Stock Code:4915

PRIMAX ELECTRONICS LTD.
AND SUBSIDIARIES

CONSOLIDATED FINANCIAL STATEMENTS

With Independent Auditors' Report
for the Years Ended
December 31, 2024 and 2023

Address: No. 669, Ruey Kuang Road, Neihu, Taipei
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The independent auditors' report and the accompanying consolidated financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language independent auditors' report and consolidated financial statements, the Chinese version shall prevail.

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Representation Letter

The entities that are required to be included in the combined financial statements of PRIMAX ELECTRONICS LTD. as of and for the year ended December 31, 2024 under the Criteria Governing the Preparation of Affiliation Reports, Consolidated Business Reports, and Consolidated Financial Statements of Affiliated Enterprises are the same as those included in the consolidated financial statements prepared in conformity with International Financial Reporting Standards No. 10 endorsed by the Financial Supervisory Commission, "Consolidated Financial Statements." In addition, the information required to be disclosed in the combined financial statements is included in the consolidated financial statements. Consequently, PRIMAX ELECTRONICS LTD. and Subsidiaries do not prepare a separate set of combined financial statements.

Company name: PRIMAX ELECTRONICS LTD.
Chairman: Pan, Yung-Chung
Date: February 26, 2025

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Independent Auditors' Report

To the Board of Directors of PRIMAX ELECTRONICS LTD.:

Opinion

We have audited the consolidated financial statements of PRIMAX ELECTRONICS LTD. and its subsidiaries, which comprise the consolidated balance sheet as of December 31, 2024 and 2023, and the consolidated statement of comprehensive income, changes in equity and cash flows for the years then ended, and notes to the consolidated financial statements, including a summary of material accounting policies.

In our opinion, based on our audits and the report of other auditors (please refer to Other Matter paragraph), the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of PRIMAX ELECTRONICS LTD. and its subsidiaries as of December 31, 2024 and 2023, and its consolidated financial performance and its consolidated cash flows for the years then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and with the International Financial Reporting Standards ("IFRSs"), International Accounting Standards ("IASs"), interpretation as well as related guidance endorsed by the Financial Supervisory Commission of the Republic of China.

Basis for Opinion

We conducted our audits in accordance with the Regulations Governing Financial Statement Audit and Attestation Engagements of Certified Public Accountants and Standards on Auditing of the Republic of China. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of PRIMAX ELECTRONICS LTD. and its subsidiaries in accordance with the Norm of Professional Ethics for Certified Public Accountant of the Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirement. Based on our audits and the report of another auditor, we believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis of our opinion.

Other Matter

We did not audit the financial statements of certain subsidiaries. Those financial statements were audited by another auditor. Therefore, our opinion, insofar as it relates to those subsidiaries, is based solely on the report of another auditor. As of December 31, 2024 and 2023, the assets of these subsidiaries constitute 32% and 31% of the consolidated total assets, respectively. For the years ended December 31, 2024 and 2023, the operating revenue of these subsidiaries constitute 34% and 37%, respectively, of the consolidated operating revenue.

The Company has prepared its parent company only financial statements as of and for the years ended December 31, 2024 and 2023, on which we have issued an unmodified opinion with other matter paragraph.

Key Audit Matters

Key audit matters are those matters that, in our professional judgments, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. In our professional judgments, key audit matters to be communicated in the independent auditors' report are listed below:

1. Evaluation of inventories

   Please refer to note 4(h) "Inventories", note 5 "Significant accounting assumptions and judgments, and major sources of estimation uncertainty", and note 6(g) "Inventories" of the consolidated financial statements.

   Description of key audit matter:

   Inventories of PRIMAX ELECTRONICS LTD. and its subsidiaries are measured at the lower of cost and net realizable value. Due to the fast high-tech revolution, as well as the advancement of production technologies that may lead dramatic change in customers' demand, the net realizable value of inventories requires subjective judgments of the management, which is the major source of estimation uncertainty. Therefore, evaluation of inventories is one of the key audit matters for our audit.

   How the matter was addressed in our audit:

   Our principal audit procedures included: understanding the policies of evaluating the inventories of PRIMAX ELECTRONICS LTD. and its subsidiaries; inspecting whether existing inventory policies are applied; examining the accuracy of the aging of inventories by sampling and analyzing the changes of the aging of inventories; inspecting the reasonableness of the allowance provided for inventory valuation in the past and comparing it to the current year to ensure that the measurements and assumptions are appropriate.

   In addition, the consolidated financial statements of certain subsidiaries were audited by other auditor, therefore, we have issued audit instruction to their auditors as guidelines to communicate the above key audit matters with them and reviewed other auditor's working papers, as well as obtained the feedbacks required in the audit instruction.

2. Impairment assessment of intangible assets

   Please refer to note 4(n) "Impairment of non-financial assets", note 5 "Significant accounting assumptions and judgments, and major sources of estimation uncertainty", and note 6(m) "Intangible assets" of the consolidated financial statements.

   Description of key audit matter:

   In 2014, PRIMAX ELECTRONICS LTD. acquired Tymphany Worldwide Enterprises Ltd. through its subsidiary, Diamond (Cayman) Holdings Ltd. The transaction metioned above resulted in PRIMAX ELECTRONICS LTD. and its subsidiaries to recognize its goodwill, technologies, and customer relations, as intangible assets. The rapid industrial transformation and the assessment of impairment contained estimation uncertainty. Therefore, the assessment of impairment of intangible assets is one of the key audit matters for our audit.

How the matter was addressed in our audit:

The principal audit procedures on the assessment of impairment of intangible assets included: evaluating the identification of cash generating units and any indication of impairment relating to intangible assets made by the management; acquiring impairment assessment report from external expert engaged by the Group; reviewing the impairment assessment report and assessing the reasonability of measurements, parameters, and assumptions; evaluating the operation outcomes and comparing them to the past forecasts; making sensitivity analysis for evaluation of impairment losses and evaluating the completeness of disclosure in the consolidated financial statements.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with Regulations Governing the Preparation of Financial Reports by Securities Issuers and IFRSs, IASs, interpretations as well as related guidance endorsed by the Financial Supervisory Commission of the Republic of China, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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

Those charged with governance (including the Audit Committee) are responsible for overseeing PRIMAX ELECTRONICS LTD. and its subsidiaries's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

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

As part of an audit in accordance with the Standards on Auditing of the Republic of China, we exercise professional judgment and professional skepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of PRIMAX ELECTRONICS LTD. and its subsidiaries' internal control.

3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on PRIMAX ELECTRONICS LTD. and its subsidiaries' ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause PRIMAX ELECTRONICS LTD. and its subsidiaries to cease to continue as a going concern.

5. Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

6. Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within PRIMAX ELECTRONICS LTD. and its subsidiaries to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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

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

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

The engagement partners on the audit resulting in this independent auditors' report are Horng, Shyh-Gang and Fu, Hung-Wen.

KPMG

Taipei, Taiwan (Republic of China)
February 26, 2025

Notes to Readers

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

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

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

PRIMAX ELECTRONICS LTD. AND SUBSIDIARIES

Consolidated Balance Sheets

December 31, 2024 and 2023

(Expressed in Thousands of New Taiwan Dollars)

		December 31, 2024		December 31, 2023	
	Assets	**Amount**	**%**	**Amount**	**%**
	Current assets:				
1100	Cash and cash equivalents (note 6(a))	$ 13,885,985	28	10,904,683	24
1110	Current financial assets at fair value through profit or loss (note 6(b))	293,655	1	379,608	1
1137	Current financial assets at amortized cost (note 6(d))	25,649	-	30,234	-
1170	Accounts receivable, net (notes 6(e) and (w))	10,742,552	21	11,481,787	25
1180	Accounts receivable from related parties, net (notes 6(e), (w) and 7)	109,306	-	70,606	-
1200	Other receivables (notes 6(e) and (f))	980,026	2	1,556,671	3
1310	Inventories (note 6(g))	9,603,682	19	7,996,397	17
1470	Other current assets	604,963	1	516,388	1
		36,245,818	72	32,936,374	71
	Non-current assets:				
1511	Non-current financial assets at fair value through profit or loss, designated as upon initial recognition (note 6(b))	23,373	-	12,048	-
1517	Non-current financial assets at fair value through other comprehensive income (note 6(c))	322,196	1	290,285	1
1550	Investments accounted for using equity method (note 6(h))	31,900	-	-	-
1600	Property, plant and equipment (notes 6(j) and 8)	8,086,736	16	7,740,909	17
1755	Right-of-use assets (note 6(k))	1,785,510	4	1,891,531	4
1760	Investment property (notes 6(l) and 8)	645,231	1	649,515	1
1780	Intangible assets (note 6(m))	2,020,234	4	2,013,589	4
1840	Deferred tax assets (note 6(s))	662,009	1	699,981	1
1990	Other non-current assets (note 8)	305,410	1	318,888	1
		13,882,599	28	13,616,746	29
	Total assets	$ 50,128,417	100	46,553,120	100

		December 31, 2024		December 31, 2023	
	Liabilities and Equity	**Amount**	**%**	**Amount**	**%**
	Current liabilities:				
2100	Short-term borrowings (notes 6(n) and 8)	$ 1,441,489	3	756,252	2
2120	Current financial liabilities at fair value through profit or loss (note 6(b))	467,904	1	992,339	2
2170	Notes and accounts payable	13,347,474	27	12,135,123	26
2201	Salaries payable	1,857,174	4	1,310,137	3
2219	Other payables (note 6(i))	3,676,998	7	3,976,418	9
2220	Other payables to related parties (notes 6(i) and 7)	255,088	-	-	-
2280	Current lease liabilities (note 6(p))	232,639	-	225,189	-
2320	Long-term borrowings, current portion (notes 6(o) and 8)	258,430	1	16,667	-
2365	Current refund liabilities	2,492,671	5	2,239,016	5
2399	Other current liabilities (note 6(w))	2,050,400	4	1,985,860	4
		26,080,267	52	23,637,001	51
	Non-Current liabilities:				
2540	Long-term borrowings (notes 6(o) and 8)	932,378	2	691,312	2
2580	Non-current lease liabilities (note 6(p))	1,457,202	3	1,559,401	3
2630	Long-term deferred revenue (note 6(j))	606,502	1	606,265	1
2670	Other non-current liabilities (notes 6(r) and (s))	1,217,092	2	962,565	2
		4,213,174	8	3,819,543	8
	Total liabilities	30,293,441	60	27,456,544	59
	Equity attributable to owners of parent:				
3110	Ordinary shares (note 6(t))	4,657,448	10	4,629,738	10
3200	Capital surplus (notes 6(i) and (t))	3,512,958	7	2,359,753	5
3310	Legal reserve (note 6(t))	2,522,701	5	2,274,414	5
3320	Special reserve (note 6(t))	1,016,955	2	754,918	2
3350	Unappropriated retained earnings (note 6(t))	8,510,638	17	8,311,190	18
3400	Other equity interest	(385,724)	(1)	(1,316,504)	(3)
		19,834,976	40	17,013,509	37
36XX	**Non-controlling interests** (notes 6(i) and 7)	-	-	2,083,067	4
	Total equity	19,834,976	40	19,096,576	41
	Total liabilities and equity	$ 50,128,417	100	46,553,120	100

See accompanying notes to consolidated financial statements.

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

PRIMAX ELECTRONICS LTD. AND SUBSIDIARIES

Consolidated Statement of Comprehensive Income

For the years ended December 31, 2024 and 2023

(Expressed in Thousands of New Taiwan Dollars, Except for Earnings Per Share)

		2024		2023	
		Amount	%	Amount	%
4000	**Operating revenue (notes 6(w) and 7)**	$ 58,243,661	100	60,488,402	100
5000	**Operating costs (notes 6(g), (p), (r), (x) and 12)**	48,362,968	83	50,907,102	84
	Gross profit from operation	9,880,693	17	9,581,300	16
	Operating expenses (notes 6(e), (p), (r), (u), (x) and 12):				
6100	Selling expenses	1,721,686	3	1,710,326	3
6200	Administrative expenses	2,120,793	3	2,074,862	3
6300	Research and development expenses	3,327,670	6	3,089,186	5
6450	Expected credit loss (gain on reversal)	(20,548)	-	(36,057)	-
	Total operating expenses	7,149,601	12	6,838,317	11
	Net operating income	2,731,092	5	2,742,983	5
	Non-operating income and expenses:				
7100	Interest income	593,293	1	361,013	-
7010	Other income (notes 6(c), (q) and (y))	114,823	-	40,491	-
7020	Other gains and losses (notes 6(j), (z) and 12)	116,593	-	269,338	-
7050	Finance costs (note 6(p))	(148,854)	-	(147,453)	-
	Total non-operating income and expenses	675,855	1	523,389	-
	Profit before tax	3,406,947	6	3,266,372	5
7950	**Less: Income tax expenses (note 6(s))**	679,823	1	632,883	1
	Profit	2,727,124	5	2,633,489	4
8300	**Other comprehensive income (loss):**				
8310	**Items that may not be reclassified subsequently to profit or loss:**				
8311	Gains (losses) on remeasurements of defined benefit plans (note 6(r))	4,649	-	(2,428)	-
8316	Unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	5,968	-	(87,755)	-
8349	Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	-	-	-	-
	Components of other comprehensive income that will not be reclassified to profit or loss	10,617	-	(90,183)	-
8360	**Items that may be reclassified subsequently to profit or loss:**				
8361	Exchange differences on translation of foreign operation's financial statements	964,549	1	(198,741)	-
8399	Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-	-	-	-
	Components of other comprehensive income that will be reclassified to profit or loss	964,549	1	(198,741)	-
8300	**Other comprehensive income after tax**	975,166	1	(288,924)	-
	Comprehensive income	**$ 3,702,290**	**6**	**2,344,565**	**4**
	Profit attributable to:				
8610	Owners of parent	$ 2,556,850	5	2,485,289	4
8620	Non-controlling interests (note 6(i))	170,274	-	148,200	-
		$ 2,727,124	**5**	**2,633,489**	**4**
	Comprehensive income attributable to:				
8710	Owners of parent	$ 3,483,087	6	2,220,824	4
8720	Non-controlling interests (note 6(i))	219,203	-	123,741	-
		$ 3,702,290	**6**	**2,344,565**	**4**
	Earnings per share (note 6(v))				
9710	**Basic earnings per share (NT dollars)**	**$**	**5.61**		**5.50**
9810	**Diluted earnings per share (NT dollars)**	**$**	**5.52**		**5.42**

See accompanying notes to consolidated financial statements.

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

PRIMAX ELECTRONICS LTD. AND SUBSIDIARIES

Consolidated Statement of Changes in Equity

For the years ended December 31, 2024 and 2023

(Expressed in Thousands of New Taiwan Dollars)

	Equity attributable to owners of parent										
			Retained earnings			Other equity interest					
	Ordinary shares	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Exchange differences on translation of financial statements	Unrealized gains (losses) from financial assets at fair value through other comprehensive income	Unearned employee compensation	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Balance at January 1, 2023	$ 4,582,893	2,129,908	1,999,217	1,217,130	7,433,108	(812,523)	57,605	(260,244)	16,347,094	1,946,491	18,293,585
Profit	-	-	-	-	2,485,289	-	-	-	2,485,289	148,200	2,633,489
Other comprehensive income	-	-	-	-	(2,428)	(188,627)	(73,410)	-	(264,465)	(24,459)	(288,924)
Comprehensive income	-	-	-	-	2,482,861	(188,627)	(73,410)	-	2,220,824	123,741	2,344,565
Appropriation and distribution of retained earnings:											
Legal reserve	-	-	275,197	-	(275,197)	-	-	-	-	-	-
Special reserve	-	-	-	(462,212)	462,212	-	-	-	-	-	-
Cash dividends of ordinary share	-	-	-	-	(1,791,794)	-	-	-	(1,791,794)	-	(1,791,794)
Changes in shares of investment accounted for using equity method	-	(12,835)	-	-	-	-	-	-	(12,835)	12,835	-
Amortization expense of restricted employee stock	-	-	-	-	-	-	-	250,220	250,220	-	250,220
Cancellation of restricted stock	(2,005)	(12,194)	-	-	-	-	-	14,199	-	-	-
Issuance of restricted stock	48,850	254,874	-	-	-	-	-	(303,724)	-	-	-
Balance at December 31, 2023	4,629,738	2,359,753	2,274,414	754,918	8,311,190	(1,001,150)	(15,805)	(299,549)	17,013,509	2,083,067	19,096,576
Profit	-	-	-	-	2,556,850	-	-	-	2,556,850	170,274	2,727,124
Other comprehensive income	-	-	-	-	4,649	915,620	5,968	-	926,237	48,929	975,166
Comprehensive income	-	-	-	-	2,561,499	915,620	5,968	-	3,483,087	219,203	3,702,290
Appropriation and distribution of retained earnings:											
Legal reserve	-	-	248,287	-	(248,287)	-	-	-	-	-	-
Special reserve	-	-	-	262,037	(262,037)	-	-	-	-	-	-
Cash dividends of ordinary share	-	-	-	-	(1,851,727)	-	-	-	(1,851,727)	-	(1,851,727)
Changes in shares of investment accounted for using equity method	-	937,532	-	-	-	-	-	-	937,532	(2,302,270)	(1,364,738)
Amortization expense of restricted employee stock	-	-	-	-	-	-	-	252,575	252,575	-	252,575
Cancellation of restricted stock	(3,300)	(16,281)	-	-	-	-	-	19,581	-	-	-
Issuance of restricted stock	31,010	231,954	-	-	-	-	-	(262,964)	-	-	-
Balance at December 31, 2024	**$ 4,657,448**	**3,512,958**	**2,522,701**	**1,016,955**	**8,510,638**	**(85,530)**	**(9,837)**	**(290,357)**	**19,834,976**	**-**	**19,834,976**

See accompanying notes to consolidated financial statements.

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

PRIMAX ELECTRONICS LTD. AND SUBSIDIARIES

Consolidated Statement of Cash Flows

For the years ended December 31, 2024 and 2023

(Expressed in Thousands of New Taiwan Dollars)

	2024	2023
Cash flows from (used in) operating activities:		
Profit before tax	$ 3,406,947	3,266,372
Adjustments:		
Adjustments to reconcile profit (loss):		
Depreciation expense	1,556,973	1,709,347
Amortization expense	65,963	204,035
Gain on reversal of expected credit loss	(20,548)	(36,057)
Interest expense	148,777	147,453
Net losses on financial assets and liabilities at fair value through profit or loss	173,186	613,592
Interest income	(593,293)	(361,013)
Compensation cost of share-based payment	252,575	250,220
Dividend income	(639)	(690)
Loss (gain) on disposal of property, plant and equipment	12,914	(42,630)
Impairment loss of property, plant and equipment	30,244	-
Gain on disposal of right-of-use assets	(2,497)	(21,491)
Loss on disposal of unamortized expense	460	3,832
Total adjustments to reconcile profit	1,624,115	2,466,598
Changes in operating assets and liabilities:		
Financial assets at fair value through profit or loss	380,183	397,484
Accounts receivable	1,261,725	3,449,280
Accounts receivable from related parties	(38,700)	(16,019)
Other receivables	61,708	(71,760)
Inventories	(1,607,285)	1,357,107
Other current assets	(87,380)	241,569
Other operating assets	(11,388)	21,913
Changes in operating assets	(41,137)	5,379,574
Financial liabilities at fair value through profit or loss	(992,340)	(1,016,661)
Notes and accounts payable	1,212,351	(1,903,404)
Salaries payable	547,037	(368,520)
Other payables	(524,067)	(556,765)
Other payable to related parties	255,088	-
Refund liabilities	253,655	326,657
Other current liabilities	79,524	421,988
Other operating liabilities	122,662	(35,932)
Changes in operating liabilities	953,910	(3,132,637)
Total changes in operating assets and liabilities	912,773	2,246,937
Total adjustments	2,536,888	4,713,535
Cash inflow generated from operations	5,943,835	7,979,907
Interest received	593,293	361,013
Interest paid	(148,777)	(147,374)
Income taxes paid	(766,823)	(466,033)
Net cash flows from operating activities	5,621,528	7,727,513
Cash flows from (used in) investing activities:		
Acquisition of financial assets at fair value through other comprehensive income	(25,943)	(27,419)
Decrease in financial assets measured at amortized cost	4,585	99,789
Acquisition of financial assets designated at fair value through profit or loss	(10,836)	(10,747)
Acquisition of investments accounted for using equity method	(31,900)	-
Acquisition of property, plant and equipment	(1,373,222)	(1,571,521)
Proceeds from disposal of property, plant and equipment	180,031	84,657
Decrease (Increase) in refundable deposits	(5,996)	8,069
Acquisition of intangible assets	(14)	-
Proceeds from disposal of intangible assets	21	-
Acquisition of investment properties	(57)	-
Acquisition of unamortized expense	(9,050)	(19,279)
Proceeds from disposal of unamortized expense	2,124	311
Dividends received	639	690
Net cash flows used in investing activities	(1,269,618)	(1,435,450)
Cash flows from (used in) financing activities:		
Increase in short-term borrowings	629,645	266,882
Increase in long-term borrowings	493,281	243,979
Repayments of long-term borrowings	(16,667)	-
Increase in guarantee deposits received	5,100	21,379
Payment of lease liabilities	(247,739)	(236,951)
Cash dividends	(1,851,727)	(1,791,794)
Change in non-controlling interests	(1,091,790)	-
Net cash flows used in financing activities	(2,079,897)	(1,496,505)
Effect of exchange rate changes on cash and cash equivalents	709,289	(175,762)
Net increase in cash and cash equivalents	2,981,302	4,619,796
Cash and cash equivalents at beginning of period	10,904,683	6,284,887
Cash and cash equivalents at end of period	$ 13,885,985	10,904,683

See accompanying notes to consolidated financial statements.

