

FU CHUN SHIN MACHINERY MANUFACTURE CO., LTD. and its Subsidiaries

Consolidated Balance Sheet

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

Unit: NT\$ Thousand

Assets			March 31, 2024		December 31, 2023		March 31, 2023	
Code	Accounting titles	Notes	Amount	%	Amount	%	Amount	%
	Current assets							
1100	Cash and cash equivalents	IV/VI.1	\$689,569	9	\$489,397	7	\$706,883	10
1110	Financial assets at FVTPL - Current	IV/VI.2	139,480	2	269,800	3	97,494	1
1140	Contract assets - Current	IV/VI.15&16	31,219	-	53,902	1	38,526	1
1150	Net notes receivable	IV/VI.4&16	309,142	4	498,089	7	412,360	6
1170	Net accounts receivable	IV/VI.5&16	1,202,008	17	1,083,705	15	1,203,040	17
130x	Inventories	IV/VI.6	1,691,802	23	1,589,608	22	1,575,973	22
1470	Other current assets	VIII	186,682	3	260,111	3	208,141	3
11xx	Total current assets		4,249,902	58	4,244,612	58	4,242,417	60
	Non-current assets							
1510	Financial assets at FVTPL - Non-current	IV/VI.2	56,041	1	56,041	1	47,923	1
1517	Financial assets at FVOCI - Non-current	IV/VI.3	57,676	1	57,392	1	57,756	1
1550	Investment accounted for using the equity method	4.	6,592	-	7,349	-	12,108	-
1600	Property, plant and equipment	IV/VI.7/VIII	2,162,912	30	2,151,039	30	1,891,257	27
1755	Right-of-use assets	IV/VI.17/VIII	147,300	2	145,744	2	152,783	2
1760	Net investment property	IV/VI.8/VIII	325,433	4	327,735	4	331,862	5
1780	Intangible assets	4.	70,506	1	71,419	1	78,767	1
1840	Deferred tax income assets	IV/VI.21	97,623	1	105,722	1	114,408	1
1900	Other non-current assets – Others	IV/VI.4,5/VIII	130,717	2	117,503	2	166,570	2
15xx	Total non-current assets		3,054,800	42	3,039,944	42	2,853,434	40
1xxx	Total assets		\$7,304,702	100	\$7,284,556	100	\$7,095,851	100

(Please refer to the notes to the consolidated financial statements.)

Chairman:

Manager:

Accounting Manager:

FU CHUN SHIN MACHINERY MANUFACTURE CO., LTD. and its Subsidiaries  
Consolidated Balance Sheet (Cont'd)  
March 31, 2024, December 31 and March 31, 2023

