

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

**Hitron Technologies Inc. and Subsidiaries****Consolidated Balance Sheets****September 30, 2024, December 31 and September 30, 2023****(Expressed in thousands of New Taiwan Dollar)**

Assets	September 30, 2024		December 31, 2023		September 30, 2023		Liabilities and Equity	September 30, 2024		December 31, 2023		September 30, 2023	
	Amount	%	Amount	%	Amount	%		Amount	%	Amount	%	Amount	%
<b>Current assets:</b>							<b>Current liabilities:</b>						
Cash and cash equivalents	\$ 2,812,927	26	1,980,637	19	2,427,261	23	Short-term borrowings	\$ 1,115,232	10	396,227	4	1,598,436	15
Current financial assets at fair value through profit or loss	5,449	-	6,129	-	13,080	-	Current financial liabilities at fair value through profit or loss	352	-	-	-	460	-
Current financial assets at amortised cost, net	-	-	20,000	1	20,000	-	Current contract liabilities	469,359	5	562,840	5	471,149	4
Accounts receivable and notes receivable, net	1,444,620	14	1,857,299	18	1,270,915	12	Accounts payable	1,179,249	11	1,544,021	15	1,505,290	14
Accounts receivable from related parties, net	109,832	1	3,540	-	39,184	-	Accounts payable to related parties	281,706	3	31,647	-	29,135	-
Other receivables, net	320,478	3	328,066	3	491,726	5	Other payables	310,696	3	404,262	4	323,828	3
Other receivables from related parties, net	3,956	-	31,551	-	51,655	-	Other payables to related parties	30,375	-	934	-	1,132	-
Current tax assets	92,103	1	87,879	1	138,129	1	Current tax liabilities	46,141	-	82,885	1	79,026	1
Inventories	3,190,733	30	3,291,171	31	3,432,971	32	Current provisions	54,611	1	104,626	1	120,990	2
Other current assets	149,004	1	109,631	1	160,211	2	Current lease liabilities	20,859	-	18,673	-	18,778	-
	<u>8,129,102</u>	<u>76</u>	<u>7,715,903</u>	<u>74</u>	<u>8,045,132</u>	<u>75</u>	Other current liabilities	6,969	-	5,528	-	6,126	-
								<u>3,515,549</u>	<u>33</u>	<u>3,151,643</u>	<u>30</u>	<u>4,154,350</u>	<u>39</u>
<b>Non-current assets:</b>							<b>Non-Current liabilities:</b>						
Non-current financial assets at fair value through other comprehensive income	33,850	-	51,152	-	31,815	-	Bonds payable	-	-	264,612	3	413,596	4
Non-current financial assets at amortised cost	-	-	21,000	-	-	-	Long-term borrowings	575,000	5	700,000	7	-	-
Property, plant and equipment	1,624,081	15	1,855,821	18	1,963,885	18	Non-current provisions	44,471	1	34,641	-	41,725	-
Right-of use assets	254,678	2	267,113	3	284,168	3	Deferred tax liabilities	219,618	2	218,696	2	19,709	-
Intangible assets	74,879	1	101,119	1	99,367	1	Non-current lease liabilities	107,013	1	116,516	1	125,228	1
Deferred tax assets	368,848	4	366,052	3	174,118	2	Other non-current liabilities	913	-	409	-	441	-
Other non-current assets	183,565	2	130,534	1	121,631	1		<u>947,015</u>	<u>9</u>	<u>1,334,874</u>	<u>13</u>	<u>600,699</u>	<u>5</u>
	<u>2,539,901</u>	<u>24</u>	<u>2,792,791</u>	<u>26</u>	<u>2,674,984</u>	<u>25</u>	<b>Total liabilities</b>	<u>4,462,564</u>	<u>42</u>	<u>4,486,517</u>	<u>43</u>	<u>4,755,049</u>	<u>44</u>
							<b>Equity:</b>						
							Equity attributable to owners of parent company:						
							Ordinary share capital	3,213,172	30	3,213,172	31	3,213,172	30
							Capital surplus	1,153,005	11	1,185,304	11	1,166,102	11
							Retained earnings:						
							Legal reserve	340,989	3	340,501	3	340,501	3
							Unappropriated retained earnings(Accumulated deficits)	(12,070)	-	38,936	1	71,629	1
								<u>328,919</u>	<u>3</u>	<u>379,437</u>	<u>4</u>	<u>412,130</u>	<u>4</u>
							Other equity interest	222,155	2	141,589	1	284,901	3
							<b>Total equity attributable to owners of parent</b>	<u>4,917,251</u>	<u>46</u>	<u>4,919,502</u>	<u>47</u>	<u>5,076,305</u>	<u>48</u>
							Non-controlling interests	1,289,188	12	1,102,675	10	888,762	8
							<b>Total equity</b>	<u>6,206,439</u>	<u>58</u>	<u>6,022,177</u>	<u>57</u>	<u>5,965,067</u>	<u>56</u>
<b>Total assets</b>	<u>\$ 10,669,003</u>	<u>100</u>	<u>10,508,694</u>	<u>100</u>	<u>10,720,116</u>	<u>100</u>	<b>Total liabilities and equity</b>	<u>\$ 10,669,003</u>	<u>100</u>	<u>10,508,694</u>	<u>100</u>	<u>10,720,116</u>	<u>100</u>

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)  
**Hitron Technologies Inc. and Subsidiaries**  
**Consolidated Statements of Comprehensive Income**  
**For the three and nine months ended September 30, 2024 and 2023**  
(Expressed in thousands of New Taiwan Dollar, except for Earnings per share)

	For the three months ended September 30,				For the nine months ended September 30,			
	2024		2023		2024		2023	
	Amount	%	Amount	%	Amount	%	Amount	%
<b>Operating revenue</b>	\$ 1,960,187	100	1,578,573	100	6,508,836	100	7,195,432	100
<b>Operating costs</b>	1,535,254	78	1,155,016	73	5,235,612	80	5,749,661	80
<b>Gross profit from operations</b>	424,933	22	423,557	27	1,273,224	20	1,445,771	20
<b>Operating expenses:</b>								
Selling expenses	160,986	8	205,280	13	464,449	7	584,317	8
Administrative expenses	99,451	5	101,844	6	321,085	5	350,686	5
Research and development expenses	106,083	6	123,197	8	332,194	5	387,024	5
Expected credit loss (gain)	890	-	(463)	-	5,234	-	(30,052)	-
<b>Total operating expenses</b>	367,410	19	429,858	27	1,122,962	17	1,291,975	18
<b>Net operating income(loss)</b>	57,523	3	(6,301)	-	150,262	3	153,796	2
<b>Non-operating income and expenses:</b>								
Other income	4,751	-	5,987	-	13,588	-	11,300	-
Other gains and losses, net	(3,173)	-	3,042	-	3,010	-	(23,907)	-
Finance costs	(20,361)	(1)	(30,616)	(2)	(61,450)	(1)	(74,802)	(1)
Interest income	6,376	-	4,585	-	23,254	-	20,318	-
<b>Total non-operating income and expenses</b>	(12,407)	(1)	(17,002)	(2)	(21,598)	(1)	(67,091)	(1)
<b>Profit (loss) before tax</b>	45,116	2	(23,303)	(2)	128,664	2	86,705	1
Income tax expenses (benefit)	4,673	-	(12,317)	(1)	29,733	-	(27,348)	-
<b>Profit (Loss)</b>	40,443	2	(10,986)	(1)	98,931	2	114,053	1
<b>Other comprehensive income (loss):</b>								
<b>Components of other comprehensive income (loss) that will not be reclassified to profit or loss</b>								
Remeasurements of defined benefit plans	-	-	-	-	648	-	-	-
Unrealized gains from investments in equity instruments measured at fair value through other comprehensive income	(4,752)	-	-	-	(17,302)	-	-	-
<b>Total components of other comprehensive income that will not be reclassified to profit or loss</b>	(4,752)	-	-	-	(16,654)	-	-	-
<b>Components of other comprehensive income (loss) that are or may be reclassified to profit or loss</b>								
Exchange differences on translation of foreign financial statements	(54,931)	(3)	131,435	8	98,193	1	175,809	2
<b>Total components of other comprehensive income that are or may be reclassified to profit or loss</b>	(54,931)	(3)	131,435	8	98,193	1	175,809	2
<b>Other comprehensive income</b>	(59,683)	(3)	131,435	8	81,539	1	175,809	2
<b>Total comprehensive income</b>	\$ (19,240)	(1)	120,449	7	180,470	3	289,862	3
<b>Profit (loss) attributable to:</b>								
Owners of parent	\$ 8,190	-	(27,332)	(2)	(13,263)	-	37,572	
Non-controlling interests	32,253	2	16,346	1	112,194	2	76,481	1
	\$ 40,443	2	(10,986)	(1)	98,931	2	114,053	1
<b>Comprehensive income attributable to:</b>								
Owners of parent	\$ (51,576)	(3)	104,103	6	67,951	1	213,381	2
Non-controlling interests	32,336	2	16,346	1	112,519	2	76,481	1
	\$ (19,240)	(1)	120,449	7	180,470	3	289,862	3
<b>Earnings (Loss) per share (New Taiwan dollars)</b>								
<b>Basic earnings (loss) per share</b>	\$ 0.03		(0.09)		(0.04)		0.12	
<b>Diluted earnings (loss) per share</b>	\$ 0.03		(0.09)		(0.04)		0.12	

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

**Hitron Technologies Inc. and Subsidiaries**  
**Consolidated Statements of Changes in Equity**  
**For the nine months ended September 30, 2024 and 2023**  
**(Expressed in thousands of New Taiwan Dollar)**

	Retained earnings				Unappropriated retained earnings (Accumulated deficits)		Exchange differences on translation of foreign financial statements		Other equity interest		Total equity attributable to the owners of parent company	Non-controlling interests	Total equity
	Ordinary shares	Capital surplus	Legal reserve	Special reserve					Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	Total other equity interest			
<b>Balance at January 1, 2023</b>	\$ 3,213,172	1,114,994	283,224	145,512	427,798	856,534	93,125	15,967	109,092	5,293,792	766,085	6,059,877	
Profit	-	-	-	-	37,572	37,572	-	-	-	37,572	76,481	114,053	
Other comprehensive income	-	-	-	-	-	-	175,809	-	175,809	175,809	-	175,809	
Total comprehensive income	-	-	-	-	37,572	37,572	175,809	-	175,809	213,381	76,481	289,862	
Appropriation and distribution of retained earnings:													
Legal reserve	-	-	57,277	-	(57,277)	-	-	-	-	-	-	-	
Special reserve	-	-	-	(145,512)	145,512	-	-	-	-	-	-	-	
Cash dividends of ordinary share	-	-	-	-	(481,976)	(481,976)	-	-	-	(481,976)	-	(481,976)	
Distribution cash dividend by subsidiaries to non-controlling interests	-	-	-	-	-	-	-	-	-	-	(127,622)	(127,622)	
Issuing convertible bonds in subsidiaries	-	26,396	-	-	-	-	-	-	-	26,396	37,225	63,621	
Changes in conversion of convertible bonds in subsidiaries	-	24,712	-	-	-	-	-	-	-	24,712	136,593	161,305	
<b>Balance at September 30, 2023</b>	<b>\$ 3,213,172</b>	<b>1,166,102</b>	<b>340,501</b>	<b>-</b>	<b>71,629</b>	<b>412,130</b>	<b>268,934</b>	<b>15,967</b>	<b>284,901</b>	<b>5,076,305</b>	<b>888,762</b>	<b>5,965,067</b>	
<b>Balance at January 1, 2024</b>	<b>\$ 3,213,172</b>	<b>1,185,304</b>	<b>340,501</b>	<b>-</b>	<b>38,936</b>	<b>379,437</b>	<b>106,285</b>	<b>35,304</b>	<b>141,589</b>	<b>4,919,502</b>	<b>1,102,675</b>	<b>6,022,177</b>	
Profit (loss)	-	-	-	-	(13,263)	(13,263)	-	-	-	(13,263)	112,194	98,931	
Other comprehensive income	-	-	-	-	648	648	97,868	(17,302)	80,566	81,214	325	81,539	
Total comprehensive income	-	-	-	-	(12,615)	(12,615)	97,868	(17,302)	80,566	67,951	112,519	180,470	
Appropriation and distribution of retained earnings:													
Legal reserve	-	-	488	-	(488)	-	-	-	-	-	-	-	
Cash dividends of ordinary share	-	-	-	-	(37,903)	(37,903)	-	-	-	(37,903)	-	(37,903)	
Cash dividends from capital surplus	-	(58,492)	-	-	-	-	-	-	-	(58,492)	-	(58,492)	
Distribution cash dividend by subsidiaries to non-controlling interests	-	-	-	-	-	-	-	-	-	-	(175,179)	(175,179)	
Changes in conversion of convertible bonds in subsidiaries	-	25,777	-	-	-	-	-	-	-	25,777	241,031	266,808	
Increase in non-controlling interests	-	416	-	-	-	-	-	-	-	416	8,142	8,558	
<b>Balance at September 30, 2024</b>	<b>\$ 3,213,172</b>	<b>1,153,005</b>	<b>340,989</b>	<b>-</b>	<b>(12,070)</b>	<b>328,919</b>	<b>204,153</b>	<b>18,002</b>	<b>222,155</b>	<b>4,917,251</b>	<b>1,289,188</b>	<b>6,206,439</b>	

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

**Hitron Technologies Inc. and Subsidiaries****Consolidated Statements of Cash Flows****For the nine months ended September 30, 2024 and 2023****(Expressed in thousands of New Taiwan Dollar)**

	<b>For the nine months ended September 30,</b>	
	<b>2024</b>	<b>2023</b>
<b>Cash flows from operating activities:</b>		
<b>Profit before tax</b>	\$ 128,664	86,705
<b>Adjustments:</b>		
Adjustments to reconcile profit (loss):		
Depreciation expense	159,965	191,986
Amortization expense	29,513	27,898
Expected credit loss (gain)	5,234	(30,052)
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	573	(5,813)
Finance costs	61,450	74,802
Interest income	(23,254)	(20,318)
Dividend income	(304)	(334)
Loss (gain) on disposal of property, plant and equipment	2,635	(2,114)
Provisions for inventory obsolescence and devaluation (reversed) loss	(31,558)	17,866
Lease modification benefit	(15)	-
Total adjustments to reconcile profit	<u>204,239</u>	<u>253,921</u>
Changes in operating assets and liabilities:		
Accounts receivables and notes receivable	443,615	1,307,313
Accounts receivables from related parties	(106,292)	(38,419)
Other receivables	8,699	(29,876)
Other receivables from related parties	27,595	(51,655)
Inventories	195,549	524,607
Other operating assets	(39,526)	18,131
Contract liabilities	(93,481)	(60,326)
Accounts payables	(397,119)	(1,053,472)
Accounts payables to related parties	250,059	(83,849)
Other payables	(92,742)	(273,711)
Other payables to related parties	29,441	(4,033)
Provisions	(40,185)	(41,128)
Other current liabilities	1,793	375
Other non-current liabilities	11	-
Total changes in operating assets and liabilities	<u>187,417</u>	<u>213,957</u>
Total adjustments	<u>391,656</u>	<u>467,878</u>

**(Continued)**

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**Hitron Technologies Inc. and Subsidiaries**  
**Consolidated Statements of Cash Flows (Continued)**  
**For the nine months ended September 30, 2024 and 2023**  
**(Expressed in thousands of New Taiwan Dollar)**

	<b>For the nine months ended September 30,</b>	
	<b>2024</b>	<b>2023</b>
Cash flows generated from operations	520,320	554,583
Interest received	22,143	19,086
Dividends received	304	334
Interest paid	(60,078)	(61,884)
Income taxes paid	(69,852)	(103,210)
<b>Net cash flows from operating activities</b>	<b>412,837</b>	<b>408,909</b>
<b>Cash flows from investing activities:</b>		
Acquisition of financial assets at amortized cost	-	(20,000)
Disposal of financial assets at amortized cost	41,000	-
Proceeds from disposal of financial assets at fair value through profit or loss	-	56,025
Acquisition of property, plant and equipment	(19,414)	(67,538)
Proceeds from disposal of property, plant and equipment	141,802	38,646
(Increase) decrease in refundable deposits	(43,834)	7,091
Acquisition of intangible assets	(2,099)	(15,592)
Disposal of intangible assets	34	-
Other non-current assets	(8,634)	(9,596)
<b>Net cash flows from (used in) investing activities</b>	<b>108,855</b>	<b>(10,964)</b>
<b>Cash flows from financing activities:</b>		
Increase in short-term loans	728,275	-
Repayments of short-term loans	-	(401,903)
Decrease in long-term debt	(125,000)	-
Increase in guarantee deposits received	660	-
Proceeds from bonds payable	-	631,884
Payments of lease liabilities	(16,826)	(10,234)
Cash dividends distributed to shareholders	(96,395)	(481,976)
Cash dividends paid to non-controlling interests	(175,179)	(127,622)
Change in non-controlling interests	8,558	-
<b>Net cash flows from (used in) financing activities</b>	<b>324,093</b>	<b>(389,851)</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<b>(13,495)</b>	<b>33,491</b>
<b>Net increase in cash and cash equivalents</b>	<b>832,290</b>	<b>41,585</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>1,980,637</b>	<b>2,385,676</b>
<b>Cash and cash equivalents at end of period</b>	<b>\$ 2,812,927</b>	<b>2,427,261</b>