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

PRIMAX ELECTRONICS LTD. AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

For the years ended December 31, 2024 and 2023

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

(1) Company history

PRIMAX ELECTRONICS LTD. (the "Company"), formerly known as Hong Chuan Investments Ltd., was incorporated on March 20, 2006, and registered under the Ministry of Economic Affairs, ROC. The Company changed its name to Hong Chuan Electronics Ltd. and Primax Electronics Ltd. in October 2007 and February 2008, respectively. The address of the Company's registered office is No. 669, Ruey Kuang Road, Neihu, Taipei.

The consolidated financial statements of the Company as of and for the years ended December 31, 2024, comprised the Company and subsidiaries (together referred to as "the Group"). The major business activities of the Group were the manufacture and sale of multi-function printers, scanners, digital camera modules, computer mice, keyboards, track pads, mobile phone accessories, consumer electronics products, shredders, amplifiers, speakers, audio systems and related parts, as well as other electronic components. Please refer to note 14 for further information.

The Company's common shares were registered with the Financial Supervisory Commission, ROC ("FSC") on June 22, 2012, and listed on the Taiwan Stock Exchange ("TWSE") on October 5, 2012.

(2) Approval date and procedures of the consolidated financial statements:

Those consolidated financial statements were authorized for issuance by the board of directors on February 26, 2025.

(3) New standards, amendments and interpretations adopted:

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

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

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

(b) The impact of IFRS 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"

(Continued)

PRIMAX ELECTRONICS LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

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

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

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

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

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

- Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets Between an Investor and Its Associate or Joint Venture"
- IFRS 17 " Insurance Contracts" and amendments to IFRS 17 " Insurance Contracts"
- 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
- Amendments to IFRS 9 and IFRS 7 "Contracts Referencing Nature-dependent Electricity"

(4) Summary of material accounting policies:

The significant accounting policies presented in the consolidated financial statements are summarized below. Except for those specifically indicated, the following accounting policies were applied consistently throughout the periods presented in the consolidated financial statements.

(a) Statement of compliance

These consolidated annual financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers (hereinafter referred to as "the Regulations") and the International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations and SIC Interpretations endorsed and issued into effort by the FSC (altogether referred to "IFRS Accounting Standards" endorsed by the "FSC").

(b) Basis of preparation

(i) Basis of measurement

Except for the following significant accounts, the consolidated financial statements have been prepared on a historical cost basis:

1) Financial instruments at fair value through profit or loss are measured at fair value;

2) Financial assets at fair value through other comprehensive income are measured at fair value; and

3) The defined benefit liabilities are measured at fair value of plan assets, less the present value of the defined benefit obligation.

(ii) Functional and presentation currency

The functional currency of each Group entity is determined based on the primary economic environment in which the entity operates. The consolidated financial statements are presented in New Taiwan dollars, which is the Company's functional currency. All financial information presented in New Taiwan dollars has been rounded to the nearest thousand.

(c) Basis of consolidation

(i) Principles of preparation of the consolidated financial statements

The consolidated financial statements comprise the Company and subsidiaries. The Group controls an entity when it is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect those returns through its control over the entity.

The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases. Intra-group balances and transactions, and any unrealized income and expenses arising from intra-group transactions are eliminated in preparing the consolidated financial statements. Losses applicable to the non-controlling interests in a subsidiary are allocated to the non-controlling interests even if doing so causes the non-controlling interests to have a deficit balance.

Accounting policies of subsidiaries have been adjusted to ensure consistency with the policies adopted by the Group.

Changes in the Group's ownership interest in a subsidiary that do not result in a loss of control are accounted for as equity transactions. Any differences between the Group's share of net assets before and after the change and any consideration received or paid are adjusted to equity attributable to stockholders of the Company.

When the Group loses control over a subsidiary, it derecognizes the assets (including any goodwill) and liabilities of the subsidiary, and any related non-controlling interests at their carring amounts at the date when control is lost. Any interest retained in the former subsidiary is measured at fair value when control is lost, with the resulting gain or loss being recognized in profit or loss. The Group recognizes as gain or loss in profit or loss the difference between (i) the fair value of the consideration received as well as any investment retained in the former subsidiary at its fair value at the date when control is lost ;and (ii) the assets (including any goodwill), liabilities of the subsidiary as well as any related non-controlling interests at their carrying amounts at the date when control is lost. When the Group loses control of its subsidiary, it accounts for all amounts previously recognized in other comprehensive income in relation to that subsidiary on the same basis as would be required if it had directly disposed of the related assets or liabilities.

(Continued)

PRIMAX ELECTRONICS LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(ii) List of subsidiaries in the consolidated financial statements

The details of the subsidiaries included in the consolidated financial statements are as follows:

Name of investor	Name of subsidiary	Principal activities	Percentage of shareholding December 31, 2024	Percentage of shareholding December 31, 2023	Description
The Company	Primax Industries (Cayman Holding) Ltd. (Primax Cayman)	Holding company	100.00 %	100.00 %	
The Company	Primax Technology (Cayman Holding) Ltd. (Primax Tech.)	Holding company	100.00 %	100.00 %	
The Company	Destiny Technology Holding Co., Ltd. (Destiny BVI.)	Holding company	100.00 %	100.00 %	
The Company	Primax Destiny Co., Ltd. (Destiny Japan)	Market development of and customer service for computer peripherals, mobile device components, and business devices	100.00 %	100.00 %	
The Company	Diamond (Cayman) Holdings Ltd. (Diamond)	Holding company	100.00 %	100.00 %	
The Company	Gratus Technology Corp. (Gratus Tech.)	Market development of and customer service for computer peripherals, mobile device components, and business devices	100.00 %	100.00 %	
The Company	Primax AE (Cayman) Holdings Ltd. (Primax AE)	Holding company	100.00 %	100.00 %	
The Company	Primax Electronics (Singapore) Pte. Ltd. (Primax Singapore)	Sale of computer peripherals and mobile device components	100.00 %	100.00 %	
The Company	Primax Security Technology Inc. (Primax Security)	Sale of computer peripherals and mobile device components	100.00 %	- %	(note 1)
Primax Cayman	Primax Industries (Hong Kong) Ltd. (Primax HK)	Holding company and customer service	100.00 %	100.00 %	
Primax HK and Primax Tech.	Dongguan Primax Electronic & Telecommunication Products Ltd. (PCH2)	Manufacturing and sale of computer peripherals, mobile device components, and business devices	100.00 %	100.00 %	
Primax HK	Primax Electronics (Kun Shan) Corp., Ltd. (PKS1)	Production of computer peripheral products	100.00 %	100.00 %	
Primax HK	Primax Electronics (Chongqing) Corp., Ltd. (PCQ1)	Production of computer peripheral products	100.00 %	100.00 %	
Primax Tech.	Polaris Electronics Inc. (Polaris)	Sale and purchase of computer peripherals, mobile device components, and business devices	100.00 %	100.00 %	
Destiny BVI.	Destiny Electronic Corp. (Destiny Beijing)	R&D of computer peripherals and business devices	100.00 %	100.00 %	
Primax Singapore	Primax Electronics (Thailand) Co., Ltd. (Primax Thailand)	Manufacturing and sale of computer peripherals, mobile device components, and business devices	100.00 %	100.00 %	(note 5)
Diamond	Tymphany Worldwide Enterprises Ltd. (TWEL)	Holding company	100.00 %	100.00 %	

PRIMAX ELECTRONICS LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Name of investor	Name of subsidiary	Principal activities	Percentage of shareholding December 31, 2024	Percentage of shareholding December 31, 2023	Description
TWEL	Tymphany Acoustic Technology (Huizhou) Co., Ltd (Tymphany Huizhou)	Manufacturing, R&D, design, and sales of various speaker accessories, speakers, and their components	100.00 %	77.01 %	(note 2) (note 5)
TWEL	Tymphany Acoustic Technology (Singapore) Pte. Ltd. (TYM Singapore)	R&D, design, and sale of various speaker accessories, speakers, and their components, as well as holding business	100.00 %	100.00 %	(note 3)
Tymphany Huizhou	Tymphany Acoustic Technology HK Ltd. (TYM Acoustic HK)	R&D, design, and sale of various speaker accessories, speakers, and their components, as well as holding business	100.00 %	100.00 %	
Tymphany Huizhou	Dongguan Tymphany Acoustic Technology Co., Ltd. (Tymphany Dongguan)	Manufacturing, R&D, design and sale of various speaker accessories, speakers, and their components	100.00 %	100.00 %	
TYM Acoustic HK	TYMPHANY ACOUSTIC TECHNOLOGY (UK) LIMITED (TYM UK)	R&D and design of various speaker accessories as well as speakers and their components	100.00 %	100.00 %	
TYM Acoustic HK	Tymphany Acoustic Technology Europe, s.r.o (TYM Acoustic Europe)	Manufacturing, installation, and maintenance of various speaker accessories and their components	100.00 %	100.00 %	
TYM Acoustic HK	TYP Enterprise, inc. (TYP)	Market development of and customer service for speakers and their components	100.00 %	100.00 %	
TYM Acoustic HK	Tymphany HK Ltd. (TYM HK)	Holding company; sale of, market development of and customer service for various speaker accessories, speakers and their components	100.00 %	100.00 %	
TYM Acoustic HK	Tymphany Acoustic Technology Limited (TYM Acoustic)	R&D and design of various speaker accessories as well as speakers and their components	100.00 %	100.00 %	
TYM Acoustic HK	Tymphany Acoustic Technology (Thailand) Co., Ltd (TYTH)	Manufacturing and sale of various speaker accessories, speakers, and their components	100.00 %	100.00 %	(note 5)
TYM HK	TYMPHANY LOGISTICS, INC (TYML)	Sale of various speaker accessories, speakers, and their components	100.00 %	100.00 %	
Tymphany Dongguan	Dong Guan Dong Cheng Tymphany Acoustic Technology Co., Ltd. (TYDC)	Manufacturing, R&D, design, and sale of various speaker accessories, speakers, and their components	- %	100.00 %	(note 4)

Note 1: Primax Security was established on March 31, 2024, with the approval of the regulatory agency.

Note 2: Please refer to Note 6(i) for the changes in the percentage of shareholding.

Note 3: As of December 31, 2024, there is no capital injection from the Company.

(Continued)

Note 4: TYDC was merged into Tymphany Dongguan in June 2024.

Note 5: To meet the regulatory requirements, 3 shares of Primax Thailand, 3 shares of TYTH and 1 share of Tymphany Huizhou are owned by natural person respectively.

(d) Foreign currencies

(i) Foreign currency transactions

Transactions in foreign currencies are translated to the respective functional currencies of the Group entities at the exchange rates at the dates of the transactions. At the end of each subsequent reporting period, monetary items denominated in foreign currencies are translated into functional currencies using the exchange rate at that date. Non-monetary items denominated in foreign currencies that are measured at fair value are translated into functional currencies using the exchange rate at the date that the fair value was determined. Non-monetary items denominated in foreign currencies that are measured based on historical cost are translated using the exchange rate at the date of the transaction.

Exchange differences are generally recognized in profit or loss, except for the differences relating to an investment in equity securities designated as at fair value through other comprehensive income, which are recognized in other comprehensive income.

(ii) Foreign operations

The assets and liabilities of foreign operations, including goodwill and fair value adjustments arising on acquisition, are translated into the presentation currency of the consolidated financial statements, New Taiwan Dollar, at the exchange rates at the reporting date. The income and expenses of foreign operations are translated into the presentation currency of the consolidated financial statements, New Taiwan Dollar, at the average rate. Foreign currency differences are recognized in other comprehensive income.

When a foreign operation is disposed of such that control, significant influence, or joint control is lost, the cumulative amount in the translation reserve related to that foreign operation is reclassified to profit or loss as part of the gain or loss on disposal. When the Group disposes of any part of its interest in a subsidiary that includes a foreign operation while retaining control, the relevant proportion of the cumulative amount is reattributed to non-controlling interest. When the Group disposes of only part of its investment in an associate or joint venture including a foreign operation while retaining significant influence or joint control, the relevant proportion of the cumulative amount is reclassified to profit or loss.

When the settlement of a monetary receivable from or payable to a foreign operation is neither planned nor likely to occur in the foreseeable future, foreign exchange gains and losses arising from such a monetary item are considered to form part of the net investment in the foreign operation and are recognized in other comprehensive income.

PRIMAX ELECTRONICS LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

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

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

(i) It expects to realize the asset, or intends to sell or consume it, in its normal operating cycle;

(ii) It holds the asset primarily for the purpose of trading;

(iii) It expects to realize the asset within twelve months after the reporting period; or

(iv) The asset is cash or a cash equivalent (as defined in IAS 7) unless the asset is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

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

(i) It expects to settle the liability in its normal operating cycle;

(ii) It holds the liability primarily for the purpose of trading;

(iii) The liability is due to be settled within twelve months after the reporting period; or

(iv) The Group does not have the right at the end of the reporting period to defer settlement of the liability for at least twelve months after the reporting period.

(f) Cash and cash equivalents

Cash and cash equivalents comprise petty cash, cash on hand, demand deposits and repurchase agreement. Cash and cash equivalents are short-term, highly liquid investments that are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value.

Time deposits with maturities within three months or less which meet the above definition and are held for the purpose of meeting short-term cash commitments rather than for investment or other purposes should be recognized as cash equivalents.

(g) Financial instruments

Accounts receivables are initially recognized when they are originated. All other financial assets and financial liabilities are initially recognized when the Group becomes a party to the contractual provisions of the instrument. A financial asset (unless it is an trade receivable without a significant financing component) or financial liability is initially measured at fair value, plus transaction costs that are directly attributable to its acquisition or issue. A accounts receivable without a significant financing component is initially measured at the transaction price.

(i) Financial assets

All regular way purchases or sales of financial assets classified as the same categories are recognized and derecognized on a trade date basis.

On initial recognition, a financial asset is classified as measured at amortized cost; Fair value through other comprehensive income (FVOCI) ; or fair value through profit or loss (FVTPL).

Financial assets are not reclassified subsequent to their initial recognition unless the Group changes its business model for managing financial assets, in which case all affected financial assets are reclassified on the first day of the first reporting period following the change in the business model.

1) Financial assets measured at amortized cost

A financial asset is measured at amortized cost if it meets both of the following conditions and is not designated as at FVTPL:

- it is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

These assets are subsequently measured at amortized cost, which is the amount at which the financial asset is measured at initial recognition, plus/minus, the cumulative amortization using the effective interest method, adjusted for any loss allowance. Interest income, foreign exchange gains and losses, as well as impairment, are recognized in profit or loss. Any gain or loss on derecognition is recognized in profit or loss.

2) Fair value through other comprehensive income (FVOCI)

On initial recognition of an equity investment that is not held for trading, the Group may irrevocably elect to present subsequent changes in the investment's fair value in other comprehensive income. This election is made on an instrument-by-instrument basis.

Equity investments at FVOCI are subsequently measured at fair value. Dividends are recognized as income unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognized in other comprehensive income and are never reclassified to profit or loss.

Dividend income is recognized in profit or loss on the date on which the Group's right to receive payment is established.

(Continued)

3) Fair value through profit or loss (FVTPL)

All financial assets not classified as amortized cost or FVOCI described as above are measured at FVTPL, including derivative financial assets. On initial recognition, the Group may irrevocably designate a financial asset, which meets the requirements to be measured at amortized cost or at FVOCI, as at FVTPL if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

These assets are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognized in profit or loss.

4) Assemessment whether contractual cash flows are solely payments of principal and interest

For the purposes of this assessment, principal is defined as the fair value of the financial assets on initial recognition. Interest is defined as consideration for the time value of money and for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs, as well as a profit margin.

In assessing whether the contractual cash flows are solely payments of principal and interest, the Group considers the contractual terms of the instrument. This includes assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition. In making this assessment, the Group considers:

- contingent events that would change the amount or timing of cash flows;
- terms that may adjust the contractual coupon rate, including variable rate features;
- prepayment and extension features; and
- terms that limit the Group’ s claim to cash flows from specified assets (e.g. non-recourse features).

5) Impairment of financial assets

The Group recognizes loss allowances for expected credit losses (ECL) on financial assets measured at amortized cost (including cash and cash equivalents, accounts receivable, other receivables, refundable deposit paid and other financial assets, etc.).

The Group measures loss allowances at an amount equal to lifetime ECL, except for the following which are measured as 12-month ECL:

- Bank balances for which credit risk (i.e. the risk of default occurring over the expected life of the financial instrument) has not increased significantly since initial recognition.

PRIMAX ELECTRONICS LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Loss allowance for accounts receivables are always measured at an amount equal to lifetime ECL.

Lifetime ECL are the ECL that result from all possible default events over the expected life of a financial instrument.

12-month ECL are the portion of ECL that result from default events that are possible within the 12 month after the reporting date (or a shorter period if the expected life of the instrument is less than 12 months).

The maximum period considered when estimating ECL is the maximum contractual period over which the Group is exposed to credit risk.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECL, the Group considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis based on the Group's historical experience and informed credit assessment as well as forward-looking information.

The Group assumes that the credit risk on a financial asset has increased significantly if it is more than 61 days past due.

The Group considers a financial asset to be in default when the financial asset is more than 361 days past due or the borrower is unlikely to pay its credit obligations to the Group in full.

ECL are a probability-weighted estimate of credit losses. Credit losses are measured as the present value of all cash shortfalls (i.e the difference between the cash flows due to the Group in accordance with the contract and the cash flows that the Group expects to receive). ECL are discounted at the effective interest rate of the financial asset.

At each reporting date, the Group assesses whether financial assets carried at amortized cost are credit-impaired. A financial asset is credit-impaired when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred. Evidence that a financial assets is credit-impaired includes the following observable data:

- significant financial difficulty of the borrower or issuer;
- a breach of contract such as a default or being more than 361 days past due;
- the lender of the borrower, for economic or contractual reasons relating to the borrower's financial difficulty, having granted to the borrower a concession that the lender would not otherwise consider;
- it is probable that the borrower will enter bankruptcy or other financial reorganization; or
- the disappearance of an active market for a security because of financial difficulties.

Loss allowances for financial assets measured at amortized cost are deducted from the gross carrying amount of the assets.

The gross carrying amount of a financial asset is written off when the Group has no reasonable expectations of recovering the financial asset in its entirety or a portion thereof. The Group individually makes an assessment with respect to the timing and amount of write-off based on whether there is a reasonable expectation of recovery. The Group expects no significant recovery from the amount written off. However, financial assets that are written off could still be subject to enforcement activities in order to comply with the Group's procedures for recovery of amounts due.

6) Derecognition of financial assets

The Group derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expired, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Group neither transfers nor retains substantially all of the risks and rewards of ownership and it does not retain control of the financial asset.

The Group enters into transactions whereby it transfers assets recognized in its statement of balance sheet, but retains either all or substantially all of the risks and rewards of the transferred assets. In these cases, the transferred assets are not derecognized.

(ii) Financial liabilities and equity instruments

1) Classification of debt or equity

Debt and equity instruments issued by the Group are classified as financial liabilities or equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

2) Equity instrument

An equity instrument is any contract that evidences the residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued are recognized as the amount of consideration received, less the direct cost of issuing.

3) Financial liabilities

Financial liabilities are classified as measured at amortized cost or FVTPL. A financial liability is classified as at FVTPL if it is classified as held-for-trading, it is a derivative or it is designated as such on initial recognition. Financial liabilities at FVTPL are measured at fair value and net gains and losses, including any interest expense, are recognized in profit or loss.

Other financial liabilities are subsequently measured at amortized cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognized in profit or loss. Any gain or loss on derecognition is also recognized in profit or loss.

(Continued)

4) Derecognition of financial liabilities

The Group derecognizes a financial liability when its contractual obligations are discharged or cancelled, or expired. The Group also derecognizes a financial liability when its terms are modified and the cash flows of the modified liability are substantially different, in which case a new financial liability based on the modified terms is recognized at fair value.

On derecognition of a financial liability, the difference between the carrying amount of a financial liability extinguished and the consideration paid (including any non-cash assets transferred or liabilities assumed) is recognized in profit or loss.

5) Offsetting of financial assets and liabilities

Financial assets and financial liabilities are offset and the net amount presented in the statement of balance sheet when, and only when, the Group currently has a legally enforceable right to offset the amounts and it intends either to settle them on a net basis or to realize the asset and settle the liability simultaneously.

(iii) Derivative financial instruments

The Group holds derivative financial instruments to hedge its foreign currency and interest rate exposures. Derivatives are initially measured at fair value. Subsequent to initial recognition, derivatives are measured at fair value, and changes therein are generally recognized in profit or loss.

(h) Inventories

Inventories are measured at the lower of cost and net realizable value. The cost of inventories is based on the weighted-average-costing method, and includes expenditure incurred in acquiring the inventories, production or conversion costs, and other costs incurred in bringing them to their existing location and condition. In the case of manufactured inventories and work in progress, cost includes an appropriate share of production overheads based on normal operating capacity.

Net realizable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and selling expenses.

(i) Investment in associates

Associates are those entities in which the Group has significant influence, but not control or joint control, over their financial and operating policies.

Investments in associates are accounted for using the equity method and are recognized initially at cost. The cost of the investment includes transaction costs. The carrying amount of the investment in associates includes goodwill arising from the acquisition less any accumulated impairment losses.

(Continued)

The consolidated financial statements include the Group’s share of the profit or loss and other comprehensive income of associates, after adjustments to align their accounting policies with those of the Group, from the date that significant influence commences until the date that significant influence ceases. When an associate’s equity changes due to reasons other than profit and loss or comprehensive income, which did not result in changes of the Group’s shareholding percentage in the associate, the Group recognizes equity changes attributable to the Group by its shareholding percentage as capital surplus.

Unrealized Gains and losses resulting from transactions between the Group and an associate are recognized only to the extent of unrelated party’s interests in the associate.

When the Group’s share of losses exceeds its interests in an associate, the carrying amount of the investment, including any long term interests that form part thereof, is reduced to zero, and the recognition of further losses is discontinued except to the extent the Group has an obligation or has made payments on behalf of its associates.

The Group shall discontinue the use of the equity method from the date when its investment ceases to be an associate. The Group shall measure the retained interest at fair value. The difference between the fair value of retained interest and proceeds from disposal, and the carrying amount of the investment at the date the equity method was discontinued, is recognized in profit or loss. The Group shall account for all the amounts previously recognized in other comprehensive income in relation to that investment on the same basis as would have been required if its associates had directly disposed of the related assets or liabilities. If a gain or loss previously recognized in other comprehensive income would be reclassified to profit or loss on the disposal of the related assets or liabilities, the entity shall reclassify the gain or loss from equity to profit or loss (as a reclassification adjustment) when the equity method is discontinued.

(j) Investment property

Investment property is the property held either to earn rental income or for capital appreciation or for both, but not for sale in the ordinary course of business, for use in the production or supply of goods or services, or for administrative purposes. Investment property is measured at cost on initial recognition, and subsequently at cost, less accumulated depreciation and accumulated impairment losses. Depreciation expense is calculated based on the depreciation method, useful life, and residual value, which are the same as those adopted for property, plant and equipment.

Any gain or loss on disposal of an investment property (calculated as the difference between the net proceeds from disposal and the carrying amount) is recognized in profit or loss.

Rental income from investment property is recognized as other income on a straight-line basis over the term of the lease. Lease incentives granted are recognized as an integral part of the total rental income, over the term of the lease.

(Continued)

PRIMAX ELECTRONICS LTD. AND SUBSIDIARIES
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(k) Property, plant and equipment

(i) Recognition and measurement

Items of property, plant and equipment are measured at cost, which includes capitalized borrowing costs, less accumulated depreciation and any accumulated impairment losses.

If significant parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

Any gain or loss on disposal of an item of property, plant and equipment is ecognized in profit or loss.

(ii) Subsequent expenditure

Subsequent expenditure is capitalized only if it is probable that the future economic benefits associated with the expenditure will flow to the Group.

(iii) Depreciation

Depreciation is calculated on the cost of an asset, less its residual value, and is recognized in profit or loss on a straight line basis over the estimated useful lives of each component of an item of property, plant and equipment.

Land has an unlimited useful life, and therefore is not depreciated.

The estimated useful lives for the current and comparative years of significant items of property, plant and equipment are as follows:

1) Buildings, leasehold improvement, and additional equipment: 1 ~ 51 years

2) Machinery and equipment: 1 ~10 years

3) Office and other equipment: 1 ~6 years

Depreciation methods, useful lives, and residual values are reviewed at each annual reporting date and adjusted if appropriate.

(iv) Reclassification to investment property

A property is reclassified to investment property at its carrying amount when the use of the property changes from owner occupied to investment property.

(Continued)

(l) Lease

At inception of a contract, the Group assesses whether a contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

(i) As a lessee

The Group recognizes a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be reliably determined, the Group's incremental borrowing rate. Generally, the Group uses its incremental borrowing rate as the discount rate.

Lease payments included in the measurement of the lease liability comprise the following:

1) fixed payments, including in-substance fixed payments;

2) variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date;

3) amounts expected to be payable under a residual value guarantee; and

4) payments for purchase or termination options that are reasonably certain to be exercised or penalty should be paid.

The lease liability is measured at amortized cost using the effective interest method. It is remeasured when:

1) there is a change in future lease payments arising from the change in an index or rate; or

2) there is a change in the Group's estimate of the amount expected to be payable under a residual value guarantee; or

3) there is a change of its assessment on purchase option; or

4) there is a change of its assessment on whether it will exercise a purchase, extension or termination option; or

5) there is any lease modifications

(Continued)

When the lease liability is remeasured, other than lease modifications, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or in profit and loss if the carrying amount of the right-of-use asset has been reduced to zero.

When the lease liability is remeasured to reflect the partial or full termination of the lease for lease modifications that decrease the scope of the lease, the Group accounts for the remeasurement of the lease liability by decreasing the carrying amount of the right-of-use asset to reflect the partial or full termination of the lease, and recognize in profit or loss any gain or loss relating to the partial or full termination of the lease.

The Group presents right-of-use assets that do not meet the definition of investment property and lease liabilities as a separate line item respectively in the statement of financial position.

The Group has elected not to recognize right-of-use assets and lease liabilities for leases of machinery and other equipment that have a short-term leases and leases of low-value assets. The Group recognizes the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

(i) As a lessor

When the Group acts as a lessor, it determines at lease commencement whether each lease is a finance lease or an operating lease. To classify each lease, the Group makes an overall assessment of whether the lease transfers to the lessee substantially all of the risks and rewards of ownership incidental to ownership of the underlying asset. If this is the case, then the lease is a finance lease; if not, then the lease is an operating lease. As part of this assessment, the Group considers certain indicators such as whether the lease is for the major part of the economic life of the asset.

When the Group is an intermediate lessor, it accounts for its interests in the head lease and the sub-lease separately. It assesses the lease classification of a sub-lease with reference to the right-of-use asset arising from the head lease. If a head lease is a short-term lease to which the Group applies the exemption described above, then it classifies the sub-lease as an operating lease.

If an arrangement contains lease and non-lease components, the Group applies IFRS15 to allocate the consideration in the contract.

The Group recognizes lease payments received under operating leases as income on a straight-line basis over the lease term.

(m) Intangible assets

(i) Recognition and measurement

Goodwill arising on the acquisition of subsidiaries is measured at cost, less accumulated impairment losses.

Expenditure on research activities is recognized in profit or loss as incurred.

(Continued)

PRIMAX ELECTRONICS LTD. AND SUBSIDIARIES
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Development expenditure is capitalized only if the expenditure can be measured reliably, the product or process is technically and commercially feasible, future economic benefits are probable and the Group intends to, and has sufficient resources to, complete the development and to use or sell the asset. Otherwise, it is recognized in profit or loss as incurred. Subsequent to initial recognition, development expenditure is measured at cost, less accumulated amortization and any accumulated impairment losses.

Other intangible assets, including customer relationships, technology, patents and trademarks, that are acquired by the Group and have finite useful lives, are measured at cost, less accumulated amortization and any accumulated impairment losses.

(ii) Subsequent expenditure

Subsequent expenditure is capitalized only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure, including expenditure on internally generated goodwill and brands, is recognized in profit or loss as incurred.

(iii) Amortization

Amortization is calculated over the cost of the asset, less its residual value, and is recognized in profit or loss on a straight-line basis over the estimated useful lives of intangible assets, other than goodwill, from the date that they are available for use.

The estimated useful lives for current and comparative periods are as follows:

1) Customer relationships 10 years

2) Technology 10 years

3) Trademarks 10 years

4) Patents 2.5~10 years

5) Copyrights 15 years

Amortization methods, useful lives and residual values, are reviewed at each annual reporting date and adjusted if appropriate.

(n) Impairment of non-financial assets

At each annual reporting date, the Group reviews the carrying amounts of its non-financial assets (other than inventories and deferred tax assets) to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated. Goodwill is tested annually for impairment.

For impairment testing, assets are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or CGUs. Goodwill arising from a business combination is allocated to CGUs or groups of CGUs that are expected to benefit from the synergies of the combination.

(Continued)

The recoverable amount of an asset or CGU is the greater of its value-in-use and its fair value, less costs to sell. Value-in-use is based on the estimated future cash flows, discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset or CGU.

An impairment loss is recognized if the carrying amount of an asset or CGU exceeds its recoverable amount.

Impairment losses are recognized in profit or loss. They are allocated first to reduce the carrying amount of any goodwill allocated to the CGU, and then to reduce the carrying amounts of the other assets in the CGU on a pro rata basis.

An impairment loss in respect of goodwill is not reversed. For other assets, an impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortization, if no impairment loss had been recognized.

(o) Revenue from contracts with customers

Revenue is measured based on the consideration to which the Group expects to be entitled in exchange for transferring goods or services to a customer. The Group recognizes revenue when it satisfies a performance obligation by transferring control of a good or a service to a customer. The accounting policies for the Group's main types of revenue are explained below:

(i) Sale of goods

The Group manufactures computer peripherals and non-computer peripherals and sales them to customers. The Group recognizes revenue when control of the products has transferred, being when the products are delivered to the customer, the customer has full discretion over the channel and price to sell the products, and there is no unfulfilled obligation that could affect the customer' s acceptance of the products. Delivery occurs when the products have been shipped to the specific location, the risks of obsolescence and loss have been transferred to the customer, and either the customer has accepted the products in accordance with the sales contract, the acceptance provisions have lapsed, or the Group has objective evidence that all criteria for acceptance have been satisfied.

The Group often offers discounts to its customers based on aggregate sales of components. Revenue from these sales is recognized based on the price specified in the contract, net of the estimated volume discounts. Accumulated experience is used to estimate the discounts, using the expected value method, and revenue is only recognized to the extent that it is highly probable that a significant reversal will not occur. A refund liabilities is recognized for expected volume discounts payable to customers in relation to sales made until the end of the reporting period. No element of financing is deemed present as the sales of components are made with a credit term of 45 days to 120 days, which is consistent with the market practice.

A receivable is recognized when the goods are delivered as this is the point in time that the Group has a right to an amount of consideration that is unconditional.

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(ii) Rendering of services

The Group provides services, such as model research, development, and design to customers. Revenue from providing services is recognized in the accounting period in which the services are rendered. For fixed-price contracts, revenue is recognized based on the actual service provided to the end of the reporting period as a proportion of the total services to be provided.

Estimates of revenues, costs or extent of progress toward completion are revised if circumstances change. Any resulting increases or decreases in estimated revenues or costs are reflected in profit or loss in the period in which the circumstances that give rise to the revision become known by management.

(iii) Financing components

The Group does not expect to have any contracts where the period between the transfer of the promised goods or services to the customer and payment by the customer exceeds one year. As a consequence, the Group does not adjust any of the transaction prices for the time value of money.

(p) Deferred grant revenue

Deferred grant revenue with additional conditions shall be recognized if the Group fulfills the conditions and the grant revenue becomes receivable.

Deferred grant revenue shall be recognized in profit or loss on a systematic basis in the periods in which the expenses it is to compensate are recognized. Grant revenue with conditions to compensate for the acquisition cost of an asset shall be deferred and recognized in profit or loss on a systematic basis over the useful life of the asset.

If the deferred grant revenue is to compensate for the Group's expenses that have been incurred or to supply immediate financial support to the Group and there is no related cost in the future, it shall be recognized in profit or loss when the grant revenue becomes receivable.

(q) Employee benefits

(i) Defined contribution plans

Obligations for contributions to the defined contribution plans are expensed as related services are provided.

(ii) Defined benefit plans

The Group's net obligation in respect of the defined benefit plans is calculated separately for each the plan by estimating the amount of future benefit that employees have earned in the current and prior periods, discounting that amount and deducting the fair value of any plan assets.

The calculation of defined benefit obligations is performed annually by a qualified actuary using the projected unit credit method. When the calculation results in a potential asset for the Group, the recognized asset is limited to the present value of economic benefits available in the form of any future refunds from the plan or reductions in future contributions to the plan. To calculate the present value of economic benefits, consideration is given to any applicable minimum funding requirements.

Remeasurements of the net defined benefit liability (asset), which comprise actuarial gains and losses, the return on plan assets (excluding interest) and the effect of the asset ceiling (if any, excluding interest), are recognized immediately in other comprehensive income, and accumulated in retained earnings within equity. The Group determines the net interest expense (income) on the net defined benefit liability (asset) for the period by applying the discount rate used to measure the defined benefit obligation at the beginning of the annual period to the then-net defined benefit liability (asset). Net interest expense and other expenses related to defined benefit plans are recognized in profit or loss.

(iii) Short-term employee benefits

Short-term employee benefits are expensed as related service are provided. A liability is recognized for the amount expected to be paid if the Group has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

(r) Share-based payment

The grant-date fair value of equity-settled share-based payment arrangements granted to employees is generally recognized as an expense, with a corresponding increase in equity, over the vesting period of the awards. The amount recognized as an expense is adjusted to reflect the number of awards for which the related service and non-market performance conditions are expected to be met, such that the amount ultimately recognized is based on the number of awards that meet the related service and non-market performance conditions at the vesting date.

For share-based payment awards with non-vesting conditions, the grant-date fair value of the share-based payment is measured to reflect such conditions, and there is no true-up for differences between the expected and the actual outcomes.

Grant date of a share-based payment award is the date which the board of directors authorized the price and number of shares that employees can subscribe for.

(s) Income taxes

Income taxes expenses include both current taxes and deferred taxes. Except for expenses related to business combinations or recognized directly in equity or other comprehensive income, all current and deferred taxes are recognized in profit or loss.

The Group has determined that the global minimum top-up tax – which it is required to pay under Pillar Two legislation – is an income tax in the scope of IAS 12. The Group has applied a temporary mandatory relief from deferred tax accounting for the impacts of the top-up tax and accounts for it as a current tax when it is incurred.

(Continued)

Current taxes comprise the expected tax payables or receivables on the taxable profits (losses) for the year and any adjustment to the tax payable or receivable in respect of previous years. The amount of current tax payables or receivables are the best estimate of the tax amount expected to be paid or received that reflects uncertainty related to income taxes, if any. It is measured using tax rates enacted or substantively enacted at the reporting date.

Deferred taxes arise due to temporary differences between the carrying amounts of assets and liabilities at the reporting date and their respective tax bases. Deferred taxes are recognized except for the following:

(i) temporary differences on the initial recognition of assets and liabilities in a transaction that is not a business combination and at the time of the transaction affects neither accounting nor taxable profits (losses) and does not give rise to equal taxable and deductible temporary differences;

(ii) temporary differences related to investments in subsidiaries, associates and joint arrangements to the extent that the Group is able to control the timing of the reversal of the temporary differences and it is probable that they will not reverse in the foreseeable future; and

(iii) taxable temporary differences arising on the initial recognition of goodwill.

Deferred taxes are measured at tax rates that are expected to be applied to temporary differences when they reserve, using tax rates enacted or substantively enacted at the reporting date.

Deferred tax assets and liabilities are offset if the following criteria are met:

(i) the Group has a legally enforceable right to set off current tax assets against current tax liabilities; and

(ii) the deferred tax assets and the deferred tax liabilities relate to income taxes levied by the same taxation authority on either:

    1) the same taxable entity; or

    2) different taxable entities which intend to settle current tax assets and liabilities on a net basis, or to realize the assets and liabilities simultaneously, in each future period in which significant amounts of deferred tax liabilities or assets are expected to be settled or recovered.

Deferred tax assets are recognized for the carry forward of unused tax losses, unused tax credits, and deductible temporary differences to the extent that it is probable that future taxable profits will be available against which they can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefits will be realized; such reductions are reversed when the probability of future taxable profits improves.

(t) Earnings per share

The Group discloses the basic and diluted earnings per share attributable to ordinary stockholders of the Company. Basic earnings per share is calculated as the profit attributable to the ordinary stockholders of the Company divided by the weighted-average number of ordinary shares outstanding. Diluted earnings per share is calculated as the profit attributable to ordinary stockholders of the Company divided by the weighted-average number of ordinary shares outstanding after adjustment for the effects of all dilutive potential ordinary shares. Dilutive potential ordinary shares comprise employee remuneration and restricted stock.

(u) Operating segments

An operating segment is a component of the Group that engages in business activities from which it may earn revenues and incur expenses (including revenues and expenses relating to transactions with other components of the Group). Operating results of the operating segment are regularly reviewed by the Group's chief operating decision maker to make decisions about resources to be allocated to the segment and to assess its performance. Each operating segment consists of standalone financial information.

(5) Significant accounting assumptions and judgments, and major sources of estimation uncertainty:

In preparing these consolidated financial statements, management has made judgments and, estimates about the future, including climate-related risks and opportunities, that affect the application of the accounting policies and the reported amount of assets, liabilities, income, and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis and are consistent with the Group's risk management and climate-related commitments where appropriate. Revisions to estimates are recognised prospectively in the period of the change and future periods.

Information about critical judgments made in applying the accounting policies that have significant effects on amounts recognized in the consolidated financial statements is as follows:

(a) Judgment of whether the Group has substantive control over its investees

The Group holds 37% of the outstanding voting shares of ALT International Co., Ltd. (AIC), but the Group did not obtain any director seats of AIC, and the chairman of AIC controls 45% of voting shares. Therefore, the Group does not have power of control over relevant activities of AIC, but remains significant influence.

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment to the carrying amounts of assets and liabilities within the next financial year is as follows. Those assumptions and estimaiton have been updated to reflect the impact of economic uncertainty.

(a) Valuation of inventories

As inventories are measured at the lower of cost or net realizable value, the Group estimates the amount due to inventories' obsolescence and unmarketable items at the reporting date and then writes down the cost of inventories to net realizable value. The net realizable value of the inventory is mainly determined based on assumptions as to future demand within a specific time horizon. Due to the rapid industrial transformation, there may be significant changes in the net realizable value of inventories. Please refer to note 6(g) for valuation of inventories.

(b) Assessment of impairment of intangible assets (including goodwill)

The assessment of impairment of intangible assets required the Group to make subjective judgments on cash-generating units, allocate the intangible assets to relevant cash-generating units, and estimate the recoverable amount of relevant cash-generating units. Changes in economic conditions or changes in assessment caused by business strategies could result in significant impairment charges or reversal in future years.

The Group's accounting policies include measuring financial and non-financial assets and liabilities at fair value through profit and loss. The Group has established an internal control framework with respect to the measurement of fair value and regularly reviews significant unobservable inputs and valuation adjustments. If third-party information, such as broker quotes or pricing services, is used to measure fair value, then the Group assessed the evidence obtained from the third parties to support the conclusion that such valuations meet the requirements of IFRSs, including the level in the fair value hierarchy in which such valuations should be classified.

The Group strives to use market observable inputs when measuring assets and liabilities. Different levels of the fair value hierarchy to be used in determining the fair value of financial instruments are as follows:

Level 1: quoted prices (unadjusted) in active markets for identifiable assets or liabilities.

Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (ie as prices) or indirectly (ie derived from prices).

Level 3: inputs for the assets or liability that are not based on observable market data.

For any transfer within the fair value hierarchy, the impact of the transfer is recognized on the reporting date. Please refer to note 6(aa) for assumptions used in measuring fair value.

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(6) Explanation of significant accounts:

(a) Cash and cash equivalents

	December 31, 2024	December 31, 2023
Cash on hand	$ 2,921	2,987
Demand accounts and checking deposits	10,020,352	7,511,456
Time deposits	3,666,026	3,390,240
Repurchase agreement	196,686	-
	$ 13,885,985	**10,904,683**

(b) Current financial assets and liabilities at fair value through profit or loss

(i) Details of financial instruments were as follows:

	December 31, 2024	December 31, 2023
Mandatorily measured at FVTPL:		
Derivative instruments not used for hedging		
Forward exchange contracts	$ 293,655	102,225
Foreign exchange swap contracts	-	277,383
Non-derivative financial assets		
Equities unlisted in foreign markets —Storm Venture Fund VII, L.P.	8,195	5,040
Equities unlisted in foreign markets —Thin Line Capital Fund II, L.P.	15,178	7,008
	$ 317,028	**391,656**
Current	$ 293,655	379,608
Non-current	23,373	12,048
	$ 317,028	**391,656**

	December 31, 2024	December 31, 2023
Financial liabilities held-for-trading:		
Derivative instrument not used for hedging		
Forward exchange contracts	$ (134,130)	(985,204)
Foreign exchange swap contracts	(333,774)	(7,135)
	$ (467,904)	**(992,339)**

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PRIMAX ELECTRONICS LTD. AND SUBSIDIARIES
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(ii) Storm Venture Fund VII, L.P increased its capital, wherein the Group participated and invested the amount of $3,186 and $3,097 for the years ended December 31, 2024 and 2023, respectively.

(iii) The Group invested the amount of $7,650 in an unlisted company, Thin Line Capital Fund II, L.P. in June 2023. Thin Line Capital Fund II, L.P. executed capital increase, where the Group had participated and invested the amount of $7,650 for the year ended December 31, 2024.

(iv) The Group held the following derivative instruments as mandatorily measured at fair value through profit or loss and held-for-trading financial liabilities, without the application of edge accounting, as of December 31, 2024 and 2023:

December 31, 2024

Derivative financial instruments	Nominal amount (in thousands)		Maturity date	Predetermined rate
Forward exchange contracts －buy CZK/ sell USD	USD	8,000	January 9, 2025~ February 19, 2025	23.900~24.100
Forward exchange contracts －buy CZK/ sell EUR	EUR	6,000	February 19, 2025	25.130~25.203
Forward exchange contracts －buy USD / sell TWD	USD	596,850	January 2, 2025~ July 21, 2025	30.803~32.498
Forward exchange contracts －buy TWD / sell USD	USD	23,000	January 2, 2025~ January 17, 2025	32.445~32.682
Foward exchange contracts －buy CNY/ sell USD	USD	377,000	January 2, 2025~ July 21, 2025	7.1735~7.2812
Forward exchange contracts －buy USD/ sell THB	USD	31,500	January 16, 2025~ February 27, 2025	34.070~34.570
Forward exchange swap contracts －swap in TWD/ swap out USD	USD	390,000	January 13, 2025~ June 20, 2025	31.325~32.230

December 31, 2023

Derivative financial instruments	Nominal amount (in thousands)		Maturity date	Predetermined rate
Forward exchange contracts —buy HKD / sell USD	USD	8,000	January 30, 2024	7.8105
Forward exchange contracts —buy CZK / sell EUR	EUR	1,000	January 30, 2024	24.620
Foward exchange contracts —buy CZK/ sell USD	USD	9,000	January 30, 2024	22.278
Forward exchange contracts —buy USD / sell TWD	USD	643,000	January 16, 2024~ June 27, 2024	30.418~31.990
Forward exchange contracts —buy TWD / sell USD	USD	31,800	January 16, 2024~ June 20, 2024	30.739~31.315
Foward exchange contracts —buy CNY/ sell USD	USD	303,000	January 4, 2024~ March 28, 2024	7.0943~7.1756
Forward exchange contracts —buy USD/ sell THB	USD	19,000	January 22, 2024~ January 30, 2024	34.400~34.980
Forward exchange contracts —buy HKD/ sell EUR	EUR	3,500	January 30, 2024	8.6270
Foreign exchange swap contracts —swap in TWD/ swap out USD	USD	462,000	January 16, 2024~ June 24, 2024	30.457~31.761

(c) Financial assets at FVOCI

	December 31, 2024	December 31, 2023
Equity investments at FVOCI		
Stocks unlisted in domestic markets–Syntronix Corp.	$ 250	250
Stocks listed in domestic markets–Changing Information Technology Inc. (note)	25,042	11,093
Equities unlisted in foreign markets–Grove Ventures L.P.	158,529	158,070
Equities unlisted in foreign markets–Grove Ventures II, L.P.	97,333	97,145
Equities unlisted in foreign markets—Grove Ventures III, L.P.	41,042	23,727
Total	$ **322,196**	**290,285**

Note: Changing Information Technology Inc. was listed on the OTC market in October 2024.

(i) The Group designated the investments above as equity securities as at FVOCI because these equity securities represent those investments that the Group intends to hold for long-term for strategic purposes and not for sale.

(ii) During the years ended December 31, 2024 and 2023, the dividends of $639 and $690, related to equity investments at FVOCI held were recognized as other income.

(iii) Grove Venture, L.P executed capital increases, where the Group had participated and invested the amounts of $7,032 and $1,377 in the years ended December 31, 2024 and 2023, respectively.

(iv) Grove Ventures II, L.P. executed capital increases, where the Group had participated and invested the amounts of $3,523 and $10,773 in the years ended December 31, 2024 and 2023, respectively.

(v) Grove Venture III, L.P. executed capital increases, where the Group had participated and invested the amounts of $15,388 and $15,269 in the years ended December 31, 2024 and 2023, respectively.

(vi) There were no disposals of strategic investments and transfers of any cumulative gain or loss within equity relating to these investments as of the years ended December 31, 2024 and 2023.

(vii) The Group' s investments in Grove Ventures, L.P., Grove Ventures II, L.P., and Grove Ventures III, L.P. are investments with duration. The Group's investments in the above limited partnership was designated as a financial asset at fair value through other comprehensive income at the time of the initial recognition.

Although, in accordance with the IFRS Q&A released by the Accounting Research and Development Foundation on June 15, 2023, wherein the financial asset cannot be designated at fair value through other comprehensive income, the accounting treatment need not be applied retroactively to investments in limited partnership companies prior to June 30, 2023, according to the Q&A of the FSC. Therefore, the Group continues to measure its investment in these limited partnership companies at fair value through other comprehensive income.

(viii) The Group did not provide any of the aforementioned financial assets as collateral.

(d) Financial assets at amortized cost

	December 31, 2024	December 31, 2023
Time deposits	$ 25,649	30,234
Annual interest rates	1.65%	0.54%~1.53%
Maturity date	2025.07.10	2024.07.10

(i) The Group has assessed that these financial assets are held-to-maturity to collect contractual cash flows, which consist solely of payments of principal and interest on principal amount outstanding. Therefore, these investments were classified as financial assets measured at amortized cost.

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(ii) The Group did not provide any of the aforementioned financial assets as collateral.

(e) Accounts receivable (including related parties)

		December 31, 2024	December 31, 2023
Accounts receivable	$	10,793,426	11,549,203
Accounts receivable – related parties		109,306	70,606
Less: allowance for doubtful accounts		(50,874)	(67,416)
Total	$	**10,851,858**	**11,552,393**

(i) The Group did not provide any of the aforementioned accounts receivable (including related parties) as collateral.

(ii) The Group applies the simplified approach to provide for its ECL, the use of lifetime ECL provision for all notes and accounts receivables. To measure the ECL, notes and accounts receivable have been grouped based on shared credit risk characteristics and customer's ability to pay all the amounts due based on the terms of the contract as well as incorporated forward looking information, including macroeconomic and relevant industry information. The ECL allowance provision analysis was as follows:

	December 31, 2024			
		Carrying amounts of accounts receivable (including related parties)	Lifetime ECL rate	Loss allowance provision of lifetime ECL
Current	$	9,380,684	0%~0.03%	3,069
0 to 30 days past due		1,400,255	0%~3%	20,998
31 to 60 days past due		88,570	0%~5%	2,455
61 to 90 days past due		101	0%~10%	5
91 to 180 days past due		3,986	0%~25%	319
181 to 360 days past due		5,676	0%~80%	568
More than 361 days past due		23,460	0%~100%	23,460
	$	**10,902,732**		**50,874**

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	December 31, 2023		
	Carrying amounts of accounts receivable (including related parties)	Lifetime ECL rate	Loss allowance provision of lifetime ECL
Current	$ 10,450,695	0%~0.21%	22,061
0 to 30 days past due	1,047,527	0%~3%	17,568
31 to 60 days past due	77,561	0%~5%	3,713
61 to 90 days past due	2,631	0%~10%	213
91 to 180 days past due	5,577	0%~25%	595
181 to 360 days past due	19,330	0%~80%	6,778
More than 361 days past due	16,488	0%~100%	16,488
	$ 11,619,809		67,416

(iii) The movement in the allowance for accounts receivable (including related parties) was as follows:

	2024	2023
Balance on January 1	$ 67,416	104,638
Impairment losses reversed	(20,548)	(36,057)
Effect of exchange rate changes	4,006	(1,165)
Balance on December 31	$ 50,874	67,416

(iv) The Group entered into agreements with banks to sell its accounts receivable without recourse. According to the agreements, within the limit of its credit facilities, the Group does not need to guarantee the capability of its customers to pay for reasons other than commercial disputes when transferring its accounts receivable. The Group receives partial advances upon sales of accounts receivable and pays interest calculated based on the interest rates agreed for the period through the collection of the accounts receivable. The remaining amounts are received upon the collection of the accounts receivable, and are recorded as other receivables. In addition, the Group shall pay handling charges based on a fixed rate. The Group derecognized the above trade receivables because it has transferred substantially all of the risks and rewards of their ownership and it does not have any continuing involvement in them. As of December 31, 2024 and 2023, the details of transferred accounts receivable which conformed to the criteria for derecognition were as follows:

December 31, 2024						
		Amount Advanced		Amount Recognized in		
Purchaser	Amount Derecognized	Unpaid	Paid	Other Receivables	Range of Interest Rate	Guarantee (Promissory note)
DBS Bank	$ 2,028,391	218,261	1,607,291	421,100	4.86%~5.21%	-
Bank of Taiwan	156,808	-	141,127	15,681	5.32%~5.33%	NT$ 367,200
Mega International Commercial Bank	-	-	-	-	-	US$ 1,250
	$ 2,185,199	218,261	1,748,418	436,781		

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PRIMAX ELECTRONICS LTD. AND SUBSIDIARIES
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December 31, 2023							
Purchaser		Amount Derecognized	Amount Advanced Unpaid	Amount Advanced Paid	Amount Recognized in Other Receivables	Range of Interest Rate	Guarantee (Promissory note)
DBS Bank	$	942,729	848,456	-	942,729	-	-
Mega International Commercial Bank		-	-	-	-	-	US$ 2,500
	$	**942,729**	**848,456**	**-**	**942,729**		

(v) Please refer to note 9 for guarantee notes provided by the Group to sell its accounts receivable.

(f) Other receivables

		December 31, 2024	December 31, 2023
Other receivables - factoring of accounts receivable	$	436,781	942,729
Other receivables - tax refund receivable		459,079	446,860
Other receivables - others		101,273	183,360
Less: allowance for doubtful accounts		(17,107)	(16,278)
	$	**980,026**	**1,556,671**

The movement in the allowance for other receivables was as follows:

		2024	2023
Balance on January 1	$	16,278	16,540
Effect of exchange rate changes		829	(262)
Balance on December 31	$	**17,107**	**16,278**

(g) Inventories

		December 31, 2024	December 31, 2023
Raw materials	$	3,080,743	2,941,221
Semi-finished goods and work in process		2,516,621	1,853,451
Finished goods and merchandise		4,006,318	3,201,725
	$	**9,603,682**	**7,996,397**

The Group did not provide any of the aforementioned inventories as collateral. Except for cost of inventories sold, the Group recognized the following items as cost of goods sold:

		2024	2023
Gains on inventory valuation and disposal of inventories	$	59,622	58,863
Unallocated manufacturing overhead resulting from the actual production being lower than the normal capacity		(69,618)	(47,657)
Gains on physical inventories		302	444
	$	**(9,694)**	**11,650**

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Reversal of inventory write-downs, resulting from the sales of previously written-down of inventory and the recovery of material prices, as well as the losses from inventory write-downs to net realizable value, were recognized as cost of sales.

(h) Investments accounted for using equity method

The Group's investments accounted for using the equity method are individually insignificant. The related information included in the consolidated financial statements was as follows:

	December 31, 2024	December 31, 2023
Carrying amount of individually insignificant associates' equity	$ 31,900	-

	2024	2023
Attributable to the Group:		
Profit	$ -	-
Other comprehensive income	-	-
Comprehensive income	$ -	-

(i) The Group did not provide any investment accounted for using equity method as collateral.

(ii) TWEL, the subsidiary of the Group, entered into a joint venture agreement with a non-related party to invest in Mibtech Plastic & Molds (Thailand), based on a resolution decided during its board meeting held on August 6, 2024. In December 2024, TWEL invested the amount of $31,900 (USD 1,000 thousand), resulting in its shareholding percentage to increase from 0% to 40%.

(i) Material non-controlling interests of subsidiaries

The material non-controlling interests of subsidiaries were as follows:

Name of subsidiaries	Main operation place Business/Registered Country	Proportion of Ownership and Voting Rights Held by Non-controlling Interests	
		December 31, 2024	December 31, 2023
Tymphany Huizhou and its subsidiaries	Hong Kong and China/Cayman Is.	- %	22.99 %

The following information on the aforementioned subsidiaries have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers. Included in these information are the fair value adjustments made during the acquisition and relevant difference in accounting principles between the Group as at the acquisition date. Intra-group transactions were not eliminated in this information.

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PRIMAX ELECTRONICS LTD. AND SUBSIDIARIES
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(i) Tymphany Huizhou and its subsidiaries's collective financial information:

	December 31, 2024	December 31, 2023
Current assets	$ 12,808,001	10,972,844
Non-current assets	5,277,170	5,566,788
Current liabilities	(7,344,029)	(7,013,879)
Non-current liabilities	(525,815)	(465,002)
Net assets	**$ 10,215,327**	**9,060,751**
Non-controlling interests	**$ -**	**2,083,067**

	2024	2023
Operating revenue	**$ 19,696,948**	**22,530,076**
Profit	$ 740,644	644,628
Other comprehensive income (loss)	358,697	(106,390)
Comprehensive income	**$ 1,099,341**	**538,238**
Profit attributable to non-controlling interests	**$ 170,274**	**148,200**
Comprehensive income attributable to non-controlling interests	**$ 219,203**	**123,741**

	2024	2023
Cash flows from operating activities	$ 1,994,701	2,353,646
Cash flows from (used in) investing activities	188,884	(11,038)
Cash flows used in financing activities	(129,031)	(28,899)
Effect of exchange rate changes	222,867	(1,429)
Net increase in cash and cash equivalents	**$ 2,277,421**	**2,312,280**
Dividends paid to non-controlling interests	**$ -**	**-**

The Group's subsidiary, TWEL, entered into an agreement with the minority shareholders of Tymphany Huizhou to acquire their equity, for a total price of CNY $304,587 thousand, based on a resolution decided during its board meeting held on June 18, 2024. The relevant procedures have completed in December 2024. After the acquisition, TWEL's sharedholding in Tymphany Huizhou increasesd from 77.01% to 100%. Please refer to note 4(c) and note 6(t) for details.

The impact of the change in the Group's ownership interest in Tymphany Huizhou on equity attributable to owners of parent was as follows:

Decrease in carrying amount of non-controlling interests	$ 2,314,968
Consideration paid to non-controlling interests	(1,364,738)
Capital surplus-long-term stock investments	**$ 950,230**

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PRIMAX ELECTRONICS LTD. AND SUBSIDIARIES
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As of December 31 2024, amounts that were not paid is $272,948, classified as other payables and other payables to related parties.

(j) Property, plant and equipment

The cost, depreciation, and impairment loss of the property, plant and equipment of the Group for the years ended December 31, 2024 and 2023, were as follows:

	Land	Buildings, leasehold improvement, and additional equipment	Machinery and equipment	Office and other equipment	Construction in progress and testing equipment	Total
Cost or deemed cost:						
Balance on January 1, 2024	$ 1,080,192	6,213,055	7,443,940	1,151,325	994,455	16,882,967
Additions	125,094	15,740	216,907	30,227	1,146,085	1,534,053
Disposals	-	(69,310)	(1,029,779)	(351,755)	(1,536)	(1,452,380)
Reclassification	-	42,138	432,509	(14,431)	(524,879)	(64,663)
Effect of changes in exchange rate	19,693	315,461	364,396	54,317	17,243	771,110
Balance on December 31, 2024	**$ 1,224,979**	**6,517,084**	**7,427,973**	**869,683**	**1,631,368**	**17,671,087**
Balance on January 1, 2023	$ 1,077,437	6,714,735	7,407,901	1,176,279	459,164	16,835,516
Additions	-	54,398	197,560	48,449	1,370,774	1,671,181
Disposals	-	(85,042)	(500,925)	(82,733)	(7,442)	(676,142)
Reclassifications	-	239,996	423,508	23,610	(821,707)	(134,593)
Reclassification to investment property	-	(655,587)	-	(2,133)	(4,166)	(661,886)
Effect of changes in exchange rate	2,755	(55,445)	(84,104)	(12,147)	(2,168)	(151,109)
Balance on December 31, 2023	**$ 1,080,192**	**6,213,055**	**7,443,940**	**1,151,325**	**994,455**	**16,882,967**
Depreciation and impairments loss:						
Balance on January 1, 2024	$ -	2,481,245	5,834,955	825,858	-	9,142,058
Depreciation	-	311,720	810,358	127,339	-	1,249,417
Impairment loss	-	-	27,762	2,482	-	30,244
Disposals	-	(62,960)	(863,010)	(323,072)	-	(1,249,042)
Reclassifications	-	(19)	(28,780)	(14,741)	-	(43,540)
Effect of changes in exchange rate	-	125,461	289,233	40,520	-	455,214
Balance on December 31, 2024	**$ -**	**2,855,447**	**6,070,518**	**658,386**	**-**	**9,584,351**
Balance on January 1, 2023	$ -	2,345,364	5,496,266	747,063	-	8,588,693
Depreciation	-	298,869	957,454	168,203	-	1,424,526
Disposals	-	(79,852)	(470,701)	(75,313)	-	(625,866)
Reclassifications	-	218	(69,504)	(1,464)	-	(70,750)
Reclassification to investment property	-	(45,492)	-	(2,133)	-	(47,625)
Effect of changes in exchange rate	-	(37,862)	(78,560)	(10,498)	-	(126,920)
Balance on December 31, 2023	**$ -**	**2,481,245**	**5,834,955**	**825,858**	**-**	**9,142,058**
Carrying amounts:						
Balance on December 31, 2024	**$ 1,224,979**	**3,661,637**	**1,357,455**	**211,297**	**1,631,368**	**8,086,736**
Balance on January 1, 2023	**$ 1,080,192**	**3,731,810**	**1,608,985**	**325,467**	**994,455**	**7,740,909**
Balance on December 31, 2023	**$ 1,077,437**	**4,369,371**	**1,911,635**	**429,216**	**459,164**	**8,246,823**

(i) The unamortized deferred revenue of equipment subsidy amounted to $527,320 and $529,007 were classified as long-term deferred revenue, as of December 31, 2024 and 2023, respectively.

(ii) Due to the project completion, some production lines no longer have future capacity, resulting in the Group's subsidiary in China and Thailand to adjust the carrying amount according to the recoverable amount, leading to an impairment loss of $30,244, to be recognized as other gains and losses for the year ended December 31,2024.

(iii) As of December 31, 2024 and 2023, the Group has started the construction of Jhubei Factory in 2022, with the total costs of $1,239,257 and $662,663, respectively. For the years ended December 31, 2024 and 2023, the capitalized borrowing costs of $2,903 and $1,039, respectively, related to the construction of the said factory, had been calculated using a capitalization rate between 1.1% to 1.225%.

(iv) The Group provided the aforementioned property, plant and equipment as collateral; please refer to note 8.

(k) Right-of-use assets

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

		Land	Buildings	Vehicles	Other equipment	Total
Cost:						
Balance on January 1, 2024	$	245,823	2,549,113	56,507	-	2,851,443
Additions		-	196,854	19,667	3,203	219,724
Disposals		-	(256,869)	(8,549)	-	(265,418)
Lease modification		-	26,536	-	-	26,536
Effect of changes in exchange rates		12,514	15,237	147	4	27,902
Balance on December 31, 2024	$	**258,337**	**2,530,871**	**67,772**	**3,207**	**2,860,187**
Balance on January 1, 2023	$	371,616	2,523,498	40,756	2,106	2,937,976
Additions		-	193,627	23,479	-	217,106
Disposals		(90,273)	(217,842)	(7,896)	(2,106)	(318,117)
Lease modification		-	44,330	-	-	44,330
Reclassification to investment property		(30,814)	-	-	-	(30,814)
Effect of changes in exchange rates		(4,706)	5,500	168	-	962
Balance on December 31, 2023	$	**245,823**	**2,549,113**	**56,507**	**-**	**2,851,443**

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	Land	Buildings	Vehicles	Other equipment	Total
Depreciation:					
Balance on January 1, 2024	$ 24,571	908,268	27,073	-	959,912
Depreciation	6,178	250,400	15,103	722	272,403
Disposals	-	(159,105)	(6,672)	-	(165,777)
Effect of changes in exchange rates	1,358	6,549	222	10	8,139
Balance on December 31, 2024	**$ 32,107**	**1,006,112**	**35,726**	**732**	**1,074,677**
Balance on January 1, 2023	$ 34,845	745,246	21,462	2,106	803,659
Depreciation	7,375	252,719	13,169	-	273,263
Disposals	(8,435)	(89,959)	(7,600)	(2,106)	(108,100)
Lease modification	-	(766)	-	-	(766)
Reclassification to investment property	(8,732)	-	-	-	(8,732)
Effect of changes in exchange rates	(482)	1,028	42	-	588
Balance on December 31, 2023	**$ 24,571**	**908,268**	**27,073**	**-**	**959,912**
Carrying amounts:					
Balance on December 31, 2024	**$ 226,230**	**1,524,759**	**32,046**	**2,475**	**1,785,510**
Balance on December 31, 2023	**$ 221,252**	**1,640,845**	**29,434**	**-**	**1,891,531**
Balance on January 1, 2023	**$ 336,771**	**1,778,252**	**19,294**	**-**	**2,134,317**

(l) Investment property

	Land	Buildings and other equipment	Right-of-use assets － Land	Total
Cost or deemed cost:				
Balance on January 1, 2024	$ 50,190	684,898	30,515	765,603
Additions	-	57	-	57
Effect of changes in exchange rates	-	33,252	1,553	34,805
Balance on December 31, 2024	**$ 50,190**	**718,207**	**32,068**	**800,465**
Balance on January 1, 2023	$ 50,190	31,735	-	81,925
Reclassifications	-	661,886	30,814	692,700
Effect of changes in exchange rates	-	(8,723)	(299)	(9,022)
Balance on December 31, 2023	**$ 50,190**	**684,898**	**30,515**	**765,603**

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	Land	Buildings and other equipment	Right-of-use assets － Land	Total
Depreciation and impairment losses:				
Balance on January 1, 2024	$ 33,941	73,298	8,849	116,088
Depreciation	-	34,528	625	35,153
Effect of changes in exchange rates	-	3,532	461	3,993
Balance on December 31, 2024	**$ 33,941**	**111,358**	**9,935**	**155,234**
Balance on January 1, 2023	$ 33,941	15,084	-	49,025
Depreciation	-	11,354	204	11,558
Reclassifications	-	47,625	8,732	56,357
Effect of changes in exchange rates	-	(765)	(87)	(852)
Balance on December 31, 2023	**$ 33,941**	**73,298**	**8,849**	**116,088**
Carrying amounts:				
Balance on December 31, 2024	**$ 16,249**	**606,849**	**22,133**	**645,231**
Balance on December 31, 2023	**$ 16,249**	**611,600**	**21,666**	**649,515**
Balance on January 1, 2023	**$ 16,249**	**16,651**	**-**	**32,900**
Fair value:				
Balance on December 31, 2024				**$ 1,071,518**
Balance on December 31, 2023				**$ 1,035,637**
Balance on January 1, 2023				**$ 117,774**

(i) The fair value of the investment property listed above is evaluated based on third-party quotation information, which are third-level fair value.

(ii) Investment property comprises a number of commercial properties which are leased to third parties. Each of the leases contains an initial non-cancellable period between 1 and 3. Subsequent renewals are negotiated with the lessee, and no contingent rents are charged. Please refer to note 6(q) for further information.

(iii) The Group provided the aforementioned investment property as collateral; please refer to note 8.

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(m) Intangible assets

The carrying amounts of the intangible assets of the Group for the years ended December 31, 2024 and 2023, were as follows:

	Goodwill	Customer Relationships	Technology	Trademarks, Patents and Copyrights	Total
Cost or deemed cost:					
Balance on January 1, 2024	$ 2,038,283	718,800	357,271	124,156	3,238,510
Additions	-	-	-	14	14
Disposals	-	-	-	(150)	(150)
Effect of changes in exchange rate	13,880	-	-	223	14,103
Balance on December 31, 2024	**$ 2,052,163**	**718,800**	**357,271**	**124,243**	**3,252,477**
Balance on January 1, 2023	$ 2,038,574	718,800	357,271	124,459	3,239,104
Disposals	-	-	-	(281)	(281)
Effect of changes in exchange rate	(291)	-	-	(22)	(313)
Balance on December 31, 2023	**$ 2,038,283**	**718,800**	**357,271**	**124,156**	**3,238,510**
Amortization and impairment loss:					
Balance on January 1, 2024	$ 30,392	717,060	356,258	121,211	1,224,921
Amortization	-	1,740	1,013	2,197	4,950
Disposals	-	-	-	(129)	(129)
Effect of changes in exchange rate	2,245	-	-	256	2,501
Balance on December 31, 2024	**$ 32,637**	**718,800**	**357,271**	**123,535**	**1,232,243**
Balance on January 1, 2023	$ 30,439	645,180	314,328	118,898	1,108,845
Amortization	-	71,880	41,930	2,712	116,522
Disposals	-	-	-	(281)	(281)
Effect of changes in exchange rate	(47)	-	-	(118)	(165)
Balance on December 31, 2023	**$ 30,392**	**717,060**	**356,258**	**121,211**	**1,224,921**
Carrying amounts:					
Balance on December 31, 2024	**$ 2,019,526**	**-**	**-**	**708**	**2,020,234**
Balance on December 31, 2023	**$ 2,007,891**	**1,740**	**1,013**	**2,945**	**2,013,589**
Balance on January 1, 2023	**$ 2,008,135**	**73,620**	**42,943**	**5,561**	**2,130,259**

(i) The Group evaluated the recoverable amounts of its goodwill arising from the acquisition of TWEL, which is based on its value-in-use, for impairment testing at each annual reporting date. Value-in-use is based on five years of the estimated future cash flow of the Group, and discounted to their present value using the yearly discount rate, which reflects the risks specific to CGU, by 11.66% and 13.08% for the years ended December 31, 2024 and 2023, respectively. There were no impairment losses of goodwill in 2024 and 2023.

(ii) The Group did not provide any of the aforementioned intangible assets as collateral.

(Continued)

(n) Short-term borrowings

The details of short-term borrowings were as follows:

	December 31, 2024	December 31, 2023
Unsecured bank loans	$ 1,441,489	756,252
Unused credit lines	$ 26,856,603	26,822,784
Annual interest rates	2.81%~5.34%	3.04%~3.64%

(o) Long-term borrowings

	December 31, 2024			
	Currency	Annual interest rate	Maturity year	Amount
Secured bank loans	TWD	1.23%~1.77%	2026~2028	$ 1,085,087
	THB	4.20%	2027	105,721
Less: current portion				(258,430)
				$ 932,378
Unused credit lines				$ 2,288,622

	December 31, 2023			
	Currency	Annual interest rate	Maturity year	Amount
Secured bank loans	TWD	1.1%~1.65%	2026~2028	$ 707,979
Less: current portion				(16,667)
				$ 691,312
Unused credit lines				$ 2,321,407

(i) Please refer to note 8 for further information on assets provided as collateral.

(ii) Please refer to note 9 for the details of the outstanding guarantee notes.

(p) Lease liabilities

The carrying amounts of lease liabilities of the Group were as follow:

	December 31, 2024	December 31, 2023
Current	$ 232,639	225,189
Non-current	$ 1,457,202	1,559,401

For the maturity analysis, please refer to note 6(aa).

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The amounts recognized in profit or loss were as follows:

	2024	2023
Interest on lease liabilities	**$ 52,605**	**58,614**
Expenses relating to short-term leases and leases of low-value assets	**$ 61,584**	**95,597**

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

	2024	2023
Rental paid in operating activities	$ (61,584)	(95,597)
Interest on lease liabilities paid in operating activities	(52,605)	(58,614)
Payment made on lease liabilities in financing activities	(247,739)	(236,951)
Total cash outflow for leases	**$ (361,928)**	**(391,162)**

(i) Real estate leases

The Group leases lands and buildings for its office, staff dormitory, factory facilities and warehouses. The leases typically run for a period of one to fifty years. Some leases require additional rental payments depending on the changes in fair value of the lease assets.

(ii) Other leases

The Group leases vehicles and some of other equipment with lease terms of one to five years.

The Group also leases machineries and some of other equipment with lease terms of one to five years. These leases are short-term or leases of low-value items. The Group decided to apply recognition exemptions, and had elected not to recognize its right-of-use assets and lease liabilities for these leases.

(q) Operating lease

The Group leases out its investment property. The Group has classified these leases as operating leases, because it does not transfer substantially all of the risks and rewards incidental to the ownership of the assets. Please refer to note 6(l) sets out information about the operating leases of investment property.

A maturity analysis of lease payments, showing the undiscounted lease payments to be received after the reporting date, was as follows:

	December 31, 2024	December 31, 2023
Less than one year	$ 61,572	58,702
Two to five years	40,379	95,317
Total undiscounted lease payments	**$ 101,951**	**154,019**

Rental income from investment property amounted to $60,233 and $15,807 in 2024 and 2023, respectively.

(Continued)

(r) Employee benefits

(i) Defined benefit plans

Reconciliation of defined benefit obligation at present value and plan asset at fair value are as follows:

		December 31, 2024	December 31, 2023
Present value of defined benefit obligations	$	120,178	119,828
Fair value of plan assets		106,605	64,056
Net defined benefit liability (classified as other non-current liabilities)	**$**	**13,573**	**55,772**

The Group makes defined benefit plan contributions to the pension fund account with Bank of Taiwan that provides pensions for employees upon retirement. The plans (covered by the Labor Standards Law) entitle a retired employee to receive retirement benefits based on years of service and average salary for the six months prior to retirement.

1) Composition of plan assets

The Group allocates pension funds in accordance with the Regulations for Revenues, Expenditures, Safeguard and Utilization of the Labor Retirement Fund, and such funds are managed by the Bureau of Labor Funds, Ministry of Labor. With regard to the utilization of the funds, minimum earnings shall be no less than the earnings attainable from two-year time deposits with interest rates offered by local banks.

The Group’ s Bank of Taiwan labor pension reserve account balance amounted to $106,605 at the end of the reporting period. For information on the utilization of the labor pension fund assets, including the asset allocation and yield of the fund, please refer to the website of the Bureau of Labor Funds, Ministry of Labor.

2) Movements in present value of defined benefit obligations

The movements in present value of defined benefit obligations for the Group for the years ended December 31, 2024 and 2023, were as follows:

		2024	2023
Defined benefit obligation at January 1	$	119,828	125,391
Benefits paid		(2,863)	(10,208)
Current service costs and interest cost		1,506	1,692
Remeasurement of net defined liabilities		1,707	2,953
Defined benefit obligation at December 31	**$**	**120,178**	**119,828**

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3) Movements of defined benefit plan assets

The movements in the present value of the defined benefit plan assets for the Group for the years ended December 31, 2024 and 2023, were as follows:

		2024	2023
Fair value of plan assets at January 1	$	64,056	70,037
Interest income		799	936
Remeasurement of net defined liabilities		6,356	525
Contribution paid		37,763	2,766
Benefits paid		(2,369)	(10,208)
Fair value of plan assets at December 31	**$**	**106,605**	**64,056**

4) Expenses recognized in profit or loss

The expenses recognized in profit or loss for the Group for the years ended December 31, 2024 and 2023, were as follows:

		2024	2023
Net interest of net liabilities for defined benefit	$	707	756
Expenses	**$**	**707**	**756**

5) Remeasurements of net defined benefit liability (asset) recognized in other comprehensive income.

The Group’s remeasurement of the net defined benefit liability (asset) recognized in other comprehensive income for the years ended December 31, 2024 and 2023, was as follows:

		2024	2023
Balance on January 1	$	18,513	16,085
Recognized during the period		(4,649)	2,428
Balance on December 31	**$**	**13,864**	**18,513**

6) Actuarial assumptions

The principal actuarial assumptions at the reporting date were as follows:

	December 31, 2024	December 31, 2023
Discount rate	1.600 %	1.300 %
Future salary increase rate	3.500 %	2.750 %

The expected allocation payment to be made by the Group to the defined benefit plans for the one-year period after the reporting date was $2,723.

(Continued)

The weighted-average duration of the defined benefit plans is 8 years.

7) Sensitivity analysis

When computing the present value of the defined benefit obligations, the Group uses judgments and estimations to determine the actuarial assumptions, including discount rates and future salary changes, as of the financial statement date. Any changes in the actuarial assumptions may significantly impact the amount of the defined benefit obligations.

If the actuarial assumptions had changed, the impact on the present value of the defined benefit obligation shall be as follows:

		Influences of defined benefit obligations	
		Increased 0.25%	**Decreased 0.25%**
December 31, 2024			
Discount rate	$	(2,014)	2,067
Future salary increase rate	$	1,980	(1,940)
December 31, 2023			
Discount rate	$	(2,033)	2,089
Future salary increase rate	$	2,007	(1,963)

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown above. Many assumption changes may affect each other in practice. The method used in the sensitivity analysis is consistent with the calculation of pension liabilities in the balance sheets.

There were no changes in the method and assumptions used in the preparation of the sensitivity analysis for 2024 and 2023.

(ii) Defined contribution plans

The continuing operations allocate 6% of each employee's monthly wages to the labor pension personal account at the Bureau of Labor Insurance in accordance with the provisions of the Labor Pension Act. Under these defined contribution plans, the Company contribute a fixed amount to the Bureau of Labor Insurance without additional legal or constructive obligation.

Except to the Company, other subsidiaries of the Group have their own defined contribution plans. These plans are funded in accordance with the regulations of their respective countries. Contributions to these plans are expensed as incurred without additional legal or constructive obligation.

The Group recognized pension costs under the defined contribution method amounting to $394,686 and $397,532 for the years ended December 31, 2024 and 2023, respectively, recorded as operating cost and operating expenses in the statement of comprehensive income.

(Continued)

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(s) Income taxes

(i) The details of the Group's income tax expenses were as follows:

		2024	2023
Current tax expense	$	506,630	470,465
Deferred tax expense		173,193	162,418
Income tax expense	**$**	**679,823**	**632,883**

(ii) The Group has no income tax directly recognized in equity or other comprehensive income.

(iii) Reconciliation of income tax expenses and profit before tax were as follows:

		2024	2023
Profit before income tax	$	3,406,947	3,266,372
Income tax calculated based on domestic tax rate of individual entity of the Group		968,472	938,458
Overseas investment gains recognized under the equity method		(206,341)	(267,941)
Prior year's income tax adjustment		13,468	(44,188)
Surtax on unappropriated earnings		6,040	35,470
Investment tax credits accrued		(146,028)	(130,339)
Other		44,212	101,423
Income tax expense	**$**	**679,823**	**632,883**

(iv) Deferred tax assets and liabilities

1) Unrecognized deferred tax liabilities

The Group is able to control the timing of the reversal of the temporary differences associated with subsidiaries' earnings. Also, the management considered its probability that the temporary differences will not be reversed in the foreseeable future. Hence, such temporary differences were not recognized under deferred tax liabilities. Details were as follows:

		December 31, 2024	December 31, 2023
Aggregate amount of temporary differences related to investments in subsidiaries	**$**	**1,691,305**	**1,475,850**

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2) Unrecognized deferred tax assets

Deferred tax assets have not been recognized in respect of the following items:

	December 31, 2024	December 31, 2023
The carryforward of unused tax losses	$ 95,550	-
Deductible temporary differences	249,800	243,900
	$ 345,350	**243,900**

The deductible temporary differences and losses cannot be realized, or there may not be sufficient taxable profit to utilize after the Group's evaluation. Therefore, they were not recognized as deferred tax assets.

3) Recognized deferred tax assets and liabilities

Changes in the amount of deferred tax assets and liabilities were as follows:

	Investment income recognized under the equity method	Amortization of appraised value adjustment of intangible assets	Others	Total
Deferred tax liabilities:				
Balance on January 1, 2024	$ 352,535	254	31,619	384,408
Recognized in profit or loss	129,438	(254)	6,037	135,221
Balance on December 31, 2024	**$ 481,973**	**-**	**37,656**	**519,629**
Balance on January 1, 2023	$ 253,637	10,736	4,925	269,298
Recognized in profit or loss	98,898	(10,482)	26,694	115,110
Balance on December 31, 2023	**$ 352,535**	**254**	**31,619**	**384,408**

	Loss carryforward	Unfunded pension fund contribution	Refund liabilities	Loss on inventory valuation	Unrealized foreign exchange loss	Deferred granted revenue	Unrealized revenue from disposal of assets	Gain on valuation of financial assets / liabilities	Others	Total
Deferred tax assets:										
Balance on January 1, 2024	$ -	12,412	276,813	56,132	22,602	115,594	14,936	126,049	75,443	699,981
Recognized in profit or loss	-	(7,510)	12,729	(11,421)	71,001	(5,783)	(3,090)	(84,453)	(9,445)	(37,972)
Balance on December 31, 2024	**$ -**	**4,902**	**289,542**	**44,711**	**93,603**	**109,811**	**11,846**	**41,596**	**65,998**	**662,009**
Balance on January 1, 2023	$ 3,181	12,814	243,832	119,051	43,802	135,870	18,026	129,391	41,322	747,289
Recognized in profit or loss	(3,181)	(402)	32,981	(62,919)	(21,200)	(20,276)	(3,090)	(3,342)	34,121	(47,308)
Balance on December 31, 2023	**$ -**	**12,412**	**276,813**	**56,132**	**22,602**	**115,594**	**14,936**	**126,049**	**75,443**	**699,981**

(v) The Company's income tax returns through the years to 2020 and for the year of 2022 have been examined by the tax authority.

(vi) Global minimum top-up tax

The Group has applied a temporary mandatory relief from deferred tax accounting for the impacts of the top-up tax and accounts for it as a current tax when it is incurred. Please refer to note 4(s) for explanation of accounting policies.

Some countries where the Group operates have enacted new legislation to implement the global minimum top-up tax in 2024. The Group is closely monitoring developments related to the implementation of the global minimum top-up tax in countries where it operates. As of December 31, 2024, the application of this new tax law was assessed to have no material impact to the Group.

(t) Capital and other equity

(i) Ordinary shares

As of December 31, 2024 and 2023, the nominal ordinary shares both amounted to $5,500,000. Par value of each share is $10 (dollars), which means in total there were 550,000 thousand authorized common shares, of which 465,745 thousand shares and 462,974 thousand shares, respectively, were issued. All issued shares were paid up upon issuance.

Reconciliation of shares outstanding were as follows:

	Ordinary shares (in thousands of shares)	
	2024	**2023**
Balance on January 1	462,974	458,289
Issuance of restricted stock	3,101	4,885
Cancellation of restricted stock	(330)	(200)
Balance on December 31	**465,745**	**462,974**

(ii) Capital surplus

The balances of capital surplus were as follows:

	December 31, 2024	**December 31, 2023**
Additional paid-in capital	$ 1,281,568	1,076,639
Employee stock options	259,401	259,401
Restricted employee stock options	473,751	463,007
Long-term stock investments	1,498,238	560,706
	$ 3,512,958	**2,359,753**

According to the ROC Company Act, capital surplus can only be used to offset a deficit, and only the realized capital surplus can be used to increase the ordinary shares or be distributed as cash dividends. The aforementioned realized capital surplus includes capital surplus resulting from premium on issuance of capital stock and earnings from donated assets received. According to the Regulations Governing the Offering and Issuance of Securities by Securities Issuers, the capital increase via transferring of the paid-in capital, in excess of par value, should not exceed 10% of the total common stock outstanding.

TWEL, which is held by the Company through its subsidiary, Diamond, resolved to acquire Tymphany Huizhou's equity held by minority shareholders, based on a resolution passed during its board meeting held in December, 2024. After the acquisition, TWEL's shareholding in Tymphany Huizhou increased from 77.01% to 100.00%. The Company recognized the change in its ownership interest as capital surplus long-term stock investment. Please refer to note 4(c)and 6(i).

(iii) Retained earnings

According to the articles of the Company, when allocating the earnings for each year, the Company shall first offset its losses in previous year and set aside a legal capital reserve at 10% of the earing left over, until the accumulated legal capital reserve has equaled the total capital of the Company; then set aside a special capital reserve in accordance with relevant laws, the balance of the earnings shall combined into an aggregate amount of undistributed earnings, which shall become the aggregate distributable earnings to be distributed according to the distribution plan proposed by the board of directors and submitted to the stockholders' meeting for resolution.

The Company is at the growth stage and considers its future cash demand, long-term financial plans, benefits to stockholders, and balanced dividends. Earnings distribution is made by stock dividend and cash dividend. The cash dividend shall not be less than 10 percent of the total dividends and could be adjusted depending on the Company's operating condition.

1) Legal reserve

If the Company experiences profit for the year, the distribution of the statutory earnings reserve, either by new shares or by cash, shall be decided at the stockholders' meeting, and the distribution amount is limited to the portion of legal reserve which exceeds 25 percent of the paid-in capital.

2) Special reserve

By choosing to apply exemptions granted under IFRS 1 "First-time Adoption of International Financial Reporting Standards" during the Company's first-time adoption of the IFRS Accounting Standards by the FSC, retained earnings increased by $97,300 by recognizing the cumulative translation adjustments (gains) on the adoption date as deemed cost. In accordance with the FSC, the increase in retained earnings due to the first-time adoption of IFRSs shall be reclassified as special reserve, and when the relevant asset is used, disposed of, or reclassified, this special reserve, shall be reversed as distributable earnings proportionately. As of December 31, 2024 and 2023, the carrying amount of special reserve both amounted to $97,300.

In accordance with the FSC, a portion of earnings shall be allocated as special earnings reserve during earnings distribution. If the Company has already reclassified a portion of earnings to special reserve under the preceding subparagraph, it shall make supplemental allocation of special reserve for any difference between the amount it has already allocated and the amount of the current-period total net reduction of other shareholders' equity. An equivalent amount of special reserve shall be allocated from the after-tax net profit in the period, plus items other than after-tax net profit in the period, that are included in the undistributed current-period earnings and the undistributed prior-period earnings. Similarly, a portion of undistributed prior-period earnings shall be reclassified as special earnings reserve (which does not qualify for earnings distribution) to account for cumulative changes to other stockholders' equity pertaining to prior periods. Amounts of subsequent reversals pertaining to the net reduction of other stockholders' equity shall qualify for additional distributions.

3) Earnings distribution

On May 24, 2024 and May 25, 2023, the shareholders' meeting resolved to distribute the 2023 and 2022 earnings, respectively. The distributions for 2023 and 2022 were NT$4(dollars) and NT$3.9(dollars) per share, which amounted to $1,851,727 and $1,791,794, respectively.

The earnings distributions for 2024 were proposed to be NT$4.2(dollars) per share which amounted to $1,963,008 during the board of directors meeting held on February 26, 2025.

(u) Share-based payment

(i) Restricted stock

1) As of December 31, 2024, the outstanding restricted stock of the Group was as follows:

	Plan 5 (note 1)		Plan 6 (note 1)		Plan 7 (note 1)		Plan 8 (note 1)		Plan 9 (note 1)		Plan 10 (note 1)
Grant date	November 21, 2019	February 20, 2020	July 30, 2020	January 25, 2021	October 18, 2021	February 9, 2022	August 9, 2022	February 8, 2023	August 4, 2023	August 13, 2024	August 13, 2024
Fair value on grant date (per share)	64.30	53.20	41.75	55.80	50.40	53.90	69.70	58.50	63.30	84.80	84.80
Exercise price	Free grants	Free grants	Free grants	Free grants	Free grants	Free grants	Free grants	Free grants	Free grants	Free grants	Free grants
Granted units (thousand shares)	1,820	180	2,260	740	3,800	200	3,355	1,145	3,740	760	2,341
Vesting period	1~3 years (notes 2 and 4)	1~3 years (note 2)	1~5 years (notes 2, 3, 4 and 5)	1~3 years (notes 2, 3 and 4)	1~3 years (note 2)	1~3 years (note 2)	1~3 years (note 2)	1~3 years (note 2)	1~3 years (note 2)	1~3 years (note 2)	1~3 years (note 2)

Note 1: Plan 5 was resolved by the stockholders' meeting held on June 18, 2019, and has been registered with and approved by the Securities and Futures Bureau of the FSC. The board of directors' meeting resolved to issue 1,820 thousand shares and 180 thousand shares on November, 2019 and February, 2020, respectively.

Plan 6 was resolved by the stockholders' meeting held on June 23, 2020, and has been registered with and approved by the Securities and Futures Bureau of the FSC. The board of directors' meeting resolved to issue 2,260 thousand and 740 thousand shares on July, 2020 and January, 2021, respectively.

Plan 7 was resolved by the stockholders' meeting held on July 13, 2021, and has been registered with and approved by the Securities and Futures Bureau of the FSC. The board of directors' meeting resolved to issue 3,800 thousand and 200 thousand shares on August, 2021 and January, 2022, respectively.

Plan 8 was resolved by the stockholders' meeting held on May 26, 2022, and has been registered with and approved by the Securities and Futures Bureau of the FSC. The board of directors' meeting resolved to issue 3,355 thousand and 1,145 thousand shares on August, 2022 and January, 2023, respectively.

Plan 9 was resolved by the stockholders' meeting held on May 25, 2023, and has been registered with and approved by the Securities and Futures Bureau of the FSC. The board of directors' meeting resolved to issue 3,740 thousand and 760 thousand shares on August, 2023 and 2024, respectively.

Plan 10 was resolved by the stockholders' meeting held on May 24, 2024, and has been registered with and approved by the Securities and Futures Bureau of the FSC. The board of directors' meeting resolved to issue 2,341 thousand shares on August 2024.

Note 2: If the employees continue to provide service to the employer company and meet the prior year's performance indicator, 30%, 30% and 40% shall be vested in the first year, second year and third year, respectively, after the grant date.

Note 3: If the employees continue to provide service to the employer company and meet the prior year's performance indicator, 50% of the restricted stock shall be vested in the first year after the grant date, and the remaining 50% shall be vested in second year after the grant date.

Note 4: If the employees continue to provide service to the employer company and meet the prior year's performance indicator, the restricted stock shall be vested in the first year after the grant date.

Note 5: If the employees continue to provide service to the employer company and meet the prior year's performance indicator, 15%, 15%, 20%, 20% and 30% shall be vested in the first year, second year, third year, fourth year and fifth year, respectively, after the grant date.

The restricted stock is kept by a trust, which is appointed by the Group, before it is vested. These shares shall not be sold, pledged, transferred, gifted, or, by any other means, disposed of to third parties during the custody period. The voting rights of these shares are executed by the custodian, and the custodian will act based on law and regulations. If the shares remain unvested after the vesting period, the Group will cancel the unvested shares thereafter.

(Continued)

2) The related information on restricted stock of the Group was as follows:

(Thousand shares)	2024	2023
Outstanding on January 1	8,997	7,148
Granted during the year	3,101	4,885
Vesting during the year	(4,178)	(2,793)
Expired during the year	(288)	(243)
Outstanding on December 31	7,632	8,997

Expenses attributable to share-based payment were as follows:

	2024	2023
Restricted stock	$ 252,575	250,220

(v) Earnings per share

The calculation of basic earnings and diluted earnings per share was as follows:

(i) Basic earnings per share

The calculation of basic earnings per share for the years ended December 31, 2024 and 2023, based on the profit attributable to owners of parent of the Company and the weighted-average number of ordinary shares outstanding was as follows:

	2024	2023
Profit attributable to owners of parent	$ 2,556,850	2,485,289
Weighted-average number of ordinary shares (thousand shares)	455,764	452,268
Basic earnings per share (NT dollars)	$ 5.61	5.50

	2024	2023
Ordinary shares at January 1	453,935	451,142
Vesting of restricted stock	1,829	1,126
Ordinary shares at December 31	455,764	452,268

(ii) Diluted earnings per share

The calculation of diluted earnings per share as of December 31, 2024 and 2023 was based on the profit attributable to ordinary shareholders of the Company and the weighted average number of ordinary shares outstanding after adjusting the effects of all dilutive potential ordinary shares was as follows:

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	2024	2023
Profit attributable to owners of parent	$ **2,556,850**	**2,485,289**
Weighted-average number of ordinary shares (diluted) (thousand shares)	**463,019**	**458,794**
Diluted earnings per share (NT dollars)	$ **5.52**	**5.42**

Weighted-average number of ordinary shares (diluted) (thousand shares)

	2024	2023
Weighted-average number of ordinary shares on December 31 (basic)	455,764	452,268
Estimated effect of employee stock bonuses	1,383	1,605
Effect of restricted stock	5,872	4,921
Weighted-average number of ordinary shares on December 31 (diluted)	**463,019**	**458,794**

(w) Revenue from contracts with customers

(i) Disaggregation of revenue

	2024		
	Computer Peripherals	**Non-computer Peripherals**	**Total**
Goods sold	$ 23,529,354	32,676,651	56,206,005
Service rendered	531,318	1,506,338	2,037,656
	$ **24,060,672**	**34,182,989**	**58,243,661**

	2023		
	Computer Peripherals	**Non-computer Peripherals**	**Total**
Goods sold	$ 22,293,789	37,025,349	59,319,138
Service rendered	155,014	1,014,250	1,169,264
	$ **22,448,803**	**38,039,599**	**60,488,402**

	2024	2023
Mainland China	$ 25,946,327	28,358,071
Europe	10,799,318	9,912,399
America	17,745,858	17,973,542
Other	3,752,158	4,244,390
	$ **58,243,661**	**60,488,402**

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(ii) Contract balances

	December 31, 2024	December 31, 2023	January 1, 2023
Accounts receivable (including related parties)	$ 10,902,732	11,619,809	14,497,309
Less: allowance for impairment	(50,874)	(67,416)	(104,638)
	$ 10,851,858	**11,552,393**	**14,392,671**
Contract liabilities (classified as other current liabilities)	**$ 620,796**	**488,099**	**534,641**

For details on accounts receivable (including related parties) and allowance for impairment, please refer to note 6(e).

The amount of revenue recognized for the years ended December 31, 2024 and 2023 that were included in the contract liability balance at the beginning of the period were $343,329 and $432,673, respectively.

The contract liabilities primarily relate to the advance consideration received from contracts with goods sold, for which revenue is recognized when products are delivered to customers.

(x) Employee’s and directors’ remuneration

In accordance with the Articles of incorporation, the Company should contribute 2 to 10 percent of the profit as employee remuneration and less than 2 percent as directors’ remuneration when there is profit for the year. However, if the Company has accumulated deficits, the profit should be reserved to offset the deficit. The recipients of shares and cash may include the employees of the Company’s affiliated companies who meet certain conditions.

Details of remuneration to employees and directors were as follows:

	2024	2023
Employee remuneration	89,503	89,330
Directors’ remuneration	44,752	44,665
	134,255	**133,995**

The estimated amounts mentioned above are calculated based on the net profit before tax, excluding the remuneration to employees and directors of each period, multiplied by the percentage of remuneration to employees and directors as specified in the Company’ s articles. These remunerations were expensed under operating costs or operating expenses during each period. The differences between the amounts distributed and those accrued in the financial statements, if any, are accounted for as changes in accounting estimate and recognized as profit or loss in the distribution year.

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The differences between the amounts approved in the directors' meeting and those recognized in the financial statements for the distributions of earnings for 2023 and 2022 were as follows:

	2023		
	Actual earnings distributed	**Accrued in the financial statement**	**Difference**
Employee remuneration–Cash	$ 89,330	89,330	-
Director's remuneration	44,665	44,665	-

	2022		
	Actual earnings distributed	**Accrued in the financial statement**	**Difference**
Employee remuneration–Cash	$ 99,830	99,830	-
Director's remuneration	49,915	49,915	-

Information on the remuneration to employees and directors, approved in the Board of Directors' meetings, can be accessed in the Market Observation Post System website.

(y) Other income

The details of other income were as follows:

	2024	**2023**
Government grants	$ 52,299	22,433
Rent income	61,073	16,725
Dividend income	639	690
Other	812	643
	$ 114,823	**40,491**

(z) Other gains and losses

The details of other gains and losses were as follows:

	2024	**2023**
Net losses on financial assets/liabilities measured at FVTPL	$ (173,186)	(613,592)
Impairment losses of property, plant and equipment	(30,244)	-
Foreign currency exchange gains, net	327,420	874,567
Net (losses) income on disposal of property, plant and equipment	(12,914)	42,630
Net gains on disposal of right-of-use assets	2,497	21,491
Other	3,020	(55,758)
	$ 116,593	**269,338**

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(aa) Financial instruments

(i) Credit risk

1) Credit risk exposure

The carrying amount of financial assets represents the maximum amount exposed to credit risk.

2) Concentration of credit risk

For information on the Group's concentration of credit risk, please refer to note 6(ab).

(ii) Liquidity risk

The following table shows the contractual maturities of financial liabilities, including estimated interest payments:

	Carrying amount	Contractual cash flows	Within 1 year	1~2 years	2~5 years	Over 5 years
December 31, 2024						
Non-derivative financial liabilities:						
Short-term borrowings	$ 1,441,489	1,444,191	1,444,191	-	-	-
Notes and accounts payable	13,347,474	13,347,474	13,347,474	-	-	-
Other payables (including related parties)	3,132,446	3,132,446	3,132,446	-	-	-
Salaries payable	1,857,174	1,857,174	1,857,174	-	-	-
Lease liabilities	1,689,841	1,904,031	281,000	262,724	594,267	766,040
Refund liabilities	2,492,671	2,492,671	2,492,671	-	-	-
Long-term borrowings	1,190,808	1,225,353	276,048	412,598	536,707	-
Guarantee deposits	38,605	38,605	-	-	-	38,605
Derivative financial liabilities:	467,904	-	-	-	-	-
Outflow	-	14,728,441	14,728,441	-	-	-
Inflow	-	(14,260,537)	(14,260,537)	-	-	-
	$ 25,658,412	**25,909,849**	**23,298,908**	**675,322**	**1,130,974**	**804,645**
December 31, 2023						
Non-derivative financial liabilities:						
Short-term borrowings	$ 756,252	759,171	759,171	-	-	-
Notes and accounts payable	12,135,123	12,135,123	12,135,123	-	-	-
Other payables	2,999,687	2,999,687	2,999,687	-	-	-
Salaries payable	1,310,137	1,310,137	1,310,137	-	-	-
Lease liabilities	1,784,590	2,017,258	272,412	248,423	631,932	864,491
Refund liabilities	2,239,016	2,239,016	2,239,016	-	-	-
Long-term borrowings	707,979	732,135	26,686	240,064	465,385	-
Guarantee deposits	33,505	33,505	-	-	-	33,505
Derivative financial liabilities:	992,339	-	-	-	-	-
Outflow	-	2,134,469	2,134,469	-	-	-
Inflow	-	(1,142,130)	(1,142,130)	-	-	-
	$ 22,958,628	**23,218,371**	**20,734,571**	**488,487**	**1,097,317**	**897,996**

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

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(iii) Currency risk

1) Exposure to foreign currency risk

The Group's significant exposure to foreign currency risk was as follows:

	December 31, 2024			December 31, 2023		
	Foreign currency	Exchange rate	TWD	Foreign currency	Exchange rate	TWD
Financial assets						
Monetary items						
USD:CNY	$ 596,855	7.1884	19,565,506	546,979	7.0827	16,811,402
USD:HKD	288,110	7.7625	9,444,524	264,835	7.8157	8,139,702
USD:TWD	416,525	32.7810	13,654,121	413,715	30.7350	12,715,538
EUR:CZK	10,939	25.3083	375,405	6,326	24.6773	215,742
USD:CZK	12,992	24.1680	425,891	17,471	22.2390	536,971
USD:THB	43,186	34.1070	1,415,668	35,502	34.1400	1,091,140
EUR:HKD	8,033	8.1265	275,676	7,719	8.6723	263,249
CZK:HKD	72,774	0.3211	98,681	94,345	0.3514	130,385
Financial liabilities						
Monetary items						
USD:CNY	$ 220,977	7.1884	7,243,857	259,769	7.0827	7,984,009
USD:HKD	261,439	7.7625	8,570,232	191,851	7.8157	5,896,555
USD:TWD	516,467	32.7810	16,930,317	495,314	30.7350	15,223,471
EUR:CZK	5,508	25.3083	189,024	4,786	24.6773	163,222
USD:THB	66,750	34.1070	2,188,122	52,348	34.1400	1,608,905
EUR:HKD	8,335	8.1265	286,041	3,341	8.6723	113,941
USD:CZK	836	24.1680	27,404	3,278	22.2390	100,749

2) Sensitivity analysis

The Group's exposure to foreign currency risk arises from the translation of the foreign currency exchange gains and losses on cash and cash equivalents, accounts receivable, other receivables, loans and borrowings, notes and accounts payable, and other payables that are denominated in foreign currency. A weakening (strengthening) of 5% of the TWD, CNY, HKD, CZK and THB against the USD; the HKD against CZK; as well as HKD and CZK against the EUR, as of December 31, 2024 and 2023, would have increased or decreased the net profit before tax by $491,024 and $440,664, respectively. The analysis is performed on the same basis for both periods.

Since the Group has many kinds of functional currency, the information on foreign exchange gain (loss) on monetary items is disclosed by total amount. For the years ended December 31, 2024 and 2023, foreign exchange gain (including realized and unrealized portions) amounted to $327,420 and $874,567, respectively.

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(iv) Interest rate analysis

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

The following sensitivity analysis is based on the exposure to the interest rate risk of non-derivative financial instruments on the reporting date. Regarding assets and liabilities with variable interest rates, the analysis is based on the assumption that the amounts of liabilities outstanding at the reporting date was outstanding throughout the year. The rate of change is expressed as the interest rate increases or decreases by 0.25% when reporting to management internally, which also represents the Group management' s assessment of the reasonably possible interest rate change.

If the interest rate had increased or decreased by 0.25%, and assumed all other variables remain constant, the profit before tax would have increased or decreased by $18,578 and $15,122 for the years ended December 31, 2024 and 2023, respectively. This is mainly due to borrowings and demand deposits with variable interest rates.

(v) Other price risk

If the market price of the equity securities had changed on the reporting date, the influence on other comprehensive income is as follows (The analysis is performed on the same basis for both periods, and assumes all other variable remain constant):

	2024		2023	
Price of securities at the reporting date	**Other comprehensive income before tax**	**Income before tax**	**Other comprehensive income before tax**	**Income before tax**
Increasing 10%	$ 32,220	2,337	29,029	1,205
Decreasing 10%	$ (32,220)	(2,337)	(29,029)	(1,205)

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(vi) Fair value

1) Kinds of financial instruments and fair value

The carrying amount and fair value of the Group's financial assets and liabilities, including the information on fair value hierarchy were as follows; however, for financial instruments not measured at fair value whose carrying amount is reasonably close to the fair value, and lease liabilities, disclosure of fair value information is not required:

	December 31, 2024				
		Fair Value			
	Carrying amounts	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL	**$ 317,028**	-	-	317,028	317,028
Financial assets at FVOCI – non-current	**$ 322,196**	25,042	-	297,154	322,196
Financial assets measured at amortized cost:					
Cash and cash equivalents	$ 13,885,985				
Financial assets at amortized cost －current	25,649				
Accounts receivable (including related parties)	10,851,858				
Other receivables	980,026				
Refundable deposits	128,401				
Total	**$ 25,871,919**				
Financial liabilities at FVTPL – current	**$ 467,904**	-	-	467,904	467,904
Financial liabilities measured at amortized cost:					
Borrowings	$ 2,632,297				
Notes and accounts payable	13,347,474				
Other payables (including related parties)	3,132,446				
Salaries payable	1,857,174				
Lease liabilities	1,689,841				
Refund liabilities	2,492,671				
Guarantee deposits	38,605				
Total	**$ 25,190,508**				

(Continued)

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	December 31, 2023				
		Fair Value			
	Carrying amounts	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL	**$ 391,656**	-	-	391,656	391,656
Financial assets at FVOCI – non-current	**$ 290,285**	-	-	290,285	290,285
Financial assets measured at amortized cost:					
Cash and cash equivalents	$ 10,904,683				
Financial assets at amortized cost －current	30,234				
Accounts receivable (including related parties)	11,552,393				
Other receivables	1,556,671				
Refundable deposits	122,405				
Total	**$ 24,166,386**				
Financial liabilities at FVTPL – current	**$ 992,339**	-	-	992,339	992,339
Financial liabilities measured at amortized cost :					
Borrowings	$ 1,464,231				
Notes and accounts payable	12,135,123				
Other payables	2,999,687				
Salaries payable	1,310,137				
Lease liabilities	1,784,590				
Refund liabilities	2,239,016				
Guarantee deposits	33,505				
Total	**$ 21,966,289**				

2) Fair value valuation techniques for financial instruments measured at fair value

If a financial instrument has a quoted price in an active market, the quoted price is used as fair value. The quoted price of a financial instrument obtained from major exchanges and over-the counter markets are the basis used to determine the fair value of a listed company's stock and the quoted prices in an active market.

A financial instrument is regarded as being quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service or regulatory agency and those prices represent actual and regularly occurring market transactions on an arm's-length basis. If these conditions can not be reached, then the market is non-active. In general, a market with low trading volume or high bid-ask spreads is an indication of a non-active market.

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The Group uses the following methods in determining the fair value of its financial instruments with a quoted price in an active market:

a) The fair value of financial assets with standard terms and conditions and trading in active markets is based on quoted market prices. Those include investments in stocks of listed entities.

The Group uses the following methods in determining the fair value of its financial instruments without a quoted price in an active market:

a) The fair value of derivative instruments is based on quoted prices. When quoted prices are unavailable, the fair value is estimated on the basis of the contract's spot exchange rate and swap point.

b) Financial assets at FVTPL－non-derivative financial assets and Financial assets at FVOCI without an active market are investments in domestic or foreign non-listed stock. The estimated fair value is based on the market approach of comparable business and adjusted for the lack of liquidity. When prices are unavailable, the fair value is estimated on the basis of unadjusted prior trade prices.

3) The Group holds an investment in equity shares of Changing Information Technology Inc., which is classified as fair value through other comprehensive income, with a fair value of $25,042 and $11,093 as of December 31, 2024 and 2023, respectively. Due to little transactions, the Company used significant unobservable inputs while measuring the investment's fair value and categorized it as Level 3 as December 31, 2023 even though it had quoted market prices. During 2024, Changing Information Technology Inc. company listed its equity shares on an exchange and they are currently actively traded in that market. Because the equity shares now have a published price quotation in an active market, the fair value measurement was transferred from Level 3 to Level 1 of the fair value hierarchy as of December 31, 2024.

4) Reconciliation of Level 3 fair values

	2024			2023		
	FVTPL	**FVOCI**	**Total**	**FVTPL**	**FVOCI**	**Total**
Balance on January 1	$ (600,683)	290,285	(310,398)	(617,015)	350,788	(266,227)
Recognized in profit or loss	(173,186)	-	(173,186)	(613,592)	-	(613,592)
Recognized in other comprehensive income	-	(5,066)	(5,066)	-	(87,755)	(87,755)
Acquisition /disposal	622,993	25,943	648,936	629,924	27,419	657,343
Transfer out of Level 3	-	(14,008)	(14,008)	-	-	-
Effect of changes on exchange rate	-	-	-	-	(167)	(167)
Balance on December 31	**$ (150,876)**	**297,154**	**146,278**	**(600,683)**	**290,285**	**(310,398)**

(Continued)

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

The fair value measurements of the Group which are categorized within level 3 are classified as financial assets and liabilities at FVTPL – non-derivative financial assets and derivative instruments not used for hedging and financial assets at FVOCI – equity investment without an active market. The quantitative information about significant unobservable inputs was as follows:

Item	Valuation technique	Significant unobservable inputs	Inter-relationships between significant unobservable inputs and fair value
Financial assets at FVOCI – equity investment without an active market	(note 1)	(note 1)	(note 1)
Financial assets and liabilities at FVTPL – non-derivative financial assets	(note 1)	(note 1)	(note 1)
Financial assets and liabilities at FVTPL– derivative instruments not used for hedging	(note 2)	(note 2)	(note 2)

note 1: The fair value is based on comparable companies method or Net asset value method.
Comparable companies method: It has considered the recent financing activities, comparable business, market and other economic conditions etc., to determine the assumptions. The significant unobservable inputs are marketability discount, but any changes of marketability discount would not result in significant potential financial impact, therefore there is no need to show the quantified information on it.
Net asset value method: The fair value has considered only the net asset value of the investee company, therefore there is no need to show the sensitivity analysis of significant unobservable inputs.

note 2: The fair value is based on the quotation of a third party, therefore there is no need to show the sensitivity analysis of unobservable inputs.

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(ab) Financial risk management

(i) Briefings

The Group is exposed to the following risks arising from financial instruments:

1) Credit risk

2) Liquidity risk

3) Market risk

This note presents information on exposure to each of the above risks and on the objectives, policies, and processes for measuring and managing risk. For detailed information, please refer to the related notes on each risk.

(ii) Structure of risk management

The Group's risk management policies are established to identify and analyze the risks faced by the Group, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Group's activities. The Group, through its training and management standards and procedures, aims to develop a disciplined and constructive control environment in which all employees understand their roles and obligations.

The Company's board of directors oversees the management's monitoring of the Group's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Group. The board of directors is assisted in its oversight role by an internal auditor. The internal auditor undertakes both regular and ad hoc reviews of risk management controls and procedures, the results of which are reported to the board of directors.

(iii) Credit risk

Credit risk is the risk of financial loss to the Group if a customer or a counterparty to a financial instrument fails to meet its contractual obligations and arises principally from the Group's cash and cash equivalents; notes and accounts receivables (including related parties), and other receivables; and derivative instruments.

1) Cash and cash equivalents

The Group had deposited $13,671,722 (including restricted deposits) in SinoPac Bank and 24 other financial institutions, and $9,625,255 (including restricted deposits) in O-Bank and 18 other financial institutions, representing 27% and 21% of total assets, as of December 31, 2024 and 2023, respectively. The Group believes that there is no significant credit risk from the above-mentioned financial institutions.

(Continued)

2) Notes and accounts receivable

Sales to individual customers constituting over 10% of total revenue for the years ended December 31, 2024 and 2023, totaled 11% and 24%, respectively; also 19% and 20%, respectively, of the ending balance of notes and accounts receivable (including related parties) were accounted for by those customers. In order to reduce credit risk, the Group assesses the financial status of each customer and the possibility of collection of receivables on a regular basis. The above-mentioned customers are profitable and have a good credit record; hence, the Group did not suffer any significant credit loss from those customers during the financial reporting period.

3) Derivative instruments

The Group entered into derivative instrument contracts with reputable and creditworthy financial institutions. The Group believes that the risk that these financial institutions may default on these contracts is relatively low and anticipates no significant credit loss.

(iv) Liquidity risk

Liquidity risk is the risk that the Group will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Group's approach to managing liquidity is to ensure, as far as possible, that it always has sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Group's reputation.

The Group manages sufficient cash and cash equivalents so as to cope with its operations and mitigate the effects of fluctuations in cash flows. The Group had unused credit line of \$29,145,225 and \$29,144,191 as of December 31, 2024 and 2023, respectively.

(v) Market risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates, and equity prices, will affect the Group's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.

1) Currency risk

The Group is exposed to currency risk on sales, purchases, and borrowings that are denominated in a currency other than the respective functional currencies of the Group's entities, primarily the TWD, USD, HKD, CNY, CZK and THB. These transactions are denominated in USD.

The Group uses forward exchange contracts and foreign exchange swap contracts to hedge its currency risk. The Group makes performance reports and reviews operating strategy regularly, and believes that there is no significant risk because the gains or losses from exchange rate fluctuation will mostly be offset by the hedged item.

2) Interest rate risk

The Group's main assets and liabilities with a floating-interest-rate basis are deposits and borrowings. The Group believes that cash flow risk arising from interest rate fluctuation is insignificant.

(ac) Capital management

The board' s policy is to maintain a strong capital base so as to maintain investor, creditor, and market confidence, and to sustain future development of the business. Capital consists of ordinary shares, capital surplus, retained earnings, other equity, and non-controlling interests.

The Group sets its objectives for managing capital to safeguard the capacity to continue to operate, to continue to provide a return to stockholders, to safeguard the interest of related parties, and to maintain an optimal capital structure to reduce the cost of capital.

The Group's debt ratios as of December 31, 2024 and 2023, were 60% and 59%, respectively.

(ad) Changes of liabilities from financing activities

Reconciliation of liabilities arising from financing activities was as follows:

	January 1, 2024	Cash flows	Effect of changes in exchange rate	Changes in lease payments	December 31, 2024
Short-term borrowings	$ 756,252	629,645	55,592	-	1,441,489
Long-term borrowings	707,979	476,614	6,215	-	1,190,808
Lease liabilities	1,784,590	(247,739)	8,868	144,122	1,689,841
Guarantee deposits	33,505	5,100	-	-	38,605
Total liabilities from financing activities	**$ 3,282,326**	**863,620**	**70,675**	**144,122**	**4,360,743**

	January 1, 2023	Cash flows	Effect of changes in exchange rate	Changes in lease payments	December 31, 2023
Short-term borrowings	$ 489,370	266,882	-	-	756,252
Long-term borrowings	464,000	243,979	-	-	707,979
Lease liabilities	1,898,262	(236,951)	5,014	118,265	1,784,590
Guarantee deposits	12,126	21,379	-	-	33,505
Total liabilities from financing activities	**$ 2,863,758**	**295,289**	**5,014**	**118,265**	**3,282,326**

(ae) Supplementary information of cash flow

	2024	2023
Acquisition of property, plant and equipment	$ 1,534,053	1,671,181
Increase in payables on equipment	(160,831)	(99,660)
Decrease in cash	**$ 1,373,222**	**1,571,521**

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	2024	2023
Disposal of property, plant and equipment	$ 203,338	50,276
(Loss) gain on disposal of property, plant and equipment	(12,914)	42,630
Decrease (Increase) in other receivables	8,160	(8,160)
Decrease in equipment subsidy	(3,569)	(89)
Decrease in advance payment	(14,984)	-
Increase in cash	**$ 180,031**	**84,657**

(7) Related-party transactions:

(a) Names and relationship of the related parties

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

Name	Relationship
Specialty Technologies, LLC (Specialty)	Other related party
Tom Zilvervloot B.V. (Tom Zilvervloot)	Other related party
Tuskany Investment Corporation (Tuskany)	Other related party
HuiZhou Bo-Chuang Investment Partnership Company (Limited Partnership) (Huizhou Bo-Chuang)	Other related party
Mibtech Plastic & Molds (Thailand) Company (MBTH)	An associate

(b) Significant transactions with related parties

(i) Sales

The amounts of significant sales by the Group to related parties and the outstanding balances were as follows:

	Sales		Accounts receivable －related parties	
	2024	**2023**	**December 31, 2024**	**December 31, 2023**
Other related parties	$ 504,300	570,633	84,126	70,606
Associates	22,149	-	25,180	-
	$ 526,449	**570,633**	**109,306**	**70,606**

There were no significant differences in the selling prices between the related parties and other customers. The trading terms offered to other related parties were 60 days, and the trading terms to other customers were 45 days to 120 days.

(ii) Acquisition of equity

TWEL, which is held by the Company through its subsidiary, Diamond, resolved to acquire Tymphany Huizhou's equity held by minority shareholders, based on a resolution passed during its board meeting held in 2024. The transaction price was determined through negotiation between both parties, and a certified public accountant has been engaged to render an opinion regarding the appropriateness of the transaction price. Please refer to note 6(i). The transaction details were as follows:

	2024			December 31, 2024
Counter party:	**Shares (thousands)**		**Price**	**Other payables to related parties**
Tom Zilvervloot	56,031	$	878,691	178,909
Tuskany	17,228		270,171	55,009
Huizhou Bo-Chuang	6,630		103,971	21,170
	79,889	**$**	**1,252,833**	**255,088**

(c) Key management personnel compensation

Key management personnel compensation comprised:

		2024	2023
Short-term employee benefits	$	298,501	181,262
Post-employment benefits		2,033	1,407
Share-based payments		95,641	115,818
	$	**396,175**	**298,487**

Please refer to note 6(u) for information related to share-based payments.

(8) Pledged assets:

The carrying amounts of pledged assets were as follows:

Pledged assets	Pledged to secure		December 31, 2024	December 31, 2023
Other non-current assets – restricted assets	Guarantee letters issued by bank	**$**	**3,414**	**3,414**
Property, plant and equipment	Loan collateral	**$**	**1,902,889**	**769,580**
Investment property	Loan collateral	**$**	**597,921**	**611,258**

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(9) Commitments and contingencies:

(a) For the detail of the Group's guarantee, please refer to note 13.

(b) The following are guarantee letters issued by the bank to customs, business partner and Power Supply Bureau as guarantee deposits and power supply guarantee, respectively.

	December 31, 2024	December 31, 2023
Guarantee letters	$ 40,736	62,449

(c) Guarantee notes provided as part of agreements with banks to sell accounts receivable and to acquire long-term borrowings were as follows:

	December 31, 2024	December 31, 2023
Sales of accounts receivable	$ 408,176	76,838
Long-term borrowings	$ 1,800,400	1,800,400

(d) The aggregate unpaid amounts of contracts pertaining to the purchase of equipment were as follows:

	December 31, 2024	December 31, 2023
Property, plant and equipment	$ 1,338,721	1,555,520

(10) Losses Due to Major Disasters: None

(11) Subsequent Events: None

(12) Other:

(a) A summary of employee benefit, depreciation, and amortization expenses by function, was as follows:

By function	2024			2023		
By item	Operating cost	Operating expenses	Total	Operating cost	Operating expenses	Total
Employee benefits						
Salaries	3,588,439	4,543,043	8,131,482	3,590,149	4,157,297	7,747,446
Labor and health insurance	152,494	235,471	387,965	157,612	234,410	392,022
Pension	217,376	178,017	395,393	226,427	171,861	398,288
Others	70,278	176,786	247,064	58,718	182,091	240,809
Depreciation	1,172,630	349,190	1,521,820	1,314,795	382,994	1,697,789
Amortization	13,803	52,160	65,963	20,228	183,807	204,035

Note: Excluding the depreciation of the investment property (classified as other gains and losses) amounted to $35,153 and $11,558 for the years ended December 31, 2024 and 2023, respectively.

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PRIMAX ELECTRONICS LTD. AND SUBSIDIARIES

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(13) Other disclosures:

(a) Information on significant transactions:

The followings were the information on significant transactions required by the Regulations for the Group:

(i) Loans to other parties:

Number	Name of lender	Name of borrower	Account name	Related party	Highest balance of financing to other parties during the period	Ending balance	Actual usage amount during the period	Range of interest rates during the period	Purposes of fund financing for the borrower	Transaction amount for business between two parties	Reasons for short-term financing	Allowance for bad debt	Collateral Item	Collateral Value	Individual funding loan limits	Maximum limit of fund financing
1	PKS1	The Company	Other receivables	Y	317,197	-	-	0	Short-term loan to other parties	-	Operating capital	-	-	-	215,347	215,347
2	TYM Acoustic HK	TWEL	〃	〃	623,884	622,839	393,372	5.5%	〃	-	〃	-	-	-	649,177	1,298,354
3	TYM HK	〃	〃	〃	32,781	32,781	32,781	5.5%	〃	-	〃	-	-	-	143,190	286,380

Note 1: After the approval from the Board of directors, the loan provided to an individual entity shall not exceed the net worth of PKS1 in the latest financial statements to its parent company, and also to subsidiaries wherein its parent owns 100%, directly and indirectly, of its voting shares. Also, the criterion for the amount available for financing is the same as that offered to an individual entity mentioned above.

Note 2: Due to the short-term financing need, the loan provided to an individual entity shall not exceed 20% of the net worth of TYM Acoustic HK in its latest financial statements. However, the amount available for financing shall not exceed 40% of the net worth of TYM Acoustic HK in its latest financial statements.

Note 3: Due to the short-term financing need, the loan provided to an individual entity shall not exceed 20% of the net worth of TYM HK in its latest financial statements. However, the amount available for financing shall not exceed 40% of the net worth of TYM HK in its latest financial statements.

Note 4: The above transactions have been eliminated during the preparation of the consolidated financial statements.

(ii) Guarantees and endorsements for other parties:

(In Thousands of New Taiwan Dollars)

No.	Name of guarantor	Counter-party of guarantee and endorsement: Name	Counter-party of guarantee and endorsement: Relationship with the Company	Limitation on amount of guarantees and endorsements for a specific enterprise	Highest balance for guarantees and endorsements during the period	Balance of guarantees and endorsements as of reporting date	Actual usage amount during the period	Property pledged for guarantees and endorsements (Amount)	Ratio of accumulated amounts of guarantees and endorsements to net worth of the latest financial statements	Maximum amount for guarantees and endorsements	Parent company endorsements/ guarantees to third parties on behalf of subsidiary	Subsidiary endorsements/ guarantees to third parties on behalf of parent company	Endorsements/ guarantees to third parties on behalf of companies in Mainland China
0	The Company	PCH2	The subsidiary of Primax HK and Primax Tech.	5,950,493	328,360	327,810	-	-	1.65 %	15,867,981	Y	N	Y
〃	〃	Primax Singapore	Subsidiary	5,950,493	2,700,000	2,700,000	251,320	-	13.61 %	15,867,981	Y	N	N
1	Tymphany Huizhou	TYM Acoustic HK	〃	2,509,483	4,925	4,917	-	-	0.06 %	4,182,472	N	N	N

Note 1: The amount of the guarantee to a company shall not exceed 30% of the Company's net worth in the latest financial statements. The total amount of the guarantee to total company shall not exceed 80% of the Company's net worth in the latest financial statements.

Note 2: The amount of the guarantee to a company shall not exceed 30% of the Tymphany Huizhou's net worth in the latest financial statements. The total amount of the guarantee to total company shall not exceed 50% of the Tymphany Huizhou's net worth in the latest financial statements.

Note 3: The above counter-parties of guarantee and endorsement are subsidiaries included in the consolidated financial statements.

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(iii) Securities held as of December 31, 2024 (excluding investment in subsidiaries, associates and joint ventures):

Company Ending balance holding securities	Security type and name	Relationship with company	Account	Ending balance				Highest balance during the year		Note
				Shares/Units (thousands)	Carrying value	Percentage of ownership (%)	Fair value	Shares/Units (thousands)	Percentage of ownership (%)	
The Company	Stocks (equities):									
	Green Rich Technology Co., Ltd.	-	Financial assets at FVOCI	359	-	3.59	-	359	3.59	
	Changing Information Technology Inc.	-	〃	223	25,042	1.17	25,042	223	1.29	
	Formosoft International Inc.	-	〃	11	-	0.41	-	11	0.41	
	Syntronix Corp.	-	〃	7	250	0.02	250	7	0.02	
	Ricavision International Inc.	-	〃	917	-	2.04	-	917	2.04	
	Grove Ventures L.P.	-	〃	-	158,529	2.75	158,529	-	2.75	
	Grove Ventures II, L.P.	-	〃	-	97,333	3.28	97,333	-	3.29	
	Grove Ventures III, L.P.	-	〃	-	41,042	2.22	41,042	-	2.22	
	Storm Ventures Fund VII, L.P.	-	Financial assets at FVTPL	-	8,195	0.44	8,195	-	0.44	
	Thin Line Capital Fund II, L.P.	-	〃	-	15,178	7.12	15,178	-	7.12	
					345,569					
Primax	Stocks:									
Tech.	Echo. Bahn.	-	Financial assets at FVOCI	400	-	11.90	-	400	11.90	
Tymphany	Stocks:									
Huizhou	Shenzhen Mees Hi-Tech Co., Ltd.	-	Financial assets at FVOCI	556	-	10.00	-	556	10.00	

(iv) Individual securities acquired or disposed of with accumulated amount exceeding the lower of TWD300 million or 20% of the Company's issued capital:

Name of company	Category and name of security	Account name	Name of counter-party	Relationship with the company	Beginning Balance		Purchases		Sales				Ending Balance	
					Shares (thousands)	Amount	Shares (thousands)	Amount	Shares (thousands)	Price	Cost	Gain (loss) on disposal	Shares (thousands)	Amount
The Company	Stocks:													
	Diamond	Investment accounted for using equity method	Initial offerings	Subsidiary	129,050	6,943,949	27,000	869,400	-	-	-	-	156,050	9,624,259
Diamond	Stocks:													
	TWEL	〃	〃	〃	192,251	7,004,331	86,940	869,400	-	-	-	-	279,191	9,676,245
TWEL	Stocks:													
	Tymphany Huizhon	〃	Related and non-related parties	〃	291,493	5,550,780	87,025	1,364,738	-	-	-	-	378,518	8,364,936

Note 1: The beginning and ending balance in the above information are the book value of investments accounted for using equity method. Adjustments under equity method valuation have been considered.

Note 2: The above investments have been eliminated during the preparation of the consolidated financial statement.

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PRIMAX ELECTRONICS LTD. AND SUBSIDIARIES
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(v) Acquisition of individual real estate with amount exceeding the lower of TWD300 million or 20% of the Company's issued capital:

(In Thousands of New Taiwan Dollars)

Name of company	Name of property	Transaction date	Transaction amount	Status of payment	Counter-party	Relationship with the Company	If the counter-party is a related party, disclose the previous transfer information				References for determining price	Purpose of acquisition and current condition	Others
							Owner	Relationship with the Company	Date of transfer	Amount			
Primax Thailand	Building	2024.06.18	8,614	7,073 thousand dollars have been paid	J.J.PAN & Partner Architects & Planners	Non-related party	-	-	-	-	Price negotiation	For operation growth	None
〃	〃	2024.06.20	1,131	-	Pro Chain (Thailand) Co., LTD.	〃	-	-	-	-	〃	〃	〃
〃	〃	2024.09.15	3,517	-	GUALONG AUTOMATIC SERVICE COMPANY LIMITED	〃	-	-	-	-	〃	〃	〃
〃	〃	2024.12.12	429,862	-	China State Construction Engineering (Thailand) Co., Ltd	〃	-	-	-	-	〃	〃	〃

(vi) Disposal of individual real estate with amount exceeding the lower of TWD300 million or 20% of the Company's issued capital: None

(vii) Related-party transactions for purchases and sales with amounts exceeding the lower of TWD100 million or 20% of the Company's issued capital:

Name of company	Related party	Nature of relationship	Transaction details				Transactions with terms different from others		Notes/Accounts receivable (payable)		Note
			Purchase/ Sale	Amount	Percentage of total purchases/sales	Payment terms	Unit price	Payment terms	Ending balance	Percentage of total notes/accounts receivable (payable)	
The Company	Primax Singapore	Subsidiary	(Sale)	(10,985,241)	(30) %	60 days	Price agreed by both sides	The same as general selling	1,210,345	17%	Note 1
〃	PCH2	The subsidiary of Primax HK	Purchase	19,201,440	59 %	〃	〃	The same as general purchasing	(8,736,447)	(66)%	Note 1
〃	PKS1	〃	Purchase	1,703,847	5 %	〃	〃	〃	(447,322)	(3)%	Note 1
〃	PCQ1	〃	Purchase	6,306,378	19 %	〃	〃	〃	(3,201,053)	(24)%	Note 1
〃	Polaris	The subsidiary of Primax Tech.	(Sale)	(3,418,324)	(9) %	90 days	〃	The same as general selling	193,830	3%	Note 1
〃	Primax Thailand	The subsidiary of Primax Singapore	Purchase	3,596,022	11 %	60 days	〃	The same as general purchasing	(356,082)	(3)%	Note 1
Primax Singapore	The Company	Parent	Purchase	10,985,241	98 %	〃	〃	〃	(1,210,345)	(79)%	Note 1
〃	PCH2	The subsidiary of Primax HK	Purchase	181,425	2 %	〃	〃	〃	(77,808)	(5)%	Note 1
PCH2	The Company	The parent of Primax Cayman	(Sale)	(19,201,440)	(85) %	〃	〃	The same as general selling	8,736,447	95%	Note 1
〃	Primax Singapore	The subsidiary of the Company	(Sale)	(181,425)	(1) %	〃	〃	〃	77,808	1%	Note 1
PKS1	The Company	The parent of Primax Cayman	(Sale)	(1,703,847)	(100) %	〃	〃	〃	447,322	100%	Note 1
PCQ1	〃	〃	(Sale)	(6,306,378)	(76) %	〃	〃	〃	3,201,053	87%	Note 1

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Name of company	Related party	Nature of relationship	Transaction details				Transactions with terms different from others		Notes/Accounts receivable (payable)		Note
			Purchase/ Sale	Amount	Percentage of total purchases/sales	Payment terms	Unit price	Payment terms	Ending balance	Percentage of total notes/accounts receivable (payable)	
Primax Thailand	The Company	The parent of Primax Singapore	(Sale)	(3,596,022)	(90) %	60 days	Price agreed by both sides	The same as general selling	356,082	97%	Note 1
Polaris	〃	The parent of Primax Tech.	Purchase	3,418,324	100 %	90 days	〃	The same as general purchasing	(193,830)	(100)%	Note 1
Tymphany Huizhou	TYM Acoustic HK	Subsidiary	(Sale)	(3,688,040)	(54) %	60 days	〃	The same as general selling	1,594,417	49%	Note 1
〃	TYM HK	The subsidiary of TYM Acoustic HK	(Sale)	(2,564,875)	(38) %	〃	〃	〃	1,428,401	44%	Note 1
〃	TYM Acoustic Europe	〃	(Sale)	(118,878)	(2) %	〃	〃	〃	25,588	1%	Note 1
〃	Tymphany Dongguan	Subsidiary	Purchase	161,516	3 %	〃	〃	The same as general purchasing	(25,989)	(1)%	Note 1
〃	TYTH	The subsidiary of TYM Acoustic HK	(Sale)	(164,919)	(2) %	〃	〃	The same as general selling	134,182	4%	Note 1
Tymphany Dongguan	TYM HK	〃	Purchase	356,101	8 %	〃	〃	The same as general purchasing	(87,891)	(8)%	Note 1
〃	〃	〃	(Sale)	(1,309,821)	(24) %	〃	〃	The same as general selling	275,441	17%	Note 1
〃	Tymphany Huizhou	Parent	(Sale)	(161,516)	(3) %	〃	〃	〃	25,989	2%	Note 1
〃	TYM Acoustic Europe	The subsidiary of TYM Acoustic HK	(Sale)	(392,553)	(7) %	〃	〃	〃	104,561	6%	Note 1
〃	TYM Acoustic HK	The subsidiary of Tymphany Huizhou	(Sale)	(3,210,377)	(58) %	〃	〃	〃	1,235,876	74%	Note 1
TYDC	〃	〃	(Sale)	(576,655)	(97) %	〃	〃	〃	-	-%	Note 1. Note 2
TYM Acoustic HK	TYM Acoustic Europe	Subsidiary	Purchase	2,175,919	21 %	〃	〃	The same as general purchasing	(602,872)	(13)%	Note 1
〃	Tymphany Huizhou	Parent	Purchase	3,688,040	35 %	〃	〃	〃	(1,594,417)	(34)%	Note 1
〃	Tymphany Dongguan	The subsidiary of Tymphany Huizhou	Purchase	3,210,377	31 %	〃	〃	〃	(1,235,876)	(26)%	Note 1
〃	TYDC	The subsidiary of Tymphany Dongguan	Purchase	576,655	6 %	〃	〃	〃	-	-%	Note 1. Note 2
〃	Specialty	The other related party	(Sale)	(504,300)	(5) %	〃	〃	The same as general selling	84,126	3%	
〃	TYTH	Subsidiary	Purchase	859,596	8 %	〃	〃	The same as general purchasing	(571,116)	(12)%	Note 1
TYM Acoustic Europe	TYM Acoustic HK	Parent	(Sale)	(2,175,919)	(100) %	〃	〃	The same as general selling	602,872	99%	Note 1
〃	Tymphany Huizhou	The parent of TYM Acoustic HK	Purchase	118,878	7 %	〃	〃	The same as general purchasing	(25,588)	(7)%	Note 1
〃	Tymphany Dongguan	The subsidiary of Tymphany Huizhou	Purchase	392,553	24 %	〃	〃	〃	(104,561)	(29)%	Note 1

(Continued)

			Transaction details				Transactions with terms different from others		Notes/Accounts receivable (payable)		
Name of company	Related party	Nature of relationship	Purchase/ Sale	Amount	Percentage of total purchases/sales	Payment terms	Unit price	Payment terms	Ending balance	Percentage of total notes/accounts receivable (payable)	Note
TYM HK	Tymphany Huizhou	The parent of TYM Acoustic HK	Purchase	2,564,875	35 %	60 days	Price agreed by both sides	The same as general purchasing	(1,428,401)	(55)%	Note 1
〃	Tymphany Dongguan	The subsidiary of Tymphany Huizhou	Purchase	1,309,821	18 %	〃	〃	〃	(275,441)	(11)%	Note 1
〃	〃	〃	(Sale)	(356,101)	(4) %	〃	〃	The same as general selling	87,891	7%	Note 1
〃	TYTH	The subsidiary of TYM Acoustic HK	Purchase	3,800,021	51 %	〃	〃	The same as general purchasing	(336,833)	(13)%	Note 1
TYTH	TYM HK	〃	(Sale)	(3,800,021)	(81) %	〃	〃	The same as general selling	336,833	36%	Note 1
〃	Tymphany Huizhou	The parent of TYM Acoustic HK	Purchase	164,919	4 %	〃	〃	The same as general purchasing	(134,182)	(11)%	Note 1
〃	TYM Acoustic HK	Parent	(Sale)	(859,596)	(18) %	〃	〃	The same as general selling	571,116	61%	Note 1

Note 1: Related transactions have been eliminated during the preparation of the consolidated financial statements.
Note 2: TYDC was merged into Tymphany Dongguan in June 2024. Therefore, the information were disclosed as of the date of the merger.

(viii) Receivables from related parties with amounts exceeding the lower of TWD$100 million or 20% of the Company's issued capital:

Name of company	Counter-party	Nature of relationship	Ending balance	Turnover rate	Overdue		Amounts received in subsequent period (note 1)	Allowance for bad debts
					Amount	Action taken		
The Company	Primax Singapore	Subsidiary	1,210,345 (note 5)	7.24	-	-	814,489	-
〃	Polaris	The subsidiary of Primax Tech.	193,830 (note 5)	6.83	-	-	193,830	-
〃	PCH2	The subsidiary of Primax HK	416,591 (note 2&5)	4.35	-	-	106,574	-
〃	〃	〃	3,462 (note 5)	(note 3)	-	-	2,537	-
PCH2	The Company	The parent of Primax Cayman	8,736,447 (note 5)	2.44	-	-	2,670,065	-
〃	Primax Thailand	The subsidiary of Primax Singapore	247,759 (note 5)	(note 3)	-	-	49,013	-
PKS1	The Company	The parent of Primax Cayman	447,322 (note 5)	3.04	-	-	241,002	-
PCQ1	〃	〃	3,201,053 (note 5)	2.02	-	-	-	-
Primax Thailand	〃	The parent of Primax Singapore	356,082 (note 5)	10.80	-	-	356,082	-
Tymphany Huizhou	TYM Acoustic HK	Subsidiary	1,594,417 (note 5)	2.96	-	-	328,356	-
〃	TYM HK	The subsidiary of TYM Acoustic HK	1,428,401 (note 5)	2.27	-	-	426,504	-
〃	TYTH	〃	134,182 (note 5)	1.24	-	-	48,991	-
Tymphany Dongguan	TYM HK	〃	275,441 (note 5)	1.86	-	-	72,178	-
〃	TYM Acoustic Europe	〃	104,561 (note 5)	2.68	-	-	61,421	-
〃	TYM Acoustic HK	The subsidiary of Tymphany Huizhou	1,235,876 (note 5)	4.20	-	-	567,176	-

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Name of company	Counter-party	Nature of relationship	Ending balance	Turnover rate	Overdue		Amounts received in subsequent period (note 1)	Allowance for bad debts
					Amount	Action taken		
TYM Acoustic HK	Tymphany Huizhou	Parent	437,286 (note 5)	(note 3)	-	-	328,154	-
〃	TWEL	The parent of Tymphany Huizhou	393,372 (note 5)	(note 4)	-	-	-	-
〃	〃	〃	762 (note 5)	(note 3)	-	-	-	-
TYM Acoustic Europe	TYM Acoustic HK	Parent	602,872 (note 5)	3.59	-	-	350,986	-
TYM HK	Tymphany Dongguan	The subsidiary of Tymphany Huizhou	87,891 (note 5)	3.80	-	-	29,424	-
〃	〃	〃	325,693 (note 5)	(note 3)	-	-	325,693	-
〃	TYM Acoustic HK	Parent	667,903 (note 5)	(note 3)	-	-	3,388	-
TYAT	TYM HK	The subsidiary of TYM Acoustic HK	419,835 (note 5)	(note 3)	-	-	209,971	-
TYTH	〃	〃	336,833 (note 5)	7.82	-	-	336,833	-
〃	TYM Acoustic HK	Parent	571,116 (note 5)	2.73	-	-	262,464	-

Note 1: Amounts were collected as of February 7, 2025.
Note 2: The Company sells semi-finished products to its subsidiaries for processing and production. The finished products are then repurchased back by the Company and sold to the customers. The amount of semi-finished products sold in the year ended December 31, 2024 was $1,890,207, which was written off with related cost of goods sold, and not regarded as sales for the Company.
Note 3: The receivables arise from service rendering for intercompany or material purchasing on behalf of intercompany or related parties.
Note 4: The other receivables arise from intercompany loans.
Note 5: Related transactions have been eliminated during the preparation of the consolidated financial statements.

(ix) Trading in derivative instruments: Please refer to note 6(b).

(x) Business relationships and significant intercompany transactions:

No	Name of company	Name of counter-party	Nature of relationship	Intercompany transactions			
				Account name	Amount	Trading terms	Percentage of consolidated total operating revenues or total assets
0	The Company	Primax Singapore	Subsidiary	Sale	10,985,241	Price agreed by both sides	18.86 %
〃	〃	〃	〃	Accounts Receivable	1,210,346	60 days	2.41 %
〃	〃	PCH2	The subsidiary of Primax HK	Purchase	19,201,440	Price agreed by both sides	32.97 %
〃	〃	〃	〃	Accounts Payable	8,736,447	60 days	17.43 %
〃	〃	〃	〃	Accounts Receivable	416,591	〃	0.83 %
〃	〃	〃	〃	Other Receivable	3,462	(note 2)	0.01 %
〃	〃	PKS1	〃	Purchase	1,703,847	Price agreed by both sides	2.93 %
〃	〃	〃	〃	Accounts Payable	447,322	60 days	0.89 %
〃	〃	PCQ1	〃	Purchase	6,306,378	Price agreed by both sides	10.83 %
〃	〃	〃	〃	Accounts Payable	3,201,053	60 days	6.39 %

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No	Name of company	Name of counter-party	Nature of relationship	Intercompany transactions			
				Account name	Amount	Trading terms	Percentage of consolidated total operating revenues or total assets
0	The Company	Polaris	The subsidiary of Primax Tech.	Sale	3,418,324	Price agreed by both sides	5.87 %
〃	〃	〃	〃	Accounts Receivable	193,830	90 days	0.39 %
〃	〃	Primax Thailand	The subsidiary of Primax Singapore	Purchase	3,596,022	Price agreed by both sides	6.17 %
〃	〃	〃	〃	Accounts Payable	356,082	60 days	0.71 %
1	PCH2	〃	〃	Accounts Receivable	247,759	(note 2)	0.49 %
〃	〃	Primax Singapore	The subsidiary of the Company	Sale	181,425	Price agreed by both sides	0.31 %
〃	〃	Tymphany Dongguan	The subsidiary of Tymphany Huizhou	Service Revenue	102,350	〃	0.18 %
〃	〃	UTD3	The subsidiary of Destiny Tech.	Service Expense	100,854	〃	0.17 %
2	Tymphany Huizhou	TYM Acoustic HK	Subsidiary	Sale	3,688,040	〃	6.33 %
〃	〃	〃	〃	Accounts Receivable	1,594,417	60 days	3.18 %
〃	〃	〃	〃	Other Payable	437,286	(note 2)	0.87 %
〃	〃	TYM HK	The subsidiary of TYM Acoustic HK	Sale	2,564,875	Price agreed by both sides	4.40 %
〃	〃	〃	〃	Accounts Receivable	1,428,401	60 days	2.85 %
〃	〃	TYTH	〃	Accounts Receivable	134,182	〃	0.27 %
〃	〃	〃	〃	Sale	164,919	Price agreed by both sides	0.28 %
〃	〃	TYM Acoustic Europe	〃	Sale	118,878	〃	0.20 %
〃	〃	Tymphany Dongguan	〃	Purchase	161,516	〃	0.28 %
3	Tymphany Dongguan	TYM HK	〃	Sale	1,309,821	〃	2.25 %
〃	〃	〃	〃	Accounts Receivable	275,441	60 days	0.55 %
〃	〃	〃	〃	Purchase	356,101	Price agreed by both sides	0.61 %
〃	〃	〃	〃	Accounts Payable	87,891	60 days	0.18 %
〃	〃	〃	〃	Other Payable	325,693	(note 2)	0.65 %
〃	〃	TYM Acoustic Europe	〃	Sale	392,553	Price agreed by both sides	0.67 %
〃	〃	〃	〃	Accounts Receivable	104,561	60 days	0.21 %
〃	〃	TYM Acoustic HK	The subsidiary of Tymphany Huizhou	Accounts Receivable	1,235,876	〃	2.47 %
〃	〃	〃	〃	Sale	3,210,377	Price agreed by both sides	5.51 %
〃	〃	Tymphany Huizhou	Parent	Sale	161,516	〃	0.28 %
4	TYDC	TYM Acoustic HK	The subsidiary of Tymphany Huizhou	Sale	576,655 (note 4)	〃	0.99 %

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No	Name of company	Name of counter-party	Nature of relationship	Intercompany transactions			
				Account name	Amount	Trading terms	Percentage of consolidated total operating revenues or total assets
5	TYM Acoustic HK	TYM Acoustic Europe	Subsidiary	Purchase	2,175,919	Price agreed by both sides	3.74 %
〃	〃	〃	〃	Accounts Payable	602,872	60 days	1.20 %
〃	〃	TYM HK	〃	Other Payable	667,903	(note 2)	1.33 %
〃	〃	〃	〃	Service Expense	826,776	Price agreed by both sides	1.42 %
〃	〃	TWEL	The parent of Tymphany Huizhou	Other Receivable	393,372	(note 3)	0.78 %
〃	〃	〃	〃	Other Receivable	762	(note 2)	- %
〃	〃	TYTH	Subsidiary	Purchase	859,596	Price agreed by both sides	1.48 %
〃	〃	〃	〃	Accounts Payable	571,116	60 days	1.14 %
6	TYM HK	〃	The subsidiary of TYM Acoustic HK	Purchase	3,800,021	Price agreed by both sides	6.52 %
〃	〃	〃	〃	Accounts Payable	336,833	60 days	0.67 %
〃	〃	TYAT	〃	Other Payable	419,835	(note 2)	0.84 %
〃	〃	〃	〃	Service Expense	1,095,412	Price agreed by both sides	1.88 %
〃	〃	TYP	〃	Service Expense	185,525	〃	0.32 %
〃	〃	TYM UK	〃	Service Expense	135,011	〃	0.23 %

Note 1: Disclosure of the amounts was exceeding of NTD$100 million.
Note 2: The receivables arises from service rendering for intercompany or material purchasing on behalf of intercompany or related party.
Note 3: The other receivables arise from intercompany loans.
Note 4: TYDC was merged into Tymphany Dongguan in June 2024. Therefore, the information were disclosed as of the date of the merger.
Note 5: Related transactions have been eliminated during the preparation of the consolidated financial statements.

(b) Information on investees:

The following is the information on investees for the year ended December 31, 2024 (excluding information on investees in Mainland China):

Name of investor	Name of investee	Location	Main businesses and products	Original investment amount		Balance as of December 31, 2024			Highest balance during the year		Net income (losses) of investee	Share of profits/losses of investee	Note
				December 31, 2024	December 31, 2023	Shares (thousands)	Percentage of ownership	Carrying value	Shares (thousands)	Percentage of ownership			
The Company	Primax Cayman	Cayman Islands	Holding company	1,912,688	2,540,588	6,197,636	100.00	8,429,538	8,147,636	100.00	626,983	415,985	Note 3
〃	Primax Tech.	Cayman Islands	Holding company	897,421	897,421	285,067	100.00	3,307,117	285,067	100.00	190,190	137,062	Note 3
〃	Destiny BVI.	Virgin Island	Holding company	30,939	30,939	1,050	100.00	(10,395)	1,050	100.00	(14,237)	(14,237)	Note 3
〃	Destiny Japan	Japan	Market development of and customer service for computer peripherals, mobile device components, and business devices	7,032	7,032	0.50	100.00	15,201	0.5	100.00	416	416	Note 3

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Name of investor	Name of investee	Location	Main businesses and products	Original investment amount		Balance as of December 31, 2024			Highest balance during the year		Net income (losses) of investee	Share of profits/losses of investee	Note
				December 31, 2024	December 31, 2023	Shares (thousands)	Percentage of ownership	Carrying value	Shares (thousands)	Percentage of ownership			
The Company	Diamond	Cayman Islands	Holding company	4,759,198	3,889,798	156,050	100.00	9,624,259	156,050	100.00	511,768	504,026	Note 3
〃	Gratus Tech.	USA	Market development of and customer service for computer peripherals, mobile device components, and business devices	9,330	9,330	300	100.00	23,000	300	100.00	3,919	3,919	Note 3
〃	Primax AE	Cayman Islands	Holding company	1,431,540	1,431,540	48,200	100.00	72,004	48,200	100.00	7,668	7,668	Note 3
〃	Primax Singapore	Singapore	Sale of computer peripherals and mobile device components	1,181,150	1,181,150	40,100	100.00	631,630	40,100	100.00	(144,530)	(140,193)	Note 3
〃	Primax Security	Taiwan	Sale of computer peripherals and mobile device components	200	-	20	100.00	193	20	100.00	(7)	(7)	Note 3
	Total			10,229,498	9,987,798			22,092,547			1,182,170	914,639	
Primax Singapore	Primax Thailand	Thailand	Manufacturing and sale of computer peripherals, mobile device components, and business devices	1,162,928	1,162,928	1,244	100.00	628,138	1,244	100.00	(148,701)	(148,701)	Note 3 Note 6
Primax Cayman	Primax HK	Hong Kong	Holding company and customer service	1,737,164	2,375,164	446,817	100.00	8,634,464	602,817	100.00	620,296	620,296	Note 3
Primax Tech.	Polaris	USA	Sale and purchase of computer peripherals, mobile device components, and business devices	52,680	52,680	1,600	100.00	489,536	1,600	100.00	13,540	13,540	Note 3
Diamond	TWEL	Cayman Islands	Holding company	4,953,350	4,083,950	279,191	100.00	9,676,245	279,191	100.00	513,006	511,081	Note 3
Primax AE	AIC	Cayman Islands	Holding company	1,356,995	1,356,995	30	37.00	-	30	37.00	(148,366)	-	Note 4
TWEL	TYM Singapore	Singapore	R&D, design, and sales of various speaker accessories as well as speakers and their components and holding business	-	-	-	100.00	-	-	100.00	-	-	Note 3 Note 5
〃	MBTH	Thailand	Manufacturing of plastic products	31,900	-	319	40.00	31,900	319	40.00	136	-	Note 4
Tymphany Huizhou	TYM Acoustic HK	Hong Kong	R&D, design, and sales of various speaker accessories as well as speakers and their components and holding business	1,592,954	1,592,954	418,090	100.00	3,245,886	418,090	100.00	62,049	62,049	Note 3
TYM Acoustic HK	TYM HK	Hong Kong	Holding company; sales of, market development of and customer service for various speaker accessories, speakers and their components	76,280 (note 1)	76,280 (note 1)	144,395	100.00	715,950	144,395	100.00	(205,814)	(205,814)	Note 3
〃	TYP	USA	Market development of and customer service for speakers and their components	15 (note 1)	15 (note 1)	0.50	100.00	72,267	0.5	100.00	5,892	5,892	Note 3

(Continued)

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Name of investor	Name of investee	Location	Main businesses and products	Original investment amount		Balance as of December 31, 2024			Highest balance during the year		Net income (losses) of investee	Share of profits/losses of investee	Note
				December 31, 2024	December 31, 2023	Shares (thousands)	Percentage of ownership	Carrying value	Shares (thousands)	Percentage of ownership			
TYM Acoustic HK	TYM UK	United Kingdom	R&D and design of various speaker accessories as well as speakers and their components	15,631	15,631	400	100.00	47,039	400	100.00	4,709	4,709	Note 3
〃	TYM Acoustic Europe	Czech	Manufacturing, installation, and maintenance of various speaker accessories and their components	653,796	653,796	187,800	100.00	1,034,244	187,800	100.00	64,105	64,105	Note 3
〃	TYAT	Taiwan	R&D and design of various speaker accessories as well as speakers and their components	48,318	48,318	5,000	100.00	426,126	5,000	100.00	37,886	37,886	Note 3
〃	TYTH	Thailand	Manufacturing and sales of various speaker accessories, speakers, and their components	725,091	725,091	7,789	100.00	748,147	7,789	100.00	18,477	18,477	Note 3 Note 6
TYM HK	TYML	USA	Sales of various speaker accessories, speakers, and their components	6,628	6,628	200	100.00	8,533	200	100.00	4	4	Note 3

Note 1: The amount is the initial investment costs from the original stockholders prior to the acquisition of the Company through Diamond.
Note 2: Related investments (except for AIC) have been eliminated during the preparation of the consolidated financial statements.
Note 3: The subsidiary of the Company.
Note 4: The associate of the Company.
Note 5: As of December 31, 2024, there was no capital injection from the Group.
Note 6: To meet the regulatory requirements, both 3 shares of Primax Thailand and TYTH are owned by natural person.

(c) Information on investment in Mainland China:

(i) The names of investees in Mainland China, the main businesses and products, and other information:

Name of investee	Main businesses and products	Total amount of paid-in capital	Method of Investment	Accumulated outflow of investment from Taiwan as of January 1, 2024 (note 2)	Investment flows		Accumulated outflow of investment from Taiwan as of December 31, 2024 (note 2)	Net income (losses) of the investee	Percentage of ownership	Highest Percentage of ownership during the year	Investment income (losses)	Book value	Accumulated remittance of earnings in current period
					Outflow	Inflow							
PCH2	Manufacturing and sale of computer peripherals, mobile device components, and business devices	2,033,616	Indirect investment through Primax Cayman and Primax Tech.	1,685,321	-	-	1,801,000	492,572	100%	100%	492,572	8,397,844	-
Destiny Beijing	R&D of computer peripheral and business devices	40,285	Indirect investment through Destiny BVI.	32,272	-	-	34,420	(14,237)	100%	100%	(14,237)	(10,399)	-
PKS1	Production of computer peripheral products	234,590	Indirect investment through Primax Cayman	676,170	-	655,620	65,562	33,181	100%	100%	33,181	215,347	-
PCQ1	〃	870,238	〃	614,700	-	-	655,620	256,376	100%	100%	256,376	2,731,618	-

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Name of investee	Main businesses and products	Total amount of paid-in capital	Method of Investment	Accumulated outflow of investment from Taiwan as of January 1, 2024 (note 2)	Investment flows		Accumulated outflow of investment from Taiwan as of December 31, 2024 (note 2)	Net income (losses) of the investee	Percentage of ownership	Highest Percentage of ownership during the year	Investment income (losses)	Book value	Accumulated remittance of earnings in current period
					Outflow	Inflow							
Tymphany Huizhou	Manufacturing, R&D, design and sale of various speaker accessories, speakers, and their components	1,726,155	Indirect investment through Diamond	3,964,815	885,087	-	5,113,836	754,286	100% (note 5)	100% (note 5)	583,437	8,364,936	-
Tymphany Dongguan	〃	163,905	〃	15,368	-	-	16,391	210,028	100%	100%	161,743	1,369,962	-
TYDC	〃	-	〃	-	-	-	-	15,836	(note 3)	77.01%	12,196	-	-

Note 1: The above information on the exchange rate was as follows: HKD:TWD 4.2230 ; USD:TWD 32.7810; CNY:TWD 4.5603.
Note 2: The differences between the accumulated out flow of investments and paid in capital was derived from the currency exchange on translation, capital increase from retained earning and working capital.
Note 3: TYDC was merged into Tymphany Dongguan in June 2024.
Note 4: Related investments have been eliminated during the preparation of the consolidated financial statements.
Note 5: To meet the regulatory requirement, 1 share is owned by natural person.

(ii) Limitation on investment in Mainland China:

Name of Company	Accumulated Investment in Mainland China as of December 31, 2024	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on Investment
The Company	8,171,178	10,682,727	None (note)

Note: The Company has received the Certificate issued by the Industrial Development Bureau, Ministry of Economic Affairs, allowing it to start the operating of its headquarters.

The above investment income (losses) in mainland China, except for PCH2, Destiny Beijing, PKS1 and PCQ1 which were based on financial statements audited by the Company's auditors, others were based on the audited results of other auditors.

(iii) Significant transactions:

The significant inter-company transactions with the subsidiaries in Mainland China, which were eliminated in the preparation of the consolidated financial statements for the year ended December 31, 2024, are disclosed in " Information on significant transactions", and " Business relationships and significant intercompany transactions".

(d) Major shareholders:

Unit: Shares

Shareholding / Shareholder's Name	Shares	Percentage
Capital TIP Customized Taiwan Select High Dividend Exchange Traded Fund Investment Account	43,962,000	9.43 %

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(14) Segment information:

(a) General information

The Group's reported segments are the divisions for computer peripherals and non-computer peripherals. The division for computer peripherals specializes in the manufacture and sale of computer mice, keyboards, track pads, etc. The division for non-computer peripherals specializes in the manufacture and sale of digital camera modules, mobile phone accessories, multi-function printers, scanners, shredders, amplifiers, speakers and audio systems, etc.

The Group's reported segments consist of strategic business units which provide essentially different products and services. These units have to be separately managed as a result of the different technology and marketing strategies. Most of the business units were acquired, and the original management teams are still operating.

The Group's segment financial information was as follows:

	2024		
	Computer Peripherals	**Non-computer Peripherals**	**Total**
Revenue			
External revenue	$ 24,060,672	34,182,989	58,243,661
Intra-group revenue	-	-	-
Total segment revenue	**$ 24,060,672**	**34,182,989**	**58,243,661**
Profit before tax from segments reported	**$ 1,749,518**	**1,657,429**	**3,406,947**

	2023		
	Computer Peripherals	**Non-computer Peripherals**	**Total**
Revenue			
External revenue	$ 22,448,803	38,039,599	60,488,402
Intra-group revenue	-	-	-
Total segment revenue	**$ 22,448,803**	**38,039,599**	**60,488,402**
Profit before tax from segments reported	**$ 1,487,854**	**1,778,518**	**3,266,372**

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(b) Geographic information

In presenting information on the basis of geography, revenue is based on the geographical location of customers, and non-current assets are based on the geographical location of the assets. Details were as follows:

Geographic Information	2024	2023
Revenues from external customers:		
China	$ 25,946,327	28,358,071
Europe	10,799,318	9,912,399
America	17,745,858	17,973,542
Other	3,752,158	4,244,390
Total	$ 58,243,661	60,488,402

	December 31, 2024	December 31, 2023
Non-current assets:		
China	$ 4,618,402	5,049,655
Taiwan	3,614,726	3,195,771
Thailand	2,066,725	1,957,361
Other	2,330,333	2,214,848
Total	$ 12,630,186	12,417,635

(c) Major customer information

	2024	2023
A company－Non-computer Peripherals	$ 5,452,847	8,175,939
B company－Computer Peripherals	$ 5,645,782	6,610,707
C company－Computer Peripherals	$ 6,549,286	5,020,172