Unit: NT\$ Thousand

Liabilities and Equity			March 31, 2024		December 31, 2023		March 31, 2023	
Code	Accounting titles	Notes	Amount	%	Amount	%	Amount	%
	Current liabilities							
2100	Short-term borrowings	IV/VI.9	\$323,177	5	\$322,182	4	\$542,386	8
2110	Short-term bills payable	IV/VI.10	74,859	1	-	-	-	-
2120	Financial liabilities measured at fair value through profit or loss - current	4.	262	-	-	-	-	-
2130	Contract liability	IV/VI.15	177,721	2	192,454	3	329,850	5
2150	Notes payable	4.	244,662	3	144,765	2	253,267	3
2170	Accounts payable	4.	817,226	11	1,015,864	14	621,663	9
2200	Other payables	4.	342,819	5	360,176	5	314,211	4
2230	Current tax liabilities	IV/VI.21	5,837	-	5,330	-	11,565	-
2280	Lease liabilities – Current	IV/VI.17	1,339	-	1,301	-	1,293	-
2322	Long-term borrowings – current portion	IV/VI.12	71,081	1	60,543	1	69,711	1
2399	Other current liabilities – Others		10,306	-	13,990	-	5,883	-
21xx	Total current liabilities		<u>2,069,289</u>	<u>28</u>	<u>2,116,605</u>	<u>29</u>	<u>2,149,829</u>	<u>30</u>
	Non-current liabilities							
2530	Bonds payable	IV/VI.11	846,522	12	844,198	12	837,294	12
2540	Long-term borrowings	IV/VI.12	1,361,283	19	1,337,707	18	1,012,018	14
2570	Deferred income tax liabilities	IV/VI.21	544,955	8	538,769	7	551,152	8
2580	Lease liabilities – Non-current	IV/VI.17	22,922	-	22,834	-	24,387	-
2640	Net defined benefit liabilities - Non-current	IV/VI.13	31,173	-	31,703	1	38,627	1
2645	Deposits received		11,366	-	11,318	-	11,797	-
25xx	Total non-current liabilities		<u>2,818,221</u>	<u>39</u>	<u>2,786,529</u>	<u>38</u>	<u>2,475,275</u>	<u>35</u>
2xxx	Total Liabilities		<u>4,887,510</u>	<u>67</u>	<u>4,903,134</u>	<u>67</u>	<u>4,625,104</u>	<u>65</u>
31xx	Equity attributable to owners of the company							
3100	Share capital	VI.14						
3110	Common share capital		1,569,860	21	1,569,860	22	1,524,136	21
3200	Capital surplus	VI.14	37,846	1	42,520	1	42,520	1
3300	Retained earnings							
3310	Legal reserve	VI.14	166,042	2	166,042	2	149,928	2
3320	Special reserve	VI.14	188,685	3	188,685	3	188,685	3
3350	Unappropriated earnings	VI.14	388,276	5	399,697	5	491,513	7
	Total retained earnings		<u>743,003</u>	<u>10</u>	<u>754,424</u>	<u>10</u>	<u>830,126</u>	<u>12</u>
3400	Other equities	4.	(111,290)	(1)	(149,361)	(2)	(100,848)	(1)
36xx	Non-controlling interests	VI.14	177,773	2	163,979	2	174,813	2
3xxx	Total equity		<u>2,417,192</u>	<u>33</u>	<u>2,381,422</u>	<u>33</u>	<u>2,470,747</u>	<u>35</u>
	Total liabilities and equities		<u>\$7,304,702</u>	<u>100</u>	<u>\$7,284,556</u>	<u>100</u>	<u>\$7,095,851</u>	<u>100</u>

(Please refer to the notes to the consolidated financial statements.)

Chairman:

Manager:

Accounting Manager:

FU CHUN SHIN MACHINERY MANUFACTURE CO., LTD. and its Subsidiaries

Consolidated Statements of Comprehensive Income  
For the three months ended March 31, 2024 and 2023

Unit: NT\$ Thousand

Code	Accounting titles	Note	For the three months ended March 31, 2024		For the three months ended March 31, 2023	
			Amount	%	Amount	%
4000	Operating revenue	IV/VI.15	\$924,920	100	\$786,043	100
5000	Operating cost	IV/Vi.6&18/VII	(677,457)	(73)	(564,586)	(72)
5900	Gross profit		247,463	27	221,457	28
6000	Operating expenses	VI.17&18/VII				
6100	Selling expenses		(149,075)	(16)	(127,212)	(16)
6200	Administrative expenses		(68,648)	(8)	(55,816)	(7)
6300	Research and development expenses		(26,812)	(3)	(31,076)	(4)
6450	Expected credit impairment losses	VI.16	(1,595)	-	(2,873)	-
	Total operating expenses		(246,130)	(27)	(216,977)	(27)
6900	Operating income		1,333	-	4,480	1
7000	Non-operating income and expense	IV/VI.19				
7010	Other income		22,521	3	28,066	3
7020	Other gains or losses		396	-	(1,897)	-
7050	Financial costs		(17,750)	(2)	(15,266)	(2)
7060	Share of profit or loss from associates and joint ventures accounted for		(757)	-	(1,178)	-
	Total non-operating incomes and expenses		4,410	1	9,725	1
7900	Net income before tax		5,743	1	14,205	2
7950	Income tax expenses	IV/VI.21	(8,146)	(1)	(6,862)	(1)
8200	Current net profit (loss)		(2,403)	-	7,343	1
8300	Other comprehensive income	IV/VI.20 & 21				
8360	Items that may be reclassified subsequently to profit or loss					
8361	Exchange differences on translation of the financial statements of foreign operations		50,793	5	13,594	1
8399	Income tax relating to items that may be reclassified subsequently to profit or loss		(9,520)	(1)	(2,503)	-
	Other comprehensive income of the current year (net amount after-tax)		41,273	4	11,091	1
8500	Total comprehensive income in the current period		\$38,870	4	\$18,434	2
8600	Net income (loss) attributable to:					
8610	Owners of the Company		\$3,375		\$5,012	
8620	Non-controlling interests		(5,778)		2,331	
			\$(2,403)		\$7,343	
8700	Total comprehensive income attributable to:					
8710	Owners of the Company		\$41,446		\$15,025	
8720	Non-controlling interests		(2,576)		3,409	
			\$38,870		\$18,434	
	Earnings per share(NT\$)	VI.22				
9750	Basic earnings per share		\$0.02		\$0.03	
9850	Diluted earnings per share		\$0.02		\$0.03	

(Please refer to the notes to the consolidated financial statements)

Chairman:

Manager:

Accounting Manager:

## FU CHUN SHIN MACHINERY MANUFACTURE CO., LTD. and its Subsidiaries

## Consolidated Statement of Changes in Equity

For the three months ended March 31, 2024 and 2023

Unit: NT\$ Thousand

Code	Items	Equity attributable to owners of the company								Non-controlling interests	Total Equity
		Share capital	Bond conversion entitlement certificates	Capital surplus	Retained earnings		Other items of equity				
					Legal reserve	Special reserve	Unappropriated earnings	Exchange differences on translation of the financial statements of	Total		
		3110	3130	3200	3310	3320	3350	3410	31XX	36XX	3XXX
A1	Balance as of January 1, 2023	\$1,524,079	\$57	\$42,520	\$149,928	\$188,685	\$486,501	\$(110,861)	\$2,280,909	\$171,404	\$2,452,313
D1	Net income for the three months ended March 31, 2023	-	-	-	-	-	5,012	-	5,012	2,331	7,343
D3	Other comprehensive income (loss) for the three months ended March31, 2023	-	-	-	-	-	-	10,013	10,013	1,078	11,091
D5	Total comprehensive income in the current period	-	-	-	-	-	5,012	10,013	15,025	3,409	18,434
I3	Conversion of bond conversion entitlement certificates	57	(57)	-	-	-	-	-	-	-	-
Z1	Balance as of March 31, 2023	\$1,524,136	\$ -	\$42,520	\$149,928	\$188,685	\$491,513	\$(100,848)	\$2,295,934	\$174,813	\$2,470,747
A1	Balance as of January 1, 2024	\$1,569,860	\$ -	\$42,520	\$166,042	\$188,685	\$399,697	\$(149,361)	\$2,217,443	\$163,979	\$2,381,422
D1	Net income (loss) for the three months ended March 31, 2024	-	-	-	-	-	3,375	-	3,375	(5,778)	(2,403)
D3	Other comprehensive income (loss) for the three months ended March 31, 2024	-	-	-	-	-	-	38,071	38,071	3,202	41,273
D5	Total comprehensive income in the current period	-	-	-	-	-	3,375	38,071	41,446	(2,576)	38,870
M7	Change in ownership interests in subsidiaries	-	-	(4,674)	-	-	(14,796)	-	(19,470)	16,370	(3,100)
Z1	Balance as of March 31 , 2024	\$1,569,860	\$ -	\$37,846	\$166,042	\$188,685	\$388,276	\$(111,290)	\$2,239,419	\$177,773	\$2,417,192

(Please refer to the notes to the consolidated financial statements)

Chairman:

Manager:

Accounting Manager:

FU CHUN SHIN MACHINERY MANUFACTURE CO., LTD. and its Subsidiaries

Consolidated Statements of Cash Flows

For the three months ended March 31, 2024 and 2023

Unit: NT\$ Thousand

Code	Items	For the three months ended March 31, 2024	For the three months ended March 31, 2023	Code	Items	For the three months ended March 31, 2024	For the three months ended March 31, 2023
		Amount	Amount			Amount	Amount
AAAA	Cash flows from operating activities:			BBBB	Cash flows from investing activities:		
A10000	Income before income tax	\$5,743	\$14,205	B00100	Purchase of financial assets at fair value through profit or loss	(271,088)	(301,889)
A20000	Adjustment items:			B00200	Disposal of financial assets at FVTPL	406,744	436,273
A20010	Income/expenses items:			B02700	Acquisition of property, plant and equipment	(25,160)	(98,044)
A20100	Depreciation expense	35,551	29,460	B02800	Disposal of property, plant and equipment	80	2,148
A20200	Amortization expenses	2,752	2,670	B04500	Acquisition of intangible assets	(1,571)	(12,274)
A20300	Expected credit impairment losses	1,595	2,873	B05400	Acquisition of investment property	(429)	-
A20400	Net (gain) on financial assets at FVTPL	(1,470)	(1,288)	BBBB	Net cash inflow from investing activities	108,576	26,214
A20900	Interest expenses	17,750	15,266				
A21200	Interest revenue	(6,442)	(6,199)	CCCC	Cash flows from financing activities:		
A22300	Share of losses on affiliates and joint ventures accounted for using the equity method	757	1,178	C00100	Increase in short-term borrowings	67,040	192,452
A22500	Disposal of property, plant and equipment losses (gains)	82	(221)	C00200	Decrease in short-term borrowings	(71,238)	(241,389)
A30000	Changes in operating assets/ liabilities:			C00500	Increase in short-term notes and bills payable	74,859	-
A31125	Decrease (increase) in contract assets	22,683	(36,238)	C01600	Proceeds from long-term borrowings	65,490	120,000
A31130	Decrease in notes receivable	189,124	18,107	C01700	Repayments of long-term borrowings	(43,032)	(63,780)
A31150	Decrease (increase) in accounts receivable	(121,565)	51,734	C03100	Increase (decrease) in deposits received	48	(594)
A31200	(Increase) in inventories	(78,724)	(147,969)	C04020	Repayment of principal portion of lease	(323)	(316)
A31240	Decrease in other current assets	73,423	25,966	C05800	Non-controlling interests (decrease)	(3,100)	-
A31990	Decrease (increase) in other non-current assets	9,190	(33,490)	CCCC	Net cash inflow from financing activities	89,744	6,373
A32125	(Decrease) decrease in contract assets	(14,733)	140,259				
A32130	Increase in notes payable	99,897	6,802	DDDD	Effect of exchange rate changes on cash and cash equivalents	(1,956)	(935)
A32150	(Decrease) increase in accounts receivable	(198,638)	2,528				
A32180	Other payables ( decrease )	(16,910)	(72,708)	EEEE	Increase in cash and cash equivalents for the current period	200,172	10,534
A32230	Increase (decrease) in other current liabilities	(3,684)	620	E00100	Cash and cash equivalents at the beginning of the year	489,397	696,349
A32240	(Decrease) in net defined benefit liabilities	(530)	(541)	E00200	Cash and cash equivalents at the end of the year	\$689,569	\$706,883
A33000	Cash inflow from operating activities	15,851	13,014				
A33100	Interest received	6,442	6,199				
A33300	Interest paid	(15,873)	(13,226)				
A33500	Income tax paid	(2,612)	(27,105)				
AAAA	Net cash inflow (outflow) from operating activities	3,808	(21,118)				

(Please refer to the notes to the consolidated financial statements)

Chairman:

Manager:

Accounting Manager: