

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

## Consolidated Balance Sheet

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

Unit: NT\$ Thousand

Assets			September 30, 2024		December 31, 2023		September 30, 2023	
Code	Accounting titles	Notes	Amount	%	Amount	%	Amount	%
	Current assets							
1100	Cash and cash equivalents	IV/VI.1	\$671,217	9	\$489,397	7	\$691,056	9
1110	Financial assets at FVTPL - Current	IV/VI.2	213,569	3	269,800	3	274,360	4
1140	Contract assets - current	IV/VI.15&16	35,974	-	53,902	1	9,375	-
1150	Net notes receivable	IV/VI.4&16	344,343	4	498,089	7	484,532	7
1170	Net accounts receivable	IV/VI.5&16	1,328,683	17	1,083,705	15	1,133,616	15
130x	Inventories	IV/VI.6	1,839,165	24	1,589,608	22	1,589,583	22
1470	Other current assets	VIII	234,880	3	260,111	3	210,086	3
11xx	Total current assets		4,667,831	60	4,244,612	58	4,392,608	60
	Non-current assets							
1510	Financial assets at FVTPL - Non-current	IV/VI.2	56,148	1	56,041	1	47,674	1
1517	Financial assets at FVOCI - Non-current	IV/VI.3	58,078	1	57,392	1	57,700	1
1550	Investment accounted for using the equity method	4.	4,875	-	7,349	-	9,085	-
1600	Property, plant and equipment	IV/VI.7/VIII	2,249,994	28	2,151,039	30	2,002,165	27
1755	Right-of-use assets	IV/VI.17	148,737	2	145,744	2	149,883	2
1760	Net investment property	IV/VI.8/VIII	327,213	4	327,735	4	333,273	5
1780	Intangible assets	4.	73,437	1	71,419	1	73,741	1
1840	Deferred tax income assets	IV/VI.21	70,949	1	105,722	1	108,225	1
1900	Other non-current assets - others	IV/VI.4,5/VIII	134,017	2	117,503	2	114,057	2
15xx	Total non-current assets		3,123,448	40	3,039,944	42	2,895,803	40
1xxx	Total assets		\$7,791,279	100	\$7,284,556	100	\$7,288,411	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)  
September 30, 2024, December 31 and September 30, 2023

Unit: NT\$ Thousand

Liabilities and Equity			September 30, 2024		December 31, 2023		September 30, 2023	
Code	Accounting titles	Notes	Amount	%	Amount	%	Amount	%
	Current liabilities							
2100	Short-term borrowings	IV/VI.9	\$268,345	4	\$322,182	4	\$328,157	5
2110	Short-term bills payable	IV/VI.10	84,925	1	-	-	124,762	2
2130	Contract liability	IV/VI.15	215,212	3	192,454	3	218,792	3
2150	Notes payable	4.	310,555	4	144,765	2	226,797	3
2170	Accounts payable	4.	1,028,422	13	1,015,864	14	786,201	11
2200	Other payables	4.	402,377	5	360,176	5	385,223	5
2230	Current tax liabilities	IV/VI.21	7,537	-	5,330	-	6,543	-
2280	Lease liabilities - current	IV/VI.17	1,402	-	1,301	-	1,315	-
2321	Corporate bonds maturing or subject to put option within one year or one operating cycle	IV/VI.11	711,378	9	-	-	-	-
2322	Long-term borrowings – current portion	IV/VI.12	82,477	1	60,543	1	524,902	7
2399	Other current liabilities – Others		4,803	-	13,990	-	12,665	-
21xx	Total current liabilities		3,117,433	40	2,116,605	29	2,615,357	36
	Non-current liabilities							
2530	Bonds payable	IV/VI.11	-	-	844,198	12	841,886	12
2540	Long-term borrowings	IV/VI.12	1,448,920	19	1,337,707	18	806,144	11
2570	Deferred income tax liabilities	IV/VI.21	533,297	7	538,769	7	545,166	8
2580	Lease liabilities – Non-current	IV/VI.17	22,812	-	22,834	-	23,635	-
2640	Net defined benefit liabilities - Non-current	IV/VI.13	30,085	-	31,703	1	32,407	-
2645	Deposits received		11,755	-	11,318	-	11,370	-
25xx	Total non-current liabilities		2,046,869	26	2,786,529	38	2,260,608	31
2xxx	Total Liabilities		5,164,302	66	4,903,134	67	4,875,965	67
31xx	Equity attributable to owners of the company							
3100	Share capital	VI.14						
3110	Common share capital		1,569,860	20	1,569,860	22	1,569,860	22
3130	Bond conversion entitlement certificates		84,919	1	-	-	-	-
3200	Capital surplus	VI.14	92,477	1	42,520	1	42,520	-
3300	Retained earnings							
3310	Legal reserve	VI.14	168,118	2	166,042	2	166,042	2
3320	Special reserve	VI.14	188,685	2	188,685	3	188,685	3
3350	Unappropriated earnings	VI.14	429,089	6	399,697	5	384,874	5
	Total retained earnings		785,892	10	754,424	10	739,601	10
3400	Other equities	4.	(61,051)	-	(149,361)	(2)	(105,042)	(1)
3500	Treasury stocks	IV/VI.14	(29,720)	-	-	-	-	-
36xx	Non-controlling interests	VI.14	184,600	2	163,979	2	165,507	2
3xxx	Total equity		2,626,977	34	2,381,422	33	2,412,446	33
	Total liabilities and equities		\$7,791,279	100	\$7,284,556	100	\$7,288,411	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 Statements of Comprehensive Income  
For the three months ended September 30, 2024 and 2023 and the nine months ended September 30, 2024 and 2023

Unit: NT\$ Thousand

Code	Accounting titles	Note	For the three months ended September 30, 2024		For the three months ended September 30, 2023		For the nine months ended September 30, 2024		For the nine months ended September 30, 2023	
			Amount	%	Amount	%	Amount	%	Amount	%
4000	Operating revenue	IV/VI.15	\$1,149,405	100	\$962,216	100	\$3,312,407	100	\$2,741,812	100
5000	Operating cost	IV/VI.18/VII	(858,422)	(75)	(731,270)	(76)	(2,467,751)	(75)	(2,033,685)	(74)
5900	Gross profit		290,983	25	230,946	24	844,656	25	708,127	26
6000	Operating expenses	VI.17&18/VII								
6100	Selling expenses		(152,097)	(13)	(147,607)	(15)	(467,662)	(14)	(419,628)	(15)
6200	Administrative expenses		(74,794)	(7)	(59,724)	(6)	(210,059)	(6)	(172,784)	(6)
6300	Research and development expenses		(30,699)	(3)	(24,103)	(3)	(86,301)	(3)	(78,540)	(3)
6450	Expected credit impairment reversal gain (loss)	VI.16	2,114	-	(10,401)	(1)	(2,603)	-	(19,671)	(1)
	Total operating expenses		(255,476)	(23)	(241,835)	(25)	(766,625)	(23)	(690,623)	(25)
6900	Operating profit (loss)		35,507	2	(10,889)	(1)	78,031	2	17,504	1
7000	Non-operating income and expense	IV/VI.19								
7010	Other income		18,091	2	25,913	3	81,371	2	66,643	2
7020	Other gains or losses		5,509	-	(10,318)	(1)	(289)	-	(8,619)	-
7050	Financial costs		(18,038)	(2)	(15,159)	(2)	(54,813)	(2)	(43,644)	(2)
7060	Share of profit or loss from associates and joint ventures accounted for using equity method		(694)	-	(2,014)	-	(2,474)	-	(4,201)	-
	Total non-operating incomes and expenses		4,868	-	(1,578)	-	23,795	-	10,179	-
7900	Net profit ( loss ) before tax		40,375	2	(12,467)	(1)	101,826	2	27,683	1
7950	Income tax benefits (expenses)	IV/VI.21	(10,591)	(1)	1,968	-	(32,182)	(1)	(21,207)	(1)
8200	Net income (loss)		29,784	1	(10,499)	(1)	69,644	1	6,476	-
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		44,095	4	72,573	7	117,710	4	(2,074)	-
8399	Income tax relating to items that may be reclassified subsequently to profit or loss		(8,284)	(1)	(12,245)	(1)	(22,086)	(1)	1,455	-
	Other comprehensive income of the current year (net amount after-tax)		35,811	3	60,328	6	95,624	3	(619)	-
8500	Total comprehensive income in the current period		\$65,595	4	\$49,829	5	\$165,268	4	\$5,857	-
8600	Net income (loss) attributable to:									
8610	Owners of the Company		\$24,777		\$(7,638)		\$70,104		\$5,935	
8620	Non-controlling interests		5,007		(2,861)		(460)		541	
			\$29,784		\$(10,499)		\$69,644		\$6,476	
8700	Total comprehensive income attributable to:									
8710	Owners of the Company		\$57,879		\$52,981		\$158,414		\$11,754	
8720	Non-controlling interests		7,716		(3,152)		6,854		(5,897)	
			\$65,595		\$49,829		\$165,268		\$5,857	
	Earnings (losses ) per share (NTD)	VI.22								
9750	Basic earnings (losses) per share		\$0.16		\$(0.05)		\$0.45		\$0.04	
9850	Diluted earnings ( losses ) per share		\$0.14		\$(0.05)		\$0.41		\$0.04	

