number of transferred shares had 511 thousand shares.

In accordance with the requirements of Securities and Exchange Act, treasury shares held by the Company should not be pledged, and do not hold any shareholder rights before their transfer.

(19) Share-based payment

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

The share-based payment of the Group from January 1 to September 30, 2024 has no significant changes except for the following mentioned. Please refer to the note 6 (18) in the consolidated financial report of 2023 for relative information.

A. The information about restricted stock plan for employees is as follows:

The details of the restricted stock plan for employees of ShunYun (Zhongshan), a subsidiary of the Company, are as follow:

Unit: 1,000

	From January to September 2024		From January to September 2023	
	1st time share granted	2nd time share granted	1st time share granted	2nd time share granted
Outstanding stock as of January 1	44,450	37,550	44,450	37,550
Grant quantity in current period	-	-	-	-
Vested during the year	-	-	-	-
Quantity lost in current period	-	-	-	-
Outstanding stock as of September 30	44,450	37,550	44,450	37,550

B. Relative information of Policy Governing Share Repurchased and Transferred to Employees

The Company transferred treasury stock to employees in accordance with the approval by Board of Directors on August 26, 2022 which is based on the Policy Governing First Share Repurchased and Transferred to Employees. The subscription date is on July 31, 2023 and the fair value of the subscription is $0 per share.

C. Index of fair value on grant day

The Group uses Black-Scholes option evaluation model to measure the fair value of share-based payment on grant day. The indexes are as follows:

	Treasury transferred to employees
Fair value of grant day	0
Stock price of grant day	82.6
Execution price	83.93
Expected volatility (%)	0.94
Option duration (year)	1
Risk-free rate (%)	1.565

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

D. Expenses for employees of the share-based payment

The expenses incurred by the Group in the period of January 1 to September 30, 2024 and 2023 due to the share-based payment are as follows:

	From July to September 2024	From July to September 2023	From January to September 2024	From January to September 2023
Expense from restricted stock plan for employees	$ 14,610	28,112	57,264	82,882

(20) Earnings per share

The Company's basic earnings per share are calculated as follows:

Unit: 1,000

	From July to September 2024	From July to September 2023	From January to September 2024	From January to September 2023
Basic earnings per share of the Company				
Net profit for the current period	$ 8,506	133,139	11,805	267,727
Weighted average number of outstanding shares	106,174	105,963	106,174	105,764
Basic earnings per share (NT$)	$ 0.08	1.26	0.11	2.53
Diluted earnings per share of the Company				
Net profit for the current period	$ 8,506	133,139	11,805	267,727
The impact of potential common stocks with diluting effect				
Expected reduction in interest expense due to conversion of corporate bonds	-	-	-	1,124
Net profit for the current period	$ 8,506	133,139	11,805	268,851
Weighted average number of outstanding shares	106,174	105,963	106,174	105,764
The impact of potential common stocks with diluting effect				
Employees' remuneration	3	139	36	195

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

The impact of convertible bonds	-	-	-	1,536
Weighted average number of outstanding shares	**106,177**	**106,102**	**106,210**	**107,495**
Diluted earnings per share (NT$)	**$ 0.08**	**1.25**	**0.11**	**2.50**

(21) Revenues from customers' contract

A. Disaggregation of revenue

	From July to Septembe r 2024	**From July to Septembe r 2023**	**From January to Septembe r 2024**	**From January to Septembe r 2023**
Primary geographical markets:				
US	$ 713,340	470,182	1,563,444	1,679,525
China	391,135	157,525	1,074,475	414,908
Singapore	79,388	585,205	358,684	1,383,391
Taiwan	85,093	86,040	259,960	242,174
Australia	18,694	29,197	97,027	62,904
Korea	61,305	-	61,305	-
Other countries	13,596	26,639	78,925	93,493
	$ 1,362,551	**1,354,788**	**3,493,820**	**3,876,395**

B. Remaining balance of contracts

	2024.9.30	**2023.12.31**	**2023.9.30**
Notes receivable	$ 75,382	-	25,990
Accounts receivable (including related party)	1,061,162	718,249	1,151,015
Less: Loss allowance	-	-	-
Total amount	**$ 1,136,544**	**718,249**	**1,177,005**
Contract assets	**$ 60,550**	**280,459**	**332,030**
Contract liabilities	**$ 15,195**	**67,564**	**73,331**

The Group has assessed that there is no need to recognize loss allowance for contract assets as of September 30, 2024, December 31 and September 30, 2023.

The amounts of the balance of contract liabilities on January 1, 2024 and 2023 recognized as revenue in third quarter of 2024 and 2023, and from January 1 to September 30, 2024 and

2023 are 1,418 thousand, 6,417 thousand, 67,564 thousand and 56,622 thousand, respectively. The variation of contract liabilities comes from the difference between meeting performance obligations and payment timing of customers.

(22) Profit sharing bonus of employees and directors

According to the Company's Articles of Association, the Company shall allocate profit sharing bonus to the employees with no less than 5% of the current year's profits before the payment of employees' and the directors' profit sharing bonus. The Company may allocate no more than 0.1% of the profits of the current year for the profit sharing bonus of directors. Base on the Articles of Association of the Company revised on June 28, 2023, the Company shall allocate profit sharing bonus to the employees with no less than 3% of the current year's profits before the payment of employees' and the directors' profit sharing bonus. The Company may allocate no more than 0.1% of the profits of the current year for the profit sharing bonus of directors.

The Company accrued profit sharing bonus to employees from July 1 to September 30, 2024 and 2023, from January 1 to September 30, 2024 and 2023 are $596 thousand, $15,000 thousand, $596 thousand and $18,795 thousand respectively, and $20 thousand, $162 thousand, $20 thousand and $242 thousand for the directors. The bonus of employees and directors are calculated based on income before tax times the certain percentage of employees and directors ruled by the memorandum of association, and recognized operating costs and operating expenses for each period. If there is a difference between the actual allocated amount and the estimated amount in the next year, it will be treated according to the changes in the accounting estimates, and the difference will be classified as the profit and loss of the next year. If Board of Directors decides to pay employee bonus with stocks, the calculating basis of stock is based on the previous day's closing price of Board of Directors meeting.

The Company accrued profit sharing bonus to employees for 2023 and 2022 are $24,801 thousand and $18,000 thousand respectively, and $441 thousand and $252 thousand for the directors. There is no difference between the estimated amount and the amount of determined by the Board of Directors for the year of 2023 and the year of 2022. Related information is available at the MOPS.

(23) Non-operating gains and losses

A. Interest income

Interest incomes of the Group are as follows:

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

	From July to Septembe r 2024	From July to Septembe r 2023	From January to September 2024	From January to September 2023
Bank deposit interest	$ 40,161	46,854	128,105	137,035

B. Other incomes

Other incomes of the Group are as follows:

	From July to Septembe r 2024	From July to Septembe r 2023	From January to Septembe r 2024	From January to Septembe r 2023
Gain recognised in bargain purchase transaction	$ 119,338	-	119,338	-
Incomes from government subsidy	9,003	13,743	27,128	42,206
Gain from modification of lease	-	43	-	43
Other incomes	5,672	4,826	20,034	18,939
Total amount of other incomes	$ 134,013	18,612	166,500	61,188

C. Other profits and losses

Other profits and losses of Group are as follows:

	From July to Septembe r 2024	From July to Septembe r 2023	From January to Septembe r 2024	From January to Septembe r 2023
Net foreign exchange profits (losses)	$ 880	(25,355)	(25,676)	843
Profits from disposal of property, plant and equipment	493	-	888	312
Profits from financial assets/liabilities at fair value through profit and loss	1,301	13,740	19,909	42,413
Other losses	(2,485)	(741)	(4,260)	(1,406)
	$ 189	(12,356)	(9,139)	42,162

D. Financial costs

The financial costs of the Group are as follows:

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

	From July to September 2024	From July to September 2023	From January to September 2024	From January to September 2023
Interest expenses from bank loans	$ 44,375	45,802	128,841	127,012
Interest expenses of convertible bonds	-	-	-	1,124
Interest expenses of lease liabilities	1,043	665	3,511	2,192
	$ 45,418	**46,467**	**132,352**	**130,328**

(24) Financial instruments

The fair value of financial instrument and the situation of credit risk and market risk resulted from financial instrument have no significant changes compared with the consolidated financial report of 2023, except for the following mentioned. Please refer to the note 6 (23) in the consolidated financial report of 2023 for relative information.

A. Credit risks

(a) Credit exposure risk

The book value of financial assets and contract assets represent the maximum amount of credit exposure risk.

(b) Concentration of credit risk

On September 30, 2024, December 31, 2023 and September 30, 2023, 75%, 78% and 82% of the accounts receivable balance of the Group were composed of several customers respectively, which made the Group have a significant concentration of credit risk.

(c) Credit risks of receivables

For credit exposure risk information of notes receivable and accounts receivable, please refer to note 6 (4) for details and note 6 (5) for details of other receivables. The other receivables listed above are all financial assets with low credit risk. Therefore, the allowance loss during the period is measured by the amount of anticipated credit loss for 12 months.

B. Liquidity risk

The following table shows the contract maturity date of financial liabilities, which includes estimated interest.

	Book value	Cash flow of the contract	Within 1 year	1-2 years	2-5 years	More than 5 years
September 30, 2024						
Non-derivative financial liabilities						
Short-term loans	$ 5,212,360	5,224,883	5,224,883	-	-	-
Accounts payable (including related parties)	488,478	488,478	488,478	-	-	-
Other payables (including related parties)	703,519	703,519	703,519	-	-	-
Dividends payable	157,353	157,353	157,353	-	-	-
Long-term borrowings, current portion	1,220,280	1,233,294	1,233,294	-	-	-
Lease liabilities	89,649	92,584	54,220	35,990	2,374	-
Guarantee deposits received	1,160	1,160	-	1,160	-	-
Total	$ 7,872,799	7,901,273	7,861,749	37,150	2,374	-
December 31, 2023						
Non-derivative financial liabilities						
Short-term loans	$ 4,438,513	4,450,830	4,450,830	-	-	-
Accounts payable (including related parties)	325,343	325,343	325,343	-	-	-
Other payables (including related parties)	620,550	620,550	620,550	-	-	-
Long-term borrowings, current portion	1,528,536	1,598,425	1,598,425	-	-	-
Lease liabilities	107,916	113,364	61,074	46,952	5,338	-
Guarantee deposits received	4,961	4,961	1,184	3,777	-	-
	$ 7,025,819	7,113,473	7,057,406	50,729	5,338	-
September 30, 2023						
Non-derivative financial liabilities						
Short-term loans	$ 4,343,141	4,359,236	4,359,236	-	-	-
Accounts payable (including related parties)	356,819	356,819	356,819	-	-	-
Other payables (including related parties)	596,159	596,159	596,159	-	-	-
Dividends payable	74,814	74,814	74,814	-	-	-
Long-term loans	1,757,790	1,861,963	536,900	1,325,063	-	-
Lease liabilities	53,777	57,294	25,725	24,933	6,636	-
Guarantee deposits received	5,065	5,065	1,097	-	3,968	-
	$ 7,187,565	7,311,350	5,950,750	1,349,996	10,604	-

C. Currency risk

(a) Currency risk exposure

The financial assets and liabilities of the Group exposed to significant foreign currency risks are as follows:

	2024.9.30			2023.12.31			2023.9.30		
	Foreign currency (in thousands)	Exchange rate (NT$)	NT$	Foreign currency (in thousands)	Exchange rate (NT$)	NT$	Foreign currency (in thousands)	Exchange rate (NT$)	NT$
Financial assets									
Monetary items									
RMB	419,637	4.5230	1,898,018	485,157	4.3270	2,099,274	525,094	4.4150	2,318,290
USD	8,307	31.6500	262,933	13,720	30.7091	421,329	16,988	32.2360	547,625
Financial liabilities									
Monetary items									
USD	3,398	31.6500	107,552	2,028	30.7041	62,268	2,961	32.0118	94,787

(b) Sensitivity analysis

The exchange rate risk of the Group mainly comes from the foreign currency-denominated cash and the cash equivalents, accounts receivable and other receivables, accounts payable and other payables, etc., which generate foreign currency exchange gains and losses during the conversion. On September 30, 2024 and 2023, when the Taiwan dollar devalues by 0.25% against the US dollar and the Chinese Yuan, while all other factors remain unchanged, the net profit before tax from January 1 to September 30, 2024 and 2023 will increase by approximately $5,133 thousand and $6,928 thousand, respectively.

(c) Exchange gains and losses of monetary items

Due to the variety of functional currencies in the Group, the exchange gains and losses of monetary items are disclosed by the method of exchange consolidation. The exchange gains (losses) of foreign currencies from July 1 to September 30, 2024 and 2023, and from January 1 to September 30, 2024 and 2023 including realized and unrealized ones, are $880 thousand, ($25,355) thousand, ($25,676) thousand and $843 thousand, respectively.

D. Interest rate analysis

The time deposits and short-term loans of the Company are fixed interest rates, which have no interest rate fluctuation risk. The significant financial liabilities with interest rate sensitivity held by the Group are long-term borrowings calculated with floating interest rates. It is assessed that the interest rates will not change much, hence it will not cause significant cash flow risks to the Group.

E. Information on fair value

(a) Types and fair value of financial instruments

The book amount and fair value (including fair value-grade information, but not a reasonable approximation of fair value to the book value of financial instruments measured by fair value, and investment in equity instruments without quotation and reliable measurement of fair value in the flexible market, there is no need to disclose fair value information according to regulations.) of the financial assets and financial liabilities of the Group are listed as follows:

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

	2024.9.30				
		Fair value			
	Book value	Grade 1	Grade 2	Grade 3	Total amount
Financial assets at fair value through profit or loss					
Non-listed foreign shares	$ 170,432	-	-	170,432	170,432
Financial assets measured at amortized costs					
Cash and cash equivalents	6,431,694	-	-	-	-
Financial assets measured at amortized costs	1,263,318	-	-	-	-
Notes receivable and accounts receivable (including related parties)	1,136,544	-	-	-	-
Other receivables	35,701	-	-	-	-
Guarantee deposits paid	17,606	-	-	-	-
Subtotal	8,884,863	-	-	-	-
Total amounts	$ 9,055,295	-	-	170,432	170,432
Financial liabilities measured at amortized costs					
Short-term loans	$ 5,212,360	-	-	-	-
Accounts payable (including related parties)	488,478	-	-	-	-
Other payables (including related parties)	703,519	-	-	-	-
Dividends payable	157,353	-	-	-	-
Long-term loans	1,220,280	-	-	-	-
Lease liabilities	89,649	-	-	-	-
Guarantee deposits received	1,160	-	-	-	-
Total amounts	$ 7,872,799	-	-	-	-

	2023.12.31				
		Fair value			
	Book value	Grade 1	Grade 2	Grade 3	Total amount
Financial assets at fair value through profit or loss					
Domestic unlisted stocks	$ 7,237	-	-	7,237	7,237
Non-listed foreign shares	140,340	-	-	140,340	140,340
Subtotal	147,577	-	-	147,577	147,577
Financial assets measured at amortized costs					
Cash and cash equivalents	8,070,508	-	-	-	-
Financial assets measured at amortized costs	21,125	-	-	-	-
Accounts receivable (including related parties)	718,249	-	-	-	-
Other receivables	125,943	-	-	-	-
Guarantee deposits paid	19,959	-	-	-	-
Subtotal	8,955,784	-	-	-	-
Total amounts	$ 9,103,361	-	-	147,577	147,577
Financial liabilities measured at amortized costs					
Short-term loans	$ 4,438,513	-	-	-	-
Accounts payable (including related parties)	325,343	-	-	-	-
Other payables (including related parties)	620,550	-	-	-	-

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

Long-term loans	1,528,536	-	-	-	-
Lease liabilities	107,916	-	-	-	-
Guarantee deposits received	4,961	-	-	-	-
Total amounts	$ 7,025,819	-	-	-	-

	2023.9.30				
		Fair value			
	Book value	Grade 1	Grade 2	Grade 3	Total amount
Financial assets at fair value through profit or loss					
Domestic unlisted stocks	$ 17,807	-	-	17,807	17,807
Non-listed foreign shares	138,748	-	-	138,748	138,748
Private fund	245,826	-	-	245,826	245,826
Subtotal	402,381	-	-	402,381	402,381
Financial assets measured at amortized costs					
Cash and cash equivalents	7,527,819	-	-	-	-
Restricted bank deposit	19,442	-	-	-	-
Notes receivable and accounts receivable (including related parties)	1,177,005	-	-	-	-
Other receivables	21,006	-	-	-	-
Guarantee deposits paid	14,504	-	-	-	-
Subtotal	8,759,776	-	-	-	-
Total amounts	$ 9,162,157	-	-	402,381	402,381
Financial liabilities measured at amortized costs					
Short-term loans	$ 4,343,141	-	-	-	-
Accounts payable (including related parties)	356,819	-	-	-	-
Other payables (including related parties)	596,159	-	-	-	-
Dividends payable	74,814	-	-	-	-
Long-term loans	1,757,790	-	-	-	-
Lease liabilities	53,777	-	-	-	-
Guarantee deposits received	5,065	-	-	-	-
Total amounts	$ 7,187,565	-	-	-	-

(b) Fair value assessment technique for measuring financial instruments at fair value

(I) Non-derivative financial instruments

The financial instrument held by the Group without an active market is an equity instrument or beneficiary certificate without open price, and its fair value is listed as the following by its kind and attributes:

(i) Equity instrument without open price: to use comparable company method and comparable transaction method. The main assumption of comparable company method is based on the profit after tax or the enterprise value of the investee and the listed earnings and enterprise value-to-sales multiplier derived from the market prices of comparable companies. This estimate has adjusted for the discounted effect of the lack of marketability of the equity securities.

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

(ii) Beneficiary certificate without open price: The fair value is estimated using the asset method. Total value of the beneficiary certificate is determined by the value covered by it.

(II) Derivative financial instruments

The right of conversion, redemption and sale of convertible bonds payable is estimated at fair value according to the appraisal report of external experts. The evaluation model is a binary tree convertible bond evaluation model, which uses market basis including stock price volatility, risk-free interest rate, risk discount rate and liquidity risk to observe the input value to reflect the fair value of options.

Forward foreign exchange contract is usually evaluated based on the bank statement.

(c) Statement of changes of Grade 3

	From January to September 2024			From January to September 2023			
	Domestic unlisted stocks	Non-listed foreign company shares	Total	Domestic unlisted stocks	Non-listed foreign company shares	Private equity fund	Total
Balance on January 1	$ 7,237	140,340	147,577	19,913	86,118	219,207	325,238
Gains/ Losses:							
Evaluate gains (losses)	(7,518)	23,843	16,325	(2,987)	49,824	21,881	68,718
Translation effect	281	6,249	6,530	881	2,806	4,738	8,425
Balance on September 30	$ -	170,432	170,432	17,807	138,748	245,826	402,381

The above mentioned profits/ losses are recognized in other profits and losses.

(d) Quantified information on significant unobservable inputs (Grade 3) used in fair value measurement

Main composition of fair value classified as Grade 3 of the Group is financial assets at fair value through profit or loss.

Investments in equity instruments classified as the Grade 3 non-active market have significant unobservable input values in the plural. The significant unobservable input values of equity instruments investment in non-active markets are independent of each other, so there is no correlation between them.

The quantitative information of significant unobservable input values is listed as follows:

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

Items	Evaluation method	Significant unobservable input value	The relationship between significant unobservable input values and fair value
Financial assets at fair value through profit or loss－equity investment without active market	Refer to Listed (OTC) Company method and Comparable transaction method	• Price-to-Revenue ratio (2.74 on 2024.9.30, 5.44 on 2023.12.31 and 6.01 on 2023.9.30) • Multiplier of enterprise value-to-sales (2.95 on 2023.12.31 and 2.72 on 2023.9.30)	• The higher the multiplier, the higher the fair value
Financial assets at fair value through profit or loss－equity investment without active market		• Lack of market liquidity discounts: Price-to-Revenue ratio (21% on 2024.9.30, 23% on 2023.12.31 and 28% on 2023.9.30) Multiplier of enterprise value-to-sales: 31% on 2023.12.31 and 2023.9.30	• The higher the discount for lack of market liquidity, the lower the fair value
Financial assets at fair value through profit or loss- Private fund investment consideration	Net asset value method	Net asset value	• The higher the net asset value, the higher the fair value

(e) A sensitivity analysis of the fair value of the Grade 3 to reasonable alternative assumptions

The fair value measurement of financial instruments by Group is reasonable, but different evaluation models or parameters may lead to different evaluation results. For financial instruments classified as the Grade 3, if the evaluation parameters change, the impact on current profits and losses is as follows:

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

	Input value	Move up or down	Changes in fair value reflecting in current profits and losses: Favorable change	Unfavorable change
September 30, 2024				
Financial assets measured at fair value through profit and loss				
Equity instrument investment in non-active market	Price-to-Revenue ratio	5%	8,387	(8,387)
December 31, 2023				
Financial assets measured at fair value through profit and loss				
Equity instrument investment in non-active market	Price-to-Revenue ratio	5%	7,093	(7,093)
Equity instrument investment in non-active market	Enterprise value-to-Sales ratio	5%	362	(362)
September 30, 2023				
Financial assets measured at fair value through profit and loss				
Equity instrument investment in non-active market	Price-to-Revenue ratio	5%	6,823	(6,823)
Equity instrument investment in non-active market	Enterprise value-to-Sales ratio	5%	891	(891)

The favorable and unfavorable changes of the Group refer to the fluctuations of the fair value, which is calculated based on the evaluation technology according to the varying degrees of unobservable input parameters. If the fair value of a financial instrument is affected by more than one input value, the above table only reflects the impact of changes in a single input value and does not take into account the correlation and variability between input values.

(25) Financial risk management

The target and policy of financial risk management of the Group has no significant changes compared with note 6 (24) in the consolidated financial report of 2023.

(26) Capital management

The target, policy, and procedure of capital management of the Group are consistent with those in the consolidated financial report of 2023, the quantified data summary of capital management has no significant changes compared with the consolidated financial report of 2023. Please refer to the note 6 (25) in the consolidated financial report of 2023 for relate information.

(27) Non-cash Investing and financing activities

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

For the year ended September 30, 2024 and 2023, the Group's non-cash investing and financing activities were derived from acquisition right-of-use asset through finance leasing and the amortization of convertible bonds discount. Please refer to notes 6 (9), (13) and (14) for related information.

The adjustment of liabilities from financing activities are as follows:

			Non-cash changes					
	2024.1.1	Cash flow	Discount and amortization	Translation effect	Acquire	Reduce	Others	2024.9.30
Short-term loans	$ 4,438,513	773,847	-	-	-	-	-	5,212,360
Long-term loans	1,528,536	(342,726)	-	34,470	-	-	-	1,220,280
Lease liabilities	107,916	(33,687)	-	(412)	15,832	-	-	89,649
Total liabilities from financing activities	$ 6,074,965	397,434	-	34,058	15,832	-	-	6,522,289

			Non-cash changes					
	2023.1.1	Cash flow	Discount and amortization	Translation effect	Acquire	Reduce	Others	2023.9.30
Short-term loans	$ 4,327,134	16,007	-	-	-	-	-	4,343,141
Long-term loans	1,923,815	(228,425)	-	62,400	-	-	-	1,757,790
Bonds payable	1,506,376	(1,500,000)	1,124	-	-	-	(7,500)	-
Lease liabilities	55,882	(19,380)	-	1,214	17,390	(1,329)	-	53,777
Total liabilities from financing activities	$ 7,813,207	(1,731,798)	1,124	63,614	17,390	(1,329)	(7,500)	6,154,708

7. Related-party transactions:

(1) Parent Company and ultimate controlling party

Foxconn (Far East) Limited is the parent company of the Group, holding 59.52% of the outstanding common shares of the Group as of September 30, 2024, December 31, 2023 and September 30, 2023. Hon Hai Precision Industry Co., Ltd. is the ultimate controller of the Group to which the Group belongs. Hon Hai Precision Industry Co., Ltd. has prepared a consolidated financial report for public use.

(2) Names and relationship with related parties

During the period covered by this consolidated financial report, the following persons have business relations with the Group:

Name of related parties	Relation with Group
Hon Hai Precision Industry Co., Ltd.	Ultimate controller
Foxconn OE Technologies Singapore Pte. Ltd.	Its ultimate controller is the same as that of Group
Foxconn Interconnect Technology Limited	Its ultimate controller is the same as that of Group
Fortunebay Technology Pte. Ltd.	Its ultimate controller is the same as that of Group
Shenzhen Fu Neng New Energy Technology Co., Ltd.	Its ultimate controller is the same as that of Group

Futaihua Industry (Shenzhen) Co., Ltd.	Its ultimate controller is the same as that of Group
Foxcavity Precision Industry (ShenZhen) Co., Ltd.	Its ultimate controller is the same as that of Group
Shenzhen Fertile Plan International Logistics Co., Ltd.	Its ultimate controller is the same as that of Group
Shenzhen Fulian Fugui Precision Industry Co.,Ltd	Its ultimate controller is the same as that of Group
Fulian Yuzhan Technology (ShenZhen) Co., Ltd.	Its ultimate controller is the same as that of Group
Icana Technology Limited	Its ultimate controller is the same as that of Group

(3) Significant transactions with related parties

A. Sales

The significant sales amount of the Group to the related parties is as follows:

	From July to September 2024	From July to September 2023	From January to September 2024	From January to September 2023
Ultimate controller	$ 6,869	-	8,072	-
Other related parties				
Foxconn Interconnect Technology Limited	9,278	19,616	24,617	69,323
Others	189	283	476	1,005
	$ 16,336	19,899	33,165	70,328

The selling price for related parties approximated the market price. The credit terms are within four months, which is approximated to that with the general customer.

B. Purchase

The purchase amount of the Group from the related parties is as follows:

	From July to September 2024	From July to September 2023	From January to September 2024	From January to September 2023
Other related parties	$ 14,547	4,573	35,565	13,522

The terms and pricing of purchase transactions with related parties were not significantly different from those offered by other vendors. Payment terms are all within four months, and there is no significant difference with the general vendors.

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

C. Expenses for professional services

The details of management service fees and legal fees paid by the Group to the related parties are as follows:

	From July to September 2024	From July to September 2023	From January to September 2024	From January to September 2023
Ultimate controller	$ -	664	290	790

D. Accounts receivable from related parties

Details of the receivables of the related parties of the Group are as follows:

Account items	Related-party categories	2024.9.30	2023.12.31	2023.9.30
Accounts receivable	Ultimate controller	$ 9,196	-	-
Accounts receivable	Other related parties			
	Foxconn Interconnect Technology Limited	9,022	-	20,258
	Others	36	66	67
		$ 18,254	66	20,325

As of September 30, 2024, December 31, 2023 and September 30, 2023, no allowance for loss is required for the above-mentioned related parties.

E. Contract assets

The details of the contract assets of the Group to related parties are as follows:

Account items	Types of related parties	2024.9.30	2023.12.31	2023.9.30
Contract assets	Ultimate controller	$ 887	-	-
Contract assets	Other related parties	12	10	10
Total		$ 899	10	10

F. Payables to related parties

The details of the amount payable by the Group to its related parties are as follows:

Account items	Related-party categories	2024.9.30	2023.12.31	2023.9.30
Accounts payable to related parties	Other related parties	$ 6,160	4,655	2,569
Other payables to	Other related parties			

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related parties

Foxcavity Precision Industry (Shenzhen) Co., Ltd.	-	-	10,666
Futaihua Industry (Shenzhen) Co., Ltd.	-	-	336
Others	5,680	5,729	5,860
	5,680	5,729	16,862
	$ 11,840	10,384	19,431

G. Dividend payable

As of September 30, 2024 and 2023, the cash dividend listed in the account of dividend payable amounting to $157,353 thousand and $74,814 thousands of retained earnings distribution approved by Board o f Directors are not distributed to the parent company, Foxconn (Far East) Limited.

(4) Remuneration of major management personnel

Key management personnel compensation comprised:

	From July to September 2024	From July to September 2023	From January to September 2024	From January to September 2023
Short-term employee benefits	$ 3,256	6,992	9,362	14,199
Post-employment benefits	58	67	198	213
	$ 3,314	7,059	9,560	14,412

8. Pledged assets

Book value list of pledged assets of the Group is as follows:

Pledged asset	Object	2024.9.30	2023.12.31	2023.9.30
Restricted bank deposit (recognized as financial assets measured at amortized cost-current)	Short-term loans and long-term loans (including current portion)	$ 19,539	19,488	12,233
Restricted bank deposit (recognized as financial assets measured at amortized cost-non-current)	Long-term loan	-	-	7,209
Total		$ 19,539	19,488	19,442

ShunSin Technology Holdings Limited and Its Subsidiaries
Notes to Consolidated Financial Statements
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9. Significant commitments and contingencies

As of September 30, 2024, December 31, 2023 and September 30, 2023, the Group has signed contracts for the purchase of property, plant and equipment with a price of 696,174 thousand, 311,996 thousand and 2,322,102 thousand, respectively, and the paid amounts are 220,075 thousand, 19,002 thousand and 1,814,562 thousand respectively, which are recognized as property, plant and equipment.

10. Losses due to major disasters: None.

11. Subsequent events

The Company was approved by Board of Directors on November 12, 2024 to issue the second domestic unsecured conversion corporate bonds. The total issuance amount is capped at 2,500,000 thousand. The actual issuance and conversion method is planned to be agreed upon by the chairman of Board and main security firm depending on the market conditions.

12. Others

(1) A summary of personnel benefit costs, depreciation, depletion and amortization is as follows:

Functions / Account	From July to September 2024			From July to September 2023		
	Operating costs	Operating expenses	Total	Operating costs	Operating expenses	Total
Personnel benefit costs						
Salaries	146,113	111,246	257,359	145,808	127,589	273,397
Health insurance	7,442	4,480	11,922	4,788	3,821	8,609
Pension	11,070	7,277	18,347	10,625	6,968	17,593
Other personnel expense	5,196	6,797	11,993	5,387	4,883	10,270
Depreciation	128,427	38,574	167,001	104,329	12,066	116,395
Amortization	35	529	564	28	184	212

Functions / Account	From January to September 2024			From January to September 2023		
	Operating costs	Operating expenses	Total	Operating costs	Operating expenses	Total
Personnel benefit costs						
Salaries	411,130	318,938	730,068	377,770	358,374	736,144
Health insurance	17,687	11,422	29,109	14,092	10,900	24,992
Pension	28,687	20,963	49,650	26,196	18,779	44,975
Other personnel expense	14,500	17,386	31,886	14,240	15,277	29,517
Depreciation	365,110	98,848	463,958	312,594	42,428	355,022

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Amortization	91	928	1,019	84	495	579

(2) Seasonal characteristic:

The operation of the Group is not affected by seasonal or cyclical factors.

13. Disclosure of Note

(1) Information on major transactions

From January 1 to September 30, 2024, the Group shall disclose the information on the major transactions subject to the Guidelines:

A. Loan to other parties:

Unit: NT$1,000

No	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the year ended September 30, 2024	Balance at September 30, 2024	Actual amount drawn down (Note 2)	Interest rate (%)	Nature of loan (Note 1)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral Item	Collateral Value	Limit on loans granted to a single party	Ceiling on total loans
1	ShunYun (Cayman)	ShunYun (Hong Kong)	Other receivables	Y	146,276 (RMB 32,600)	-	-	-	2	-	Business operation	-	-	-	7,504,404 (Note 2)	7,504,404 (Note 2)

Note 1: The method of filling in the nature of capital loan is as follows:

(1) For business trading, please fill in 1.

(2) If short-term financing is necessary, please fill in 2.

Note 2: The policy for loans to subsidiaries which ShunYun (Cayman) directly own 100% voting shares is as follows: the total amount shall not exceed 400% of the lender's net worth, and the limit for individual objects shall not exceed 400% of the lender's net worth.

Note 3: The aforementioned transactions between consolidated entities have been offset at the time of preparing consolidated financial statements.

B. Endorsement/Guarantee provided: none.

C. Marketable securities held as of September (excluding investment in subsidiaries, associates and joint ventures):

Holding company	Types and names of marketable securities	Relations with securities issuers	Account subjects	Closing period: Number of share	Closing period: Book value	Closing period: Shareholding ratio	Closing period: Fair value	Remarks
ShunSin (Samoa)	Stocks: Dyna Image Corp	—	Financial assets measured at fair value through profit or loss-non-current	270,000	-	5.56%	-	
ShunSin (Zhongshan)	Stocks: Lansus Technologies Corporation Limited	—	〃	3,044,625	170,432	0.76%	170,432	

D. Accumulative purchase or sale of the same securities amounted to NT$300 million or more than 20% of the paid-in capital:

Company purchasing and selling securities	Types and names of marketable securities	Account subjects	Object	Relation	Opening period: Number of share	Opening period: Amount	Buy into: Number of share	Buy into: Amount	Sell out: Number of share	Sell out: Amount	Sell out: Book cost (Note 1)	Sell out: Gain (Loss) on disposal (Note 2)	Closing period: Number of share	Closing period: Amount
ShunSin (Hong Kong)	SFA (Suzhou)	Investments accounted for using equity method	(Note 1)	None	-	-	(Note 2)	579,222	-	-	-	-	(Note 2)	699,796 (Note 3)

Note 1: Former shareholder were SFA SEMICON CO., LTD. and CHUN CAN CAPITAL GROUP.

Note 2: SFA (Suzhou) does not issue shares due to it is limited corporation thus it has no shares.

Note 3: Profit or loss using equity method and exchange differences on translation of foreign financial statements are included.

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E. The amount for acquiring real estate is $300 million or more than 20% of the paid-in capital: none.

F. The amount for disposing of real estate amounted to $300 million or more than 20% of the paid-in capital: none.

G. The amount of goods purchased and sold reaches $100 million or more than 20% of the paid-in capital with the related parties:

Companies purchasing and selling goods	Counter party	relation	Transaction situation				Reason of trading terms differs from normal transaction		Notes receivable (payable), accounts receivable (payable)		Remarks
			Purchase/ (sale)	Amount	Ratio of total purchase (sales)	Credit period	Unit price	Credit period	Balance	Ratio to total notes receivable, accounts receivable (payable)	
ShunSin (Zhongshan)	The Company	Parent company	Sale	(426,186)	(37.40)%	4 months	－		334,488	68.49%	Note 2
ShunYun (Ha Noi)	ShunYun (Cayman)	Affiliate	Sale	(609,092)	(99.85)%	4 months			237,130	99.58%	Note 2
ShunSin (Bac Giang)	ShunYun (Ha Noi)	Affiliate	Sale	(684,445)	(100.00)%	4 months			195,593	100.00%	Note 2
The Company	ShunSin (Zhongshan)	Parent company	Purchase	426,186	53.20%	4 months			(334,488)	(88.39)%	Note 2
ShunYun (Cayman)	ShunYun (Ha Noi)	Affiliate	Purchase	609,092	17.50%	4 months			(237,130)	(33.57)%	Note 2
ShunYun (Ha Noi)	ShunSin (Bac Giang)	Affiliate	Purchase	684,445	43.06%	4 months			(195,593)	(98.66)%	Note 2

Note 1: The price is calculated at the agreed price.

Note 2: The above transactions with the consolidated entities have been written off at the time of preparing the consolidated financial statements.

H. Receivables of related parties amounted to $100 million or more than 20% of the capital receivable:

Companies that account for receivables	Companies that account for receivables	Relation	Related parties of receivables Balance of amounts	Turnover rate %	Overdue receivables of Related parties		Related parties of receivables Amount recovered after the period (Note 2)	setting aside for allowance for bad debt
					Amount	Treatment		
ShunSin (Zhongshan)	The Company	Parent and subsidiary company	Accounts receivable (Note 1): 334,488	2.09	-		183,928	-
ShunYun (Ha Noi)	ShunYun (Cayman)	Affiliate	Accounts receivable (Note 1): 237,130	5.14	-		-	-
ShunSin (Bac Giang)	ShunYun (Ha Noi)	Affiliate	Accounts receivable (Note 1): 195,593	6.76	-		-	-
ShunSin (Zhongshan)	The Company	Parent and subsidiary company	Other receivable (Note 1): 2,043,718	-	-		1,942	-
ShunSin (Zhongshan)	ShunSin (Vietnam)	Affiliate	Other receivable (Note 1): 111,758	-	-		-	-
ShunYun (Zhongshan)	ShunYun (Cayman)	Affiliate	Other receivable (Note 1): 358,564	-	-		-	-
ShunYun (Ha Noi)	ShunYun (Cayman)	Affiliate	Other receivable (Note 1):	-	-		-	-

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The Company	ShunSin (Vietnam)	Parent and subsidiary company	181,587 Other receivable (Note 1):	-	-		-	-
ShunSin (Bac Giang)	ShunSin (Vietnam)	Affiliate	130,548 Other receivable (Note 1): 170,015	-	-		-	-

Note 1: The aforementioned transactions between consolidated entities have been written off in the preparation of consolidated financial statements.

Note 2: As of November 1, 2024.

I. Engaging in derivatives trading: none.

J. Business relations and important transactions between parent and subsidiary companies:

No. (Note 1)	Trader's name	Business trading objects	Relation between trader (Note 2)	Transaction situation			
				Subject	Amount	Transaction conditions	Ratio to consolidated total operating income or total assets (Note 3)
0	The Company	ShunSin (Zhongshan)	1	Purchases	426,186	The price is based on the price agreed by both	12.20
0	〃	〃	1	Accounts payable	334,488	Within 4 months	2.09
0	〃	〃	1	Other payables	2,043,718	Pay/receive on behalf, no general customers for comparison	12.78
1	ShunYun (Cayman)	ShunYun (Zhongshan)	3	Other payables	358,564	Pay/receive on behalf, no general customers for comparison	2.24
1	ShunYun (Cayman)	ShunYun (Ha Noi)	3	Purchases	609,092	The price is based on the price agreed by both	17.43
1	〃	〃	3	Accounts payable	237,130	Within 4 months	1.48
1	〃	〃	3	Other payables	181,587	Pay/receive on behalf, no general customers for comparison	1.14
2	ShunSin (Vietnam)	The Company	2	Other payables	130,548	Pay/receive on behalf, no general customers for comparison	0.82
2	〃	ShunSin (Zhongshan)	3	Other payables	111,758	Pay/receive on behalf, no general customers for comparison	0.70
2	〃	ShunSin (Bac Giang)	3	Other payables	170,015	Pay/receive on behalf, no general customers for comparison	1.06
3	ShunYun (Ha Noi)	ShunYun (Cayman)	3	Contract assets	128,084	Recognition by completion ratio	0.80
3	ShunYun (Ha Noi)	ShunSin (Bac Giang)	3	Purchases	684,445	The price is based on the price agreed by both	19.59
3	〃	〃	3	Accounts payable	195,593	Within 4 months	1.22

Note 1: The information of business transactions between the parent company and the subsidiary company shall be indicated in the No. column respectively. The No. shall be entered as follows:

1. Fill in 0 for parent company.
2. Subsidiaries are numbered in sequence starting with 1.

Note 2: There are three types of relationships with a trader, which can be labeled as follows:

1. Parent company to subsidiary company.

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2. Subsidiary company to parent company.

3. Subsidiary company to subsidiary company.

Note 3: The calculation of the transaction amount to the consolidated total revenue or the ratio of total assets shall be carried out in the form of the closing balance to the consolidated total assets if it belongs to the subject of assets and liabilities. In the case of subject of profit and loss, the cumulative amount at closing period shall be calculated on the basis of the consolidated total revenue.

Note 4: It is hereby disclosed that the balance sheet accounts for more than 1% of the consolidated total assets and the subject of profit and loss accounts for more than 10% of the total revenue.

Note 5: The aforementioned transactions between consolidated entities have been written off in the preparation of consolidated financial statements.

(2) Information on investees:

The information on investees of the Group from January 1 to September 30, 2024, is as follows (investees in mainland China are excluded):

Name of investment company	Name of invested company	Location	Main business contents	Original investment amounts (Note3)		Shareholding at the closing period			Net income (losses) of investee (Note 1)	Share of profits/ losses of investee (Note 1 and 2)	Note
				September 30, 2024	December 31, 2023	Shares	Percentage of ownership	Carrying value (Note 1 and 2)			
The Company	ShunSin (Hong Kong)	Hong Kong	Holding Company	4,182,598	3,134,106	1,085,778,237	93.60%	11,521,247	26,100	23,717	subsidiary
The Company	ShunSin (Samoa)	Samoa	Overseas material and equipment procurement	472,575	472,575	15,516,327	100.00%	780,127	(5,165)	(5,165)	subsidiary
ShunSin (Samoa)	ShunSin (Hong Kong)	Hong Kong	Holding Company	287,622	287,622	74,183,976	6.40%	787,778	26,100	2,383	affiliate
ShunYun (Cayman)	ShunYun (Ha Noi)	Vietnam	Produce high speed optical transceiver	180,234	180,234	(Note 4)	100.00%	834,812	78,286	78,286	affiliate
ShunYun (Cayman)	ShunSin (Bac Giang)	Vietnam	Produce high speed optical transceiver	2,415,871 (Note 6)	2,099,906	(Note 4)	100.00%	2,343,536	2,397	2,397	affiliate
ShunYun (Zhongshan)	ShunYun (Hong Kong)	Hong Kong	Holding Company	1,206,830	1,206,830	39,000,000	100.00%	1,879,126	30,243	30,243	affiliate
ShunSin (Hong Kong)	ShunSin (Vietnam)	Vietnam	Assembly, testing and sales of high-frequency wireless communication module and various integrated circuits	466,063 (Note 5)	(Note 5)	(Note 5)	100.00%	399,546	(66,498)	(66,498)	affiliate
ShunYun (Hong Kong)	ShunYun (Cayman)	Cayman	Holding Company	1,699,090	1,699,090	58,279,660	100.00%	1,876,101	29,717	29,717	affiliate

Note 1: According to the financial statements checked by CPA of the parent company, the invested company shall be appraised and recognized at equity.

Note 2: Long-term and current investment gains and losses at the closing period have been written off in the preparation of consolidated financial statements.

Note 3: The above original investment amount is calculated at historical exchange rate.

Note 4: ShunYun (Ha Noi) and ShunSin (Bac Giang) does not issue shares due to it is limited corporation thus it has no shares.

Note 5: ShunSin (Hong Kong) set up ShunSin (Vietnam) in Bac Giang Province, Vietnam on January 18, 2024. The authorized capital is US$ 20,000 thousand. As of September 30, 2024, ShunSin (Hong Kong) has invested US$ 14,700 thousand and the shareholding ratio is 100%. ShunSin (Vietnam) does not issue shares due to it is limited corporation thus it has no shares.

Note 6: ShunYun (Cayman) has invested total US$ 10,000 thousand from January 1 to September 30, 2024.

(3) Information on investment in Mainland China:

A. Name of mainland invested company, main business contents and other related information:

Unit: NT$ 1,000

Name of investee	Main business and products	Paid-in- capital	Method of investment (Note1)	Accumulated outflow of investment from Taiwan as of January 1, 2024	Investment flows		Accumulated outflow of investment from Taiwan as of September 30, 2024	Net income (losses) of investee	Percentage of ownership	Share of profits/ losses of investee (Note 2 and 3)	Carrying value as of September 30, 2024 (Note 2 and 3)	Accumulated inward remittance of earnings as of September 30, 2024
					Outflow	Inflow						
ShunSin (Zhongshan)	Assembly, testing and sales of high-frequency wireless communication module and various integrated circuits	3,030,692 (RMB 722,637)	(2)	Note 4	Note 4	Note 4	Note 4	76,962 (RMB 17,323)	100.00%	76,962 (RMB 17,323) (Note 5)	9,516,781 (RMB 2,111,019) (Note 5)	Note 4
Talentek (Hefei)	Design, R&D, testing and	226,304	(3)	Note 4	Note 4	Note 4	Note 4	11,715	34.49%	4,143	213,560	Note 4

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	sales of electrical equipment, communication equipment and automation equipment	(RMB 51,226)						(RMB 2,637)		(RMB 932)	(RMB 47,282)	
Talentek (Zhongshan)	Design, R&D, testing and sales of electrical equipment, communication equipment and automation equipment	22,222 (RMB 5,000)	(3)	Note 4	Note 4	Note 4	Note 4	10,353 (RMB 2,330)	34.49%	3,546 (RMB 798)	11,419 (RMB 2,528)	Note 4
ShunYun (Zhongshan)	Produce high speed optical transceiver	1,645,231 (RMB 373,496)	(2)	Note 4	Note 4	Note 4	Note 4	(110,334) (RMB (24,834))	78.05%	(86,116) (RMB (19,383))	1,805,764 (RMB 399,797)	Note 4
SFA (SUZHOU)	Complete packaging and testing OEM services based on lead frame	2,253,126 (RMB 506,093)	(2)	Note 4	Note 4	Note 4	Note 4	(8,767) (RMB (1,973))	100.00%	(8,767) (RMB (1,973))	699,796 (RMB 154,935)	Note 4

Note 1: The investment modes can be divided into the following three categories, which can be labeled as categories.

(1) Direct investment in mainland China.

(2) Indirect investment in mainland China through investment in ShunSin (Hong Kong).

(3) Indirect investment in mainland China through investment in ShunSin (Zhongshan).

Note 2: According to the financial statements checked by CPA of the parent company, the invested company is evaluated and listed at equity.

Note 3: Long-term and current investment gains and losses at closing period have been written off at the time of compiling the consolidated financial statements.

Note 4: The Company is not a Taiwan company, so there is no such amount.

Note 5: The book value of the investment at the end of the period of 9,516,781 thousand has deducted the unrealized benefits of the fixed assets sold to affiliated companies which amounting to 18,057 thousand. This unrealized benefit has been recognized in the book value of the investment at the end of the period and the investment profit or loss recognized in the current period.

Note 6: The above paid-in capital is calculated at historical exchange rate, the book value held at the closing period is calculated at the exchange rate of September 30, 2024 (exchange rate at closing period RMB: NTD = 1: 4.5167), and the remainder is calculated at the average exchange rate (RMB: NTD = 1: 4.4428).

B. Investment limits in mainland China: Not applicable.

C. Major transactions with mainland invested companies:

For the major direct or indirect transactions between the Group and the mainland invested company from January 1 to September 30, 2024 (which were written off at the time of compiling the consolidated financial report), please refer to “Information on Major Transactions”.

(4) Information of major shareholders:

Unit: Share

Shares Name of major shareholder	Number of shares held	Shareholding ratio
Foxconn (Far East) Limited	63,964,800	59.52%

(a) The main shareholder information in this table is calculated by Taiwan Depository and Clearing Company on the last business day at the end of each quarter. The total number of ordinary shares and special shares held by the shareholders who have completed the delivery of the company without physical registration (including treasury shares) is more than 5%.

(b) The information aforementioned if shareholders deliver their shares to the trust was disclosed by the individual trustee who opened the trust account. As for shareholders who handle the declaration of insider shareholdings that hold more than 10% of their shares in accordance with the Securities Exchange Act, their shareholdings include their shareholdings plus their delivery to the trust and the use of decision making shares in the trust property, please refer to the Market Observation Post System for information on insider equity declaration.

14. Information on Departments

There is only one reporting department in the Group, so please refer to the consolidated balance sheet and consolidated income statement for the information on operating department.