(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 nine months ended September 30, 2024 and 2023

Unit: NT\$ Thousand

	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			Total		
					Legal reserve	Special reserve	Unappropriated earnings	Exchange differences on translation of the financial	Treasury stocks			
Code		3110	3130	3200	3310	3320	3350	3410	3500	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
	Earnings appropriation and distribution for 2022											
B1	Provision of legal reserve	-	-	-	16,114	-	(16,114)	-	-	-	-	-
B5	Cash dividend from ordinary shares	-	-	-	-	-	(45,724)	-	-	(45,724)	-	(45,724)
B9	Stock dividend from ordinary shares	45,724	-	-	-	-	(45,724)	-	-	-	-	-
D1	Net income for the nine months ended September 30, 2023	-	-	-	-	-	5,935	-	-	5,935	541	6,476
D3	Other comprehensive income (loss) for the nine months ended September 30, 2023	-	-	-	-	-	-	5,819	-	5,819	(6,438)	(619)
D5	Comprehensive income in the current period	-	-	-	-	-	5,935	5,819	-	11,754	(5,897)	5,857
I3	Conversion of bond conversion entitlement certificates	57	(57)	-	-	-	-	-	-	-	-	-
Z1	Balance as of September 30, 2023	\$1,569,860	\$-	\$42,520	\$166,042	\$188,685	\$384,874	\$(105,042)	\$ -	\$2,246,939	\$165,507	\$2,412,446
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
	Earnings appropriation and distribution for 2023											
B1	Provision of legal reserve	-	-	-	2,076	-	(2,076)	-	-	-	-	-
B5	Cash dividend from ordinary shares	-	-	-	-	-	(23,548)	-	-	(23,548)	-	(23,548)
D1	Net income (loss) for the nine months ended September 30, 2024	-	-	-	-	-	70,104	-	-	70,104	(460)	69,644
D3	Other comprehensive income (loss) for the nine months ended September 30, 2024	-	-	-	-	-	-	88,310	-	88,310	7,314	95,624
D5	Comprehensive income in the current period	-	-	-	-	-	70,104	88,310	-	158,414	6,854	165,268
I1	Conversion of convertible corporate bonds	-	84,919	54,631	-	-	-	-	-	139,550	-	139,550
L1	Repurchase of treasury shares	-	-	-	-	-	-	-	(49,969)	(49,969)	-	(49,969)
M7	Change in ownership interests in subsidiaries	-	-	(4,674)	-	-	(14,796)	-	-	(19,470)	13,767	(5,703)
T1	Other - Transfer of treasury stock	-	-	-	-	-	(292)	-	20,249	19,957	-	19,957
Z1	Balance as of September 30, 2024	\$1,569,860	\$84,919	\$92,477	\$168,118	\$188,685	\$429,089	\$(61,051)	\$(29,720)	\$2,442,377	\$184,600	\$2,626,977

(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 nine months ended September 30, 2024 and 2023

Unit: NT\$ Thousand

Code	Items	For the nine months ended September 30, 2024	For the nine months ended September 30, 2023	Code	Items	For the nine months ended September 30, 2024	For the nine months ended September 30, 2023
		Amount	Amount			Amount	Amount
AAAA	Cash flows from operating activities:			BBBB	Cash flows from investing activities:		
A10000	Income before income tax	\$101,826	\$27,683	B00100	Purchase of financial assets at fair value through profit or loss	(626,196)	(922,532)
A20000	Adjustment items:			B00200	Disposal of financial assets at FVTPL	695,925	881,335
A20010	Income/expenses items:			B02700	Acquisition of property, plant and equipment	(141,647)	(270,249)
A20100	Depreciation expense	113,024	92,592	B02800	Disposal of property, plant and equipment	4,790	6,188
A20200	Amortization expenses	8,607	8,244	B04500	Acquisition of intangible assets	(9,989)	(12,886)
A20300	Expected credit impairment losses	2,603	19,671	B05400	Acquisition of investment property	(886)	(187)
A20400	Net (gain) on financial assets at FVTPL	(3,133)	(3,095)	BBBB	Net cash (outflow) from investing activities	(78,003)	(318,331)
A20900	Interest expenses	54,813	43,644				
A21200	Interest revenue	(21,202)	(21,848)	CCCC	Cash flows from financing activities:		
A22300	Share of losses on affiliates and joint ventures accounted for using the equity method	2,474	4,201	C00100	Increase in short-term borrowings	270,955	632,223
A22500	Disposal of property, plant and equipment (gains) losses	(1,293)	3,313	C00200	Decrease in short-term borrowings	(328,402)	(897,357)
A30000	Changes in operating assets/ liabilities:			C00500	Increase in short-term notes and bills payable	249,232	124,762
A31125	Decrease (increase) in contract assets	17,928	(7,087)	C00600	Decrease in short-term notes and bills payable	(164,307)	-
A31130	Decrease (increase) in notes receivable	153,124	(52,557)	C01600	Proceeds from long-term borrowings	380,565	491,418
A31150	Decrease (increase) in accounts receivable	(225,276)	91,136	C01700	Repayments of long-term borrowings	(269,596)	(187,367)
A31200	(Increase) in inventories	(194,848)	(158,792)	C03000	Increase in deposits received	437	-
A31240	Decrease in other current assets	30,399	24,021	C03100	Guarantee deposits received ( decrease )	-	(1,021)
A31990	Decrease of other non-current assets	9,423	27,105	C04020	Repayment of principal portion of lease	(997)	(947)
A32125	Increase in contract liability	22,758	29,201	C04900	Cost of repurchase of treasury shares	(49,969)	-
A32130	Increase (decrease) of notes payable	165,790	(19,668)	C05100	Employees' subscription for treasury stocks	19,957	-
A32150	Increase in accounts payable	12,558	167,066	C05800	Non-controlling interests (decrease)	(5,703)	-
A32180	Increase (decrease) of other payables	13,883	(47,313)	CCCC	Net cash inflow from financing activities	102,172	161,711
A32230	Increase (decrease) in other current liabilities	(9,187)	7,402				
A32240	(Decrease) in net defined benefit liabilities	(1,618)	(6,761)	DDDD	Effect of exchange rate changes on cash and cash equivalents	(38,335)	(16,333)
A33000	Cash inflow from operating activities	252,653	228,158				
A33100	Interest received	21,335	21,848	EEEE	Increase (decrease) in cash and cash equivalents for the current period	181,820	(5,293)
A33300	Interest paid	(50,063)	(37,119)	E00100	Cash and cash equivalents at the beginning of the year	489,397	696,349
A33500	Income tax paid	(27,939)	(45,227)	E00200	Cash and cash equivalents at the end of the year	\$671,217	\$691,056
AAAA	Net cash inflow from operating activities	195,986	167,660				

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

Chairman:

Manager:

Accounting Manager: