IKKA Holdings (Cayman) Limited and Subsidiaries

Consolidated Financial Statements and

Independent Auditor's Report

March 31, 2024 and 2023

(Stock Code: 2250)

Address：P.O. Box 472, 2nd Floor, Harbour Place, 103 South Church Street, George Town, Grand Cayman KY1-1106, Cayman Islands

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IKKA Holdings (Cayman) Limited and Subsidiaries

Consolidated Financial Statements and Independent Auditor's Report

March 31, 2024 and March 31, 2023

Contents

Independent Auditor's Report

(113)-Cai-Sheng-Bao No. 24000201

To IKKA Holdings (Cayman) Limited:

Foreword

We have audited the Consolidated Balance Sheets of IKKA Holdings (Cayman) Limited and its subsidiaries as of March 31, 2024 and 2023, Consolidated Statements of Comprehensive Income, Consolidated Statements of Changes in Equity, Consolidated Statements of Cash Flows and Note to Consolidated Financial Statements (including the summary of significant accounting policies) from January 1 to March 31, 2024 and 2023. It is the responsibility of management to compose Consolidated Financial Statements with fair presenstation in compliance with Regulations Governing the Preparation of Financial Reports by Securities Issuers. and International Accounting Standards No. 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission (FSC). Our responsibility is to form a conclusion on Consolidated Financial Statements based on our review.

Scope

Except for those described in the Basis for Qualified Conclusion section, we conducted our review in accordance with the Republic of China Standard on Review Engagements No.2410 "Review of Financial Statements". The procedures performed in reviewing Consolidated Financial Statements included inquiries (primarily of persons responsible for financial and accounting matters), analytic procedures and other review procedures. Since the scope of our review is significantly less than that of our audit, we may not be able to detect all material matters that can be identified through an audit and therefore we do not express an audit opinion.

Basis for Qualified Conclusion

As stated in Note to Consolidated Financial Statements 4 (3), the financial statements of some insignificant subsidiaries included in the preceeding Consolidated Financial Statements for the same period have not been reviewed by CPAs. The total assets as of

March 31, 2024 and 2023 were NT $525,283 thousand and NT $574,069 thousand, respectively, accounting for 15% and 17% of the consolidated total assets, respectively; total liabilities are NT $310,021 thousand and NT $368,928 thousand respectively, accounting for 18% and 22% of the consolidated total liabilities; For the years ended March 31, 2024 and 2023, the consolidated total income (loss) was NT $8,479 thousand and (NT $1,012) thousand, respectively, representing 17% and (93%) of the consolidated total income (loss).

Qualified Conclusion

Based on our review, except for the effects of the possible adjustments to the financial statements of certain insignificant subsidiaries described in the Basis for Qualified Conclusion section, we are not aware of non-compliance with Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standards No. 34 "Interim Financial Reporting" endorsed and issued into effect by the FSC in all material respects which would result in unfair presentation of the consolidated financial situation of IKKA Holdings (Cayman) Limited and its subsidiaries as of March 31, 2024 and 2023, the consolidated financial performance from January 1 to March 31, 2024 and 2023, and the consolidated cash flows from January 1 to March 31, 2024 and 2023.

PwC Taiwan

Man-Yu Ruan-Lu

CPA:

Yi-Tai Tsai

Former Financial Supervisory Commission (FSC) of the Executive Yuan
Approval Document No.：Jin-Guan-Zheng-Shen-No. 0990058257
Financial Supervisory Commission
Approval Document No.：Jin-Guan-Zheng-Shen-No. 1080323093
May 8, 2024

IKKA Holdings (Cayman) Limited and Subsidiaries
Consolidated Balance Sheet
As at March 31, 2024, December 31, 2023 and March 31, 2023

Unit: NTD thousand

	Assets	Note	March 31, 2024 Amount	%	December 31, 2023 Amount	%	March 31, 2023 Amount	%
	Current Assets							
1100	Cash and cash equivalents	6(1)	$ 1,031,628	29	$ 1,003,988	28	$ 739,019	22
1136	Financial assets at amortized cost - current	6(2) and 8	90,245	2	59,085	2	3,856	-
1150	Notes receivable, net	6(4)	19,407	-	25,407	1	26,745	1
1170	Accounts receivable, net	6(4)	856,459	24	986,837	27	769,542	23
1180	Accounts receivable - related parties, net	6(4) and 7	5,615	-	7,237	-	2,909	-
1200	Other receivables	7	3,725	-	4,762	-	16,269	-
130X	Inventories	6(5)	420,976	12	382,563	10	526,170	16
1410	Prepayments	7	30,916	1	37,805	1	31,319	1
1470	Other current assets	6(6)	37,340	1	41,679	1	34,812	1
11XX	**Total current assets**		2,496,311	69	2,549,363	70	2,150,641	64
	Non-current assets							
1517	Financial assets at fair value through other comprehensive income (loss) - Non-current	6(3)	78,329	2	86,460	2	84,969	3
1535	Financial assets at amortized cost - Non-current	6(2) and 8	-	-	-	-	91,350	3
1600	Property, plant and equipment	6(7)	763,800	21	730,356	20	787,433	23
1755	Right-of-use assets	6(8) and 7	197,632	6	212,561	6	162,126	5
1780	Intangible assets	6(9)	1,890	-	2,232	-	3,283	-
1840	Deferred tax assets	6(27)	41,399	1	42,025	1	43,374	1
1900	Other non-current assets		32,925	1	33,347	1	34,078	1
15XX	**Total non-current assets**		1,115,975	31	1,106,981	30	1,206,613	36
1XXX	**Total assets**		$ 3,612,286	100	$ 3,656,344	100	$ 3,357,254	100

(Continued on next page)

IKKA Holdings (Cayman) Limited and Subsidiaries
Consolidated Balance Sheet
As at March 31, 2024, December 31, 2023 and March 31, 2023

Unit: NTD thousand

	Liabilities and Equity	Note	March 31, 2024 Amount	%	December 31, 2023 Amount	%	March 31, 2023 Amount	%
	Current liabilities							
2100	Short-term borrowings	6(10)	$ 38,070	1	$ 337,450	9	$ 198,458	6
2130	Contract liabilities - current	6(21)	6,243	-	2,982	-	4,036	-
2150	Notes payable	6(12)	165,096	5	136,053	4	117,487	4
2170	Accounts payable		353,444	10	424,816	12	324,892	10
2180	Accounts payable－related parties	7	21,712	1	15,168	-	23,253	1
2200	Other payables	6(14)	276,097	8	322,241	9	239,634	7
2220	Other payables – related parties	7	1,444	-	1,842	-	32,629	1
2230	Income tax liabilities for the current period		39,835	1	78,985	2	35,462	1
2280	Lease liabilities - current		50,229	1	51,640	1	46,117	1
2320	Long-term liabilities due within one year or one operating cycle	6(15)	50,794	1	52,104	2	61,863	2
2399	Other current liabilities - other		14,716	-	12,713	-	15,034	-
21XX	**Total current liabilities**		1,017,680	28	1,435,994	39	1,098,865	33
	Non-current liabilities							
2500	Non-current financial liabilities at fair value through profit or loss	6(11)	475	-	-	-	-	-
2530	Bonds payable	6(13)	225,797	6	-	-	-	-
2540	Long-term borrowings	6(15)	194,398	6	212,699	6	301,775	9
2570	Deferred tax liabilities	6(27)	21,130	1	19,930	-	19,382	-
2580	Lease liabilities - non-current		121,481	3	134,922	4	88,368	3
2600	Other non-current liabilities	6(16)	176,324	5	187,499	5	200,920	6
25XX	**Total non-current liabilities**		739,605	21	555,050	15	610,445	18
2XXX	**Total liabilities**		1,757,285	49	1,991,044	54	1,709,310	51
	Equity attributable to owners of the parent company							
	Share capital	6(18)						
3110	Ordinary share capital		313,269	9	294,524	8	292,524	9
	Capital surplus	6(19)						
3200	Capital surplus		922,896	25	802,772	22	796,033	24
	Retained earnings	6(20)						
3320	Special reserve		65,313	2	65,313	2	80,963	2
3350	Undistributed earnings		644,774	18	598,910	16	540,826	16
	Other equity							
3400	Other equity		(91,251)	(3)	(96,219)	(2)	(62,402)	(2)
31XX	**Total equity attributable to owners of the parent company**		1,855,001	51	1,665,300	46	1,647,944	49
3XXX	**Total equity**		1,855,001	51	1,665,300	46	1,647,944	49
	Material contingent liabilities and unrecognized contractual commitments	9						
	Material subsequent events	11						
3X2X	**Total liabilities and equity**		$ 3,612,286	100	$ 3,656,344	100	$ 3,357,254	100

The notes attached are part of the Consolidated Financial Statements and shall be read together.

Chairman：Shiang-Chi Hu Manager：Masami Obara Chief Accounting Officer：Yen-Shou Chiang

IKKA Holdings (Cayman) Limited and Subsidiaries
Consolidated Statement of Comprehensive Income
January 1 to March 31, 2024 and 2023

Unit: NTD thousand
(except for earnings per share which is in NTD)

	Item	Note	January 1 to March 31,2024 Amount	%	January 1 to March 31,2023 Amount	%
4000	Operating revenue	6(21) and 7	$ 847,297	100	$ 758,933	100
5000	Operating cost	6(5)(26) and 7	(683,144)	(81)	(654,649)	(86)
5900	Gross profit		164,153	19	104,284	14
	Operating expense	6(26) and 7				
6100	Selling expense		(26,523)	(3)	(27,952)	(4)
6200	Administrative expenses		(76,976)	(9)	(72,965)	(10)
6300	Research and development expenses		(9,312)	(1)	(10,814)	(1)
6450	Expected credit impairment (losses) gains	12	(189)	-	411	-
6000	Total operating expenses		(113,000)	(13)	(111,320)	(15)
6900	Net operating income (loss)		51,153	6	(7,036)	(1)
	Non-operating income and expenses					
7100	Interest income	6(22)	1,833	-	899	-
7010	Other income	6(23)	700	-	759	-
7020	Other gains and losses	6(24)	6,194	1	9,683	1
7050	Financial costs	6(25)	(4,593)	(1)	(2,907)	-
7000	Total non-operating income and expenses		4,134	-	8,434	1
7900	**Net income before tax**		55,287	6	1,398	-
7950	Income tax expense	6(27)	(9,380)	(1)	(3,219)	-
8200	**Net income (loss) for this period**		$ 45,907	5	($ 1,821)	-
	Other comprehensive income					
	Items not reclassified to profit or loss:					
8316	Unrealized gains or losses on investment in equity instruments at fair value through other comprehensive income	6(3)	($ 11,892)	(1)	$ 17,307	2
8349	Income tax related to items not reclassified	6(27)	(691)	-	(611)	-
8310	Total amount of items not reclassified to profit or loss		(12,583)	(1)	16,696	2
	Items that may subsequently be reclassified to profit or loss					
8361	Exchange differences on translation of the financial statements of foreign operations		17,551	2	(13,785)	(2)
8360	Total amount of items that may subsequently be reclassified to profit or loss		17,551	2	(13,785)	(2)
8300	**Other comprehensive income, net**		$ 4,968	1	$ 2,911	-
8500	**Total comprehensive income for this period**		$ 50,875	6	$ 1,090	-
	Net income attributable to:					
8610	Owners of the parent company		$ 45,907	5	($ 1,821)	-
			$ 45,907	5	($ 1,821)	-
	Total comprehensive income attributable to:					
8710	Owners of the parent company		$ 50,875	6	$ 1,090	-
			$ 50,875	6	$ 1,090	-
	Basic earnings per share	6(28)				
9750	Basic earnings per share			$ 1.53		($ 0.06)
	Diluted earnings per share	6(28)				
9850	Diluted earnings per share			$ 1.48		($ 0.06)

The notes attached are part of the Consolidated Financial Statements and shall be read together.

Chairman：Shiang-Chi Hu Manager：Masami Obara Chief Accounting Officer：Yen-Shou Chiang

IKKA Holdings (Cayman) Limited and Subsidiaries
Consolidated Statement of Changes in Equity
January 1 to March 31, 2024 and 2023

Unit: NTD thousand

		Equity attributable to owners of the parent							
				Retained earnings		Other equity			
	Note	Ordinary share capital	Capital surplus	Special reserve	Undistributed earnings	Exchange differences on translation of the financial statements of foreign operations	Unrealized gains or losses on financial assets at fair value through other comprehensive income	Treasury shares	Total equity
January 1, 2023 - March 31, 2023									
Balance, January 1, 2023		$ 292,414	$ 795,054	$ 80,963	$ 543,150	($ 78,537)	$ 13,224	($ 846)	$ 1,645,422
Net income for this period		-	-	-	(1,821)	-	-	-	(1,821)
Other comprehensive income for this period		-	-	-	-	(13,785)	16,696	-	2,911
Total comprehensive income for this period		-	-	-	(1,821)	(13,785)	16,696	-	1,090
Retirement of treasury stock	6(18)	(120)	(320)	-	(406)	-	-	846	-
Share-based payment-employee stock options	6(17)	230	1,299	-	(97)	-	-	-	1,432
Balance, March 31, 2023		$ 292,524	$ 796,033	$ 80,963	$ 540,826	($ 92,322)	$ 29,920	$ -	$ 1,647,944
January 1, 2024 - March 31, 2024									
Balance, January 1, 2024		$ 294,524	$ 802,772	$ 65,313	$ 598,910	($ 127,530)	$ 31,311	$ -	$ 1,665,300
Net income for this period		-	-	-	45,907	-	-	-	45,907
Other comprehensive income for this period		-	-	-	-	17,551	(12,583)	-	4,968
Total comprehensive income for this period		-	-	-	45,907	17,551	(12,583)	-	50,875
Cash capital increase	6(18)	18,200	91,000	-	-	-	-	-	109,200
Employee stock option compensation cost of retained cash capital increase		-	3,239	-	-	-	-	-	3,239
Share-based payment-employee stock options	6(17)	545	1,705	-	(43)	-	-	-	2,207
Recognized equity component of convertible bond issuances-stock options	6(13)	-	24,180	-	-	-	-	-	24,180
Balance, March 31, 2024		$ 313,269	$ 922,896	$ 65,313	$ 644,774	($ 109,979)	$ 18,728	$ -	$ 1,855,001

The notes attached are part of the Consolidated Financial Statements and shall be read together.

Chairman：Shiang-Chi Hu　　Manager：Masami Obara　　Chief Accounting Officer：Yen-Shou Chiang

IKKA Holdings (Cayman) Limited and Subsidiaries
Consolidated Statement of Cash Flows
For the three Months Ended March 31, 2024 and 2023

Unit：NTD thousand

	Note	Three months ended March 31,2024	Three months ended March 31,2023
Cash flow from operating activities			
Net income before tax for the current period		$ 55,287	$ 1,398
Adjustments			
Income and expenses			
Depreciation expense	6(7)(26)	30,266	40,458
Depreciation expense (including right-of-use assets)	6(8)(26)	13,628	12,841
Amortization expense	6(9)(26)	302	451
Reversal of expected credit impairment losses	12(2)	189	(411)
Gain on financial liabilities at fair value through income		(125)	-
Interest income	6(25)	2,964	1,350
Interest income (lease liabilities)	6(25)	1,271	1,557
Interest expense (amortized bonds payable)	6(25)	358	-
Interest income	6(22)	(1,833)	(899)
Share-based payment compensation costs	6(17)	3,489	559
Loss (profit) on disposal of real property, plant and equipment	6(24)	18	(84)
Lease modification gain	6(8)	(1)	-
Changes in assets/liabilities related to operating activities			
Net changes in assets related to operating activities			
Notes receivable		6,000	(4,280)
Accounts receivable (including related parties)		144,189	135,996
Other receivables		1,677	1,212
Inventories		(40,005)	(12,242)
Prepayments		6,889	7,022
Other current assets		4,339	254
Other non-current assets		704	144
Net changes in liabilities related to operating activities			
Contract liabilities		3,261	1,872
Notes payable		18,288	7,881
Accounts payable (including related parties)		(64,828)	(69,584)
Other payables		(34,357)	(37,134)
Other current liabilities		2,003	(2,711)
Other non-current liabilities		(6,583)	(2,553)
Cash inflow from operations		110,814	83,097
Interest collected		1,833	899
Interest paid	6(29)	(5,261)	(3,621)
Income tax paid		(47,783)	(31,394)
Net cash inflow from operating activities		59,603	48,981

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IKKA Holdings (Cayman) Limited and Subsidiaries
Consolidated Statement of Cash Flows
For the three Months Ended March 31, 2024 and 2023

Unit：NTD thousand

	Note	Three months ended March 31,2024	Three months ended March 31,2023
Cash flow from investing activities			
Acquisition of financial assets at fair value through other comprehensive income	6(3)	($ 4,000)	($ 2,901)
Acquisition of financial assets measured at amortized cost		(29,337)	-
Disposal of financial assets measured at amortized cost		-	24,568
Real property, plant and equipment acquired	6(29)	(27,526)	(20,486)
Intangible assets acquired	6(9)	-	(116)
Disposed of real property, plant and equipment		9	153
Increase in refundable deposits		(11)	(7)
Increase in prepayments for equipment		(1,856)	(2,983)
Net cash outflow from investing activities		(62,721)	(1,772)
Cash flow from financing activities			
Repayment of long-term borrowings	6(30)	(12,925)	(13,205)
Increase in refundable deposits		26	-
Repayment of lease principal	6(30)	(13,025)	(11,893)
Decrease in short-term borrowings	6(30)	(296,970)	-
Bond issuance	6(30)	251,250	-
Cash capital increase	6(18)	109,200	-
Employee stock options exercised		1,957	872
Net cash inflow (outflow) from financing activities		39,513	(24,226)
Effect of exchange rate changes		(8,755)	(25,417)
Increase in cash and cash equivalents for this period		27,640	(2,434)
Opening balance of cash and cash equivalents		1,003,988	741,453
Ending balance of cash and cash equivalents		$ 1,031,628	$ 739,019

The notes attached are part of the Consolidated Financial Statements and shall be read together.

Chairman：Shiang-Chi Hu　Manager：Masami Obara　Chief Accounting Officer：Yen-Shou Chiang

IKKA Holdings (Cayman) Limited and Subsidiaries
Notes to Consolidated Financial Statements
For the three Months Ended March 31, 2024 and 2023

Unit：NTD thousand
(except otherwise specified)

I. Company History

IKKA Holdings (Cayman) Limited (hereinafter referred to as the "Company") was incorporated in April 2016 in the Cayman Islands with its registered office at P.O. Box 472, 2nd Floor, Harbour Place, 103 South Church Street, George Town, Grand Cayman KY1-1106, Cayman Islands, and was restructured in January 2020. The Company and its subsidiaries (hereinafter collectively referred to as the "Group") mainly engage in the export, import, manufacturing, and sale of precision plastic injection molding parts and products; production of mold sets; manufacturing of molds, machinery and precision ceramics injecting molding parts. Jabon International Co., Ltd. is the parent of the Group and holds 36.51 % equity of the Company, and ABICO AVY CO., LTD (hereinafter referred to as "ABICO") is the parent holding 100% of JABON. CHIA MEI INVESTMENT CO., LTD. is the ultimate parent company of the Group.

II. Date of Authorization for Issuing the Financial Statements and the Procedure for Authorization

The consolidated financial statements were approved and announced by the Board of Directors on May 8, 2024.

III. Application of Newly Issued and Amended Standards and Interpretations

(I) Effect of the adoption of new issuance of or amendments to International Financial Reporting Standards ("IFRS") as endorsed by the Financial Supervisory Commission ("FSC")

The table below lists the new, revised, and amended standards and interpretations of the IFRSs endorsed by the FSC with effect from 2024:

New/Revised/Amended Standards and Interpretations	Effective date by International Accounting Standards Board
Amendments to IFRS 16 "Lease Liability in a Sale and Leaseback"	January 1, 2024
Amendments to IAS 1 "Classification of Liabilities as Current or Non-current"	January 1, 2024

Amendments to IAS 1 “Non-current Liabilities with Covenants”	January 1, 2024
Amendments to IAS 7 and IFRS 7 “Supplier Finance Arrangements”	January 1, 2024

The above standards and interpretations have no significant impact to the Group’s financial condition and financial performance based on the Group’s assessment.

(II) Effect of new issuance of or amendments to IFRSs as endorsed by the FSC but not yet adopted by the Group

None.

(III) Effect of IFRSs issued by IASB but not yet endorsed by the FSC

The table below lists the new, revised, and amended standards and interpretations of the IFRSs, released by the IASB but not yet endorsed by the FSC:

New/Revised/Amended Standards and Interpretations	Effective date by International Accounting Standards Board
Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”	To be determined by International Accounting Standards Board
IFRS 17 “Insurance Contracts”	January 1, 2023
Amendments to IFRS 17 “Insurance contracts”	January 1, 2023
Amendments to IFRS 17 “Initial Application of International Financial Reporting Standards and IFRS 17 & 9 — Comparative Information”	January 1, 2023
IFRS 18 “Presentation and Disclosures of Financial Statements”	January 1, 2027
Amendments to IAS 21 “Lack of Exchangeability”	January 1, 2025

Except for the following, the above standards and interpretations have no significant impact to the Group’s financial condition and financial performance based on the Group’s assessment:

IFRS “Presentation and Disclosures of Financial Statements”

IFRS No. 18 "Presentation and Disclosure of Financial Statements" replaces IAS 1, updates the structure of the total income statement, adds disclosure of performance management evaluation, and strengthens the principle of aggregation and subdivision of the main financial statements and notes.

IV. Summary of Significant Accounting Policies

The significant accounting policies are the same as those in Note 4 of the consolidated financial statements for the year ended 2012, except for the Compliance statement, the Basis of preparation, the Basis for consolidation, and the Addition stated in the following section. These policies have been consistently applied to all the periods presented, unless otherwise stated.

(I) Compliance statement

1. The consolidated financial statements have been prepared in accordance with Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34, "Interim Financial Reporting" endorsed and issued into effect by the FSC.
2. The consolidated financial statements should be read in conjunction with the 2023 consolidated financial statements.

(II) Basis of preparation

1. Except for the following items, the consolidated financial statements have been prepared under the historical cost basis:
   (1) Financial assets and liabilities (including derivative instruments) at fair value through profit or loss.
   (2) Financial assets at fair value through other comprehensive income.
   (3) Net defined benefit liability recognized by pension fund assets less the present value of defined benefit obligation.
2. The preparation of financial statements in conformity with the International Financial Reporting Standards, International Accounting Standards, Interpretations developed by the International Financial Reporting Interpretation Committee (IFRIC), and the Standing Interpretation Committee (SIC) (collectively referred herein as the "IFRSs") requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Group's accounting policies. The items involving a higher degree of judgment or complexity, or items where assumptions and estimates are significant to the consolidated financial statements are disclosed in Note 5.

(III) Basis for consolidation

1. Principles for preparation of consolidated financial statements

   (1) All subsidiaries are included in the Group's consolidated financial statements. Subsidiaries are all entities controlled by the Group. The Group controls an entity when the Group is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Consolidation of subsidiaries begins from the date the Group obtains control of the subsidiaries and ceases when the Group loses control of the subsidiaries.

(2) Inter-company transactions, balances and unrealized gains or losses on transactions between companies within the Group are eliminated. Accounting policies of subsidiaries have been adjusted where necessary to ensure consistency with the policies adopted by the Group.

2. Subsidiaries included in the consolidated financial statements:

Name of investor	Name of subsidiary	Business category	Shareholding (%)			Description
			March 31, 2024	December 31, 2023	March 31, 2023	
The Company	DaiichiKasei Co., Ltd. (DaiichiKasei)	Manufacturing precision plastic injection molding parts and molding sets, molds and machinery, and precision ceramics molding parts.	100.00	100.00	100.00	
The Company	Sol-Plus (HK) Co., Limited (Sol-Plus HK)	Investment	100.00	100.00	100.00	Note 1
DaiichiKasei Co., Ltd.	M. A. C. Technology (Malaysia) Sdn. Bhd. (M. A. C. Technology)	Assembly, manufacturing of CD and CD ROM, computer printers, precision ceramics and molds for electronic and industrial use, and plastic injection components for electronic and camera industries.	100.00	100.00	100.00	
DaiichiKasei Co., Ltd.	IKKA Technology (Vietnam) Co., Ltd. (IKKA Vietnam)	Production, operation, and processing of automobiles and common plastic and metal parts for office equipment	100.00	100.00	100.00	
DaiichiKasei Co., Ltd.	IKKA (Hong Kong) Co., Ltd. (IKKA HK)	Investment and trade	100.00	100.00	100.00	
IKKA (Hong Kong) Co., Ltd.	IKKA Technology DongGuan Co., Ltd. (IKKA)	Production and sale of precise plastic accessories, hardware accessories, bearings, and molds	100.00	100.00	100.00	
Sol-Plus (HK) Co., Limited (Sol-Plus HK)	Sol-Plus Co., Ltd. (Sol-Plus JP)	Manufacturing and sale of plastic products and molds	100.00	100.00	100.00	Note 1

Name of investor	Name of subsidiary	Business category	Shareholding (%)			Description
			March 31, 2024	December 31, 2023	March 31, 2023	
Sol-Plus Co., Ltd. (Sol-Plus JP)	Hiraiseimitsu (Thailand) Co., Ltd. (Hiraiseimitsu)	Manufacturing and sale of plastic products and molds	100.00	100.00	100.00	Note 1

Note 1: Its financial statements as of March 31, 2024 and 2023 have not been reviewed by CPAs because they do not meet the definition of material subsidiaries.

2. Subsidiaries not included in the consolidated financial statements: None.

3. Adjustment and treatment methods of subsidiaries' different accounting periods: None

4. Major restrictions: None.

5. Subsidiaries with non-controlling interests that are material to the Group: None.

(IV) Financial liabilities at fair value through profit or loss

1. It refers to the financial liabilities held for trading with the main purpose of repurchasing in the short term and derivative instruments other than those designated as hedging instruments in accordance with hedging accounting.

2. The Group recognizes the transaction costs in profit or loss at fair value on initial recognition, and subsequently recognizes the gain or loss in profit or loss at fair value.

(V) Convertible bonds payable

1. Convertible bonds issued by the Group contain conversion options (that is, the bondholders have the right to convert the bonds into the Group's common shares by exchanging a fixed amount of cash for a fixed number of common shares), call options and put options. At the time of initial issuance, the issue price is divided into financial assets, financial liabilities or equity based on the terms of issuance, which are treated as follows:

(1)The embedded call options and put options are recognized initially at net fair value as "financial assets or liabilities at fair value through profit or loss"; the difference at the balance sheet date was recognized in profit or loss, and the amount was recognized as "gain or loss on financial assets (liabilities) at fair value through profit or loss".

(2)The host contract of corporate bonds: on initial recognition, the difference between the initial recognition at fair value and the redemption value is recognized as the premium or discount of bonds payable; these financial assets are subsequently measured at amortized cost using the effective interest method and are recognized in profit or loss over the period of circulation as adjustments to finance costs.

(3)The embedded conversion options (which meet the definition of Equity): the residual value after deducting "financial assets or liabilities at fair value through profit or loss" and "bonds payable" as stated above are initially recognized in "Capital surplus, share options", without any subsequent remeasurement.

(4)Any transaction costs directly attributable to the issuance are allocated to each of the liabilities and equity components in proportion to their initial carrying amounts.

(5)Upon convertion by the holder, the recognized liabilities component (including “Bonds payable” and “financial assets or liabilities at fair value through profit or loss”) is treated by the subsequent measurement method according to its classification, and the issuance cost of the converted common stock is the book value of the aforementioned liabilities component plus the book value of “Capital surplus, share options.”

(VI) Employee benefits

1. Short-term employee benefits

Short-term employee benefits are measured at the non-discounted amount of the benefits expected to be paid in respect of service rendered by employees in a period and should be recognized as expense in that period when the employees render service.

2. Pension

(1) Defined contribution plans

For defined contribution plans, the contributions are recognized as pension expense when they are due on an accrual basis. Prepaid contributions are recognized as an asset to the extent of a cash refund or a reduction in the future payments.

(2) Defined benefit plans

A. The net obligation under a defined benefit plan is calculated by discounting the amount of future benefits earned by employees for current or past service and reducing the fair value of plan assets by the present value of the defined benefit obligation at the balance sheet date. The net defined benefit obligation is calculated annually by an actuary using the projected unit credit method. The discount rate is determined by reference to the market yield rate of high-quality corporate bonds at the balance sheet date that corresponds to the currency and period of the defined benefit plan, or, in countries where there is no deep market for high-quality corporate bonds, by using the market yield rate of government bonds (at the balance sheet date).

B. Remeasurements arising from defined benefit plans are recognized in other comprehensive income in the period in which they arise and are expressed as retained earnings.

3. Employee and Director Compensation

Employee compensation and directors' compensation are recognized as expenses and liabilities when there is a legal or constructive obligation, and the amount can be reasonably estimated. If the actual amount of allotment differs from the estimated amount, the difference is recognized as a change in accounting estimate.

(VII) Employee share-based payments

Equity-settled share-based payment agreements are recognized as compensation cost over the vesting period for employee services rendered, measured at the fair value of the equity instruments granted on the date of grant, with a corresponding adjustment to equity. The fair value of equity instruments should reflect the effects of both vesting and non-vesting market conditions. Recognized compensation cost is adjusted in anticipation of the number of awards that will qualify for service conditions and non-market vesting conditions until the final amount is recognized based on the vested amount at the vesting date.

(VIII) Income taxes

1. The tax expense comprises current and deferred tax. Tax is recognized in profit or loss, except to the extent that it relates to items recognized in other comprehensive income or items recognized directly in equity, in which cases the tax is recognized in other comprehensive income or equity.
2. The current income tax is calculated on the basis of the tax laws enacted or substantively enacted at the balance sheet date in the countries where the Company and its subsidiaries operate and generate taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in accordance with applicable tax regulations. It establishes income tax liabilities based on the amounts expected to be paid to the tax authorities.
3. Deferred tax is recognized, using the balance sheet liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated balance sheet. Deferred tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the balance sheet date and are expected to apply when the related deferred tax asset is realized or the deferred tax liability is settled.
4. Deferred tax assets are recognized only to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilized. At each balance sheet date, unrecognized and recognized deferred tax assets are reassessed.
5. Current income tax assets and liabilities are offset when there is a legally enforceable right to offset current income tax assets and liabilities and when there is an intention to settle on a net basis, or to realize assets and settle liabilities simultaneously. Deferred income tax assets and liabilities are offset when there is a legally enforceable right to offset current income tax assets and liabilities and when the deferred income tax assets and liabilities assessed by the same tax authority arise from the same taxpayer, or from different taxpayers, but each intends to settle on a net basis, or to realize assets and settle liabilities simultaneously.
6. Tax expense in the interim period is calculated by applying the estimated annual average effective tax rate to the interim period's pre-tax income, and disclosing relevant information in accordance with the aforementioned policy.
7. When there is a change in the tax rate during the interim period, the Group recognizes the impact of the change oncee in the period in which the change occurs. For income tax and

items recognized other than in profit or loss, the effect of the change is recognized in other comprehensive income or equity item. For income tax and items recognized in profit or loss, the effect of the change is recognized in profit or loss.

V. Key Sources of Uncertainty over Critical Accounting Judgments, Estimation, and Assumptions

During the preparation of the consolidated financial statements, the management has exercised its judgments to adopt the accounting policies to be used, and made accounting estimates and assumptions based on reasonable expectations of future events with reference to the circumstances at the balance sheet date. If there is any difference between any critical accounting estimates and assumption made and actual results, assessment and adjustment will be conducted continuously by taking into account the historical experience and other factors. Such estimates and assumptions have a risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next fiscal year. Please refer to the description of the uncertainties of critical accounting judgments, estimation, and assumptions below:

(I) Critical judgments for applying the Group's accounting policies

None.

(II) Significant accounting estimates and assumptions

Valuation of inventories

The Group should exercise judgment and carry out estimation to determine the net realizable value of inventory at the balance sheet date as inventory should be measured at the lower of cost or net realizable value. Due to rapid changes in technology, the Group recognizes a loss at a net realizable value after assessing the amount of the inventory worn and torn normally, obsolete, or damaged on the balance sheet date, as well as the market sales value. This inventory valuation is conducted mainly based on the estimated product demand over a specific period in the future, so there may be significant changes.

As of March 31, 2024, the carrying amount of the Group's inventories was $420,976.

VI. Details of Significant Accounting Titles

(I) Cash and cash equivalents

	March 31, 2024	December 31, 2023	March 31, 2023
Cash on hand and petty cash	$ 1,239	$ 1,197	$ 1,494
Check and demand deposits	976,135	972,083	737,525
Time deposits (a duration of less than three months)	54,254	30,708	-
	$ 1,031,628	$ 1,003,988	$ 739,019

1. The financial institutions the Group deals with have high credit ratings. The Group also deals

with various financial institutions at the same time to diversify credit risks. Therefore, the expected risk of default is rather low. Thus, the Group measures an allowance for loss based on the 12-month expected credit losses. The Group did not set aside an allowance for losses for March 31, 2024, December 31, 2023 and March 31, 2023.

2. The Group's time deposits pledged as collateral assets have been reclassified to "Current financial assets at amortized cost" and "Non-Current financial assets at amortized cost". Please refer to Note 8 for details.

(II) Financial assets at amortized cost

Item	March 31, 2024	December 31, 2023	March 31, 2023
Current items:			
Time deposits (a duration of more than three months)	$ 90,245	$ 59,085	$ 3,856
Non-current items:			
Time deposits (a duration of more than three months)	$ -	$ -	$ 91,350

1. The details of financial assets measured at amortized cost and recognized in profit or loss are as follows:

	January 1, 2024 - March 31, 2024	January 1, 2023 - March 31, 2023
Interest revenue	$ 609	$ 365

2. As of March 31, 2024, December 31, 2023 and March 31, 2023, regardless of the collateral held and other credit enhancements, the maximum amounts of the exposure to the credit risk arising from the Group’s financial assets at amortized cost are their carrying amounts.
3. Please refer to Note 8 for details of the financial assets at amortized cost pledged by the Group.
4. The financial institutions the Group deals with have high credit ratings. Therefore, the expected risk of default is rather low. Please refer to Note 12(2) for details of the related credit risk of financial assets measured at amortized cost.

(III) Financial assets at fair value through other comprehensive income

Item	March 31, 2024	December 31, 2023	March 31, 2023
Non-current items:			
Equity instruments			
TWSE/TPEx listed stocks:	$ 8,874	$ 9,113	$ 9,424
Stocks listed on the emerging stock market:	39,500	39,500	39,500
Unlisted stocks	7,000	3,000	3,000
	55,374	51,613	51,924
Adjust for evaluation:	22,955	34,847	33,045
	$ 78,329	$ 86,460	$ 84,969

1. The Group has chosen to classify equity investments, which are strategic investments, as financial assets at fair value through other comprehensive income, with fair values of $78,329, $86,460, and $84,969 as of March 31, 2024, December 31, 2023 and March 31, 2023, respectively.
2. The details of financial assets at fair value through other comprehensive income recognized in comprehensive income are as follows:

	January 1, 2024 - March 31, 2024	January 1, 2023 - March 31, 2023
Equity instruments at fair value through other comprehensive income		
Change in fair value recognized in other comprehensive income (loss)	($ 11,892)	$ 17,307

3. As of March 31, 2024, December 31, 2023 and March 31, 2023, regardless of the collateral held and other credit enhancements, the maximum amounts of the exposure to the credit risk arising from the Group's financial assets at fair value through other comprehensive income are their carrying amounts.
4. The Group did not pledge financial assets at fair value through other comprehensive income.
5. Please refer to Notes 12(2)for more information on the credit risk of financial assets at fair value through other comprehensive income.

(IV) Notes receivable and accounts receivable

	March 31, 2024	December 31, 2023	March 31, 2023
Notes receivable	$ 19,407	$ 25,407	$ 26,745
Accounts receivable	$ 857,181	$ 987,367	$ 769,841
Less: allowance for losses - accounts receivable	(722)	(530)	(299)
	$ 856,459	$ 986,837	$ 69,542
Accounts receivable - related parties	$ 5,615	$ 7,237	$ 2,909

1. The aging analysis of accounts receivable (including related parties) and notes receivable are as follows:

	March 31, 2024		December 31, 2023	
	Accounts receivable	Accounts receivable	Accounts receivable	Notes receivable
Not past due	$ 848,111	$ 19,407	$ 983,676	$ 25,407
1-90 days overdue	14,685	-	9,457	-
90-180 days overdue	-	-	1,471	-
	$ 862,796	$ 19,407	$ 994,604	$ 25,407

	March 31, 2023	
	Accounts receivable	Notes receivable
Not past due	$ 769,192	$ 26,745
1-90 days overdue	3,558	-
90-180 days overdue	-	-
	$ 772,750	$ 26,745

The aging analysis stated above is based on the number of overdue days.

2. As of March 31, 2024, December 31, 2023 and March 31, 2023, accounts receivable and notes receivable were all from contracts with customers. And as of January 1 2023, the balance of receivables from contracts with customers amounted to $914,688.
3. The Group did not pledge notes and accounts receivable.
4. As of March 31, 2024, December 31, 2023 and March 31, 2023, regardless of the collateral held and other credit enhancements, the maximum amounts of the exposure to the credit risk arising from the Group's notes and accounts receivable are their carrying amounts.
5. DaiichiKasei and Dongguan Yihua, subsidiaries of the Group, have signed accounts receivable sales contracts with several financial institutions in Japan and China. DaiichiKasei and Dongguan Yihua, depending on the amount of its operating capital, decided to sale the accounts receivable to financial institutions without recourse or not to sale them. The Group's model for managing such receivables is to collect contractual cash flows and sell financial assets, so such accounts receivable are financial assets at fair value through other comprehensive income.
6. The Group plans to sale accounts receivable of $100,594, $107,239 and $75,774 on March 31, 2024, December 31, 2023 and March 31, 2023, respectively, which are financial assets at fair value through other comprehensive income and are accounted for under accounts receivable.
7. Please refer to Note 12(2) for the information on the credit risk of accounts and notes receivable.

(V) Inventories

	March 31, 2024		
	Costs	Allowance for loss on market value	Carrying amount
Raw materials	$ 176,289	($ 32,839)	$ 143,450
Work in progress	177,982	(8,405)	169,577
Finished goods	114,409	(14,700)	99,709
Inventories in transit	8,240	-	8,240
	$ 476,920	($ 55,944)	$ 420,976

	December 31, 2023		
	Costs	Allowance for loss on market value	Carrying amount
Raw materials	$ 167,037	($ 35,223)	$ 131,814
Work in progress	154,292	(7,903)	146,389
Finished goods	117,140	(19,112)	98,028

Inventories in transit		6,332		-		,332
	$	444,801	($	62,238)	$	382,563

	March 31, 2023					
	Costs		Allowance for loss on market value		Carrying amount	
Raw materials	$	260,500	($	37,084)	$	223,416
Work in progress		187,731	(	9,731)		178,000
Finished goods		139,931	(	22,553)		117,378
Inventories in transit		7,376		-		7,376
	$	595,538	($	69,368)	$	526,170

The Group’s inventory cost is recognized in expenses for the current period:

	January 1, 2024 - March 31, 2024	January 1, 2023 - March 31, 2023
Cost of inventory sold	$ 704,827	$ 645,902
Inventory (gain from recovery) loss on market value	(6,395)	(15,866)
Income from the sale of scraps	(15,288)	(7,119)
	$ 683,144	$ 654,649

(VI) Other current assets

Item	March 31, 2024	December 31, 2023	March 31, 2023
Assets not belong to principle (Note)	$ 34,487	$ 34,814	$ 34,648
Other	2,853	6,865	164
	$ 37,340	$ 41,679	$ 34,812

Note: The Group's purchase transaction model with some suppliers is processing with raw materials. Before the specific goods are transferred to the customers, the Group only temporarily holds these assets. Since it does not assume the inventories risk of the goods and has no ownership of the goods, the Group has no control over the goods. Therefore, it is listed under other current assets before the goods are transferred to the customer.

(VII) Property, plant and equipment

	Land	Buildings and structures	Machinery and equipment	Transportation equipment	Office equipment	Others	Total
January 1, 2024							
Costs	$ 245,208	$ 998,665	$ 1,780,401	$ 13,142	$ 76,309	$ 398,245	$ 3,511,970
Accumulated depreciation	-	(887,424)	(1,489,755)	(11,037)	(75,272)	(318,126)	(2,781,614)
	245,208	$ 111,241	$ 290,646	$ 2,105	$ 1,037	$ 80,119	$ 730,356
2024							
Opening balance	$ 245,208	$ 11,241	$ 290,646	$ 2,105	$ 1,037	$ 80,119	$ 730,356
Additions	-	-	12,610	12	1,015	49,010	62,647
Reclassification	-	-	1,810	-	-	(127)	1,683
Disposal	-	-	(4)	-	(9)	(14)	(27)
Depreciation expense	-	(3,299)	(20,008)	(147)	(720)	(6,092)	(30,266)
Net exchange difference	(2,632)	1,839	74	3	646	623	(593)
Ending balance	242,576	$ 109,781	$ 85,228	$ 1,973	$ 1,969	$ 122,273	$ 763,800
March 31, 2024							
Costs	$ 242,576	$ 981,728	$ 1,797,346	$ 13,043	$ 74,457	$ 450,695	$ 3,559,845
Accumulated depreciation and impairment	-	(871,947)	(1,512,118)	(11,070)	(72,488)	(328,422)	(2,766,045)
	242,576	$ 109,781	$ 285,228	$ 1,973	$ 1,969	$ 122,273	$ 763,800

	Land	Buildings and structures	Machinery and equipment	Transportation equipment	Office equipment	Others	Total
January 1, 2023							
Costs	$ 258,615	$ 1,057,526	$ 1,830,212	$ 13,418	$ 100,447	$ 382,082	$ 3,642,300
Accumulated depreciation	-	(929,520)	(1,498,689)	(10,948)	(100,447)	(295,890)	(2,835,494)
	$ 258,615	$ 128,006	$ 331,523	$ 2,470	$ -	$ 86,192	$ 806,806
2023							
Opening balance	$ 258,615	$ 128,006	$ 331,523	$ 2,470	$ -	$ 86,192	$ 806,806
Additions	-	219	466	-	163	11,768	12,616
Reclassification	-	-	14,176	-	-	-	14,176
Disposal	-	(3)	(66)	-	-	-	(69)
Depreciation expense	-	(3,545)	(28,672)	(193)	(15)	(8,033)	(40,458)
Net exchange difference	(3,664)	(1,414)	(803)	(21)	9	255	(5,638)
Ending balance	$ 254,951	$ 123,263	$ 316,624	$ 2,256	$ 157	$ 90,182	$ 757,433
March 31, 2023							
Costs	$ 254,951	$ 1,042,117	$ 1,814,084	$ 13,227	$ 100,221	$ 391,123	$ 3,615,723
Accumulated depreciation and impairment	-	(918,854)	(1,497,460)	(10,971)	(100,064)	(300,941)	(2,828,290)
	$ 254,951	$ 123,263	$ 316,624	$ 2,256	$ 157	$ 90,182	$ 787,433

Please refer to Note 8 for information on property, plant and equipment pledged as collateral.

(VIII) Leasing arrangements - lessee

1. The assets leased by the Group are land, buildings, machinery and equipment, transportation equipment, and other equipment, and the lease terms are usually 2–8 years. The lease contract is negotiated individually and contains various terms and conditions, and no other restrictions are imposed except that the assets leased shall not be used as collateral for loans.

2. The lease terms of offices, employee dormitories, car parking spaces and computer software leased by the Group are not more than 12 months, and the computer equipment leased is a low-value asset.

3. The information on the book values of the right-of-use assets and the depreciation expenses recognized is as follows:

	March 31, 2024	December 31, 2023	March 31, 2023
	Carrying amount	Carrying amount	Carrying amount
Land	$ 18,834	$ 18,217	$ 18,497
Buildings	166,726	180,177	123,308
Machinery and equipment	7,006	8,210	14,427
Transportation equipment (business car)	3,780	4,515	5,806
Office equipment	1,286	1,433	-
Other equipment	-	9	88
	$ 197,632	$ 212,561	$ 162,126

	January 1, 2024 -	January 1, 2023 -

	March 31, 2024	March 31, 2023
	Depreciation expense	Depreciation expense
Land	$ 148	$ 143
Buildings	11,763	10,302
Machinery and equipment	974	1,626
Transportation equipment (business car)	629	733
Office equipment	104	-
Other equipment	10	37
	$ 13,628	$ 12,841

4. The additions of the Group's right-of-use assets in the three months ended March 31, 2024 and 2023 were $1,983 and $2,563, respectively.
5. Information on the profit or loss items related to lease contracts is as follows:

	January 1, 2024 - March 31, 2024	January 1, 2023 - March 31, 2023
Items that affect current profit or loss		
Interest expense on lease liabilities	$ 1,271	$ 1,557
Expenses on short-term lease contracts	1,213	349
Expenses on low-value assets leased	143	161
Lease modification gain	(1)	-

6. The Group's total cash outflows from leases in the three months ended March 31, 2024 and 2023 were $15,652 and $13,960, respectively.

(IX) Intangible assets

	Computer software March 31, 2024	Computer software March 31, 2023
Opening balance		
Costs	$ 51,834	$ 52,770
Accumulated amortization	(49,602)	(49,096)
	$ 2,232	$ 3,674
Opening balance	$ 2,232	$ 3,674
Current purchase	-	116
Amortization expense	(302)	(451)
Net exchange difference	(40)	(56)
	$ 1,890	$ 3,283
Ending balance		
Costs	$ 50,648	$ 52,659
Accumulated amortization	(48,758)	(49,376)
	$ 1,890	$ 3,283

(X) Short-term borrowings

Category of borrowings	March 31, 2024	December 31,2023	March 31, 2023
Bank borrowings			

Secured borrowings			
Bank syndicated borrowings(Note1)	$ -	$ 120,003	$ 126,412
Bank guaranteed borrowings (Note2)	38,070	39,241	13,703
Credit borrowings			
Bank syndicated borrowings(Note1)	-	55,386	58,343
Bank credit borrowings(Note2)	-	122,820	-
	$ 38,070	$ 337,450	$ 198,458

Note 1: The interest rate range for bank syndicated loans were 1.24% as of December 31, 2023, March 31, 2023, respectively, and the related guarantees are described in Note 8 for details. Under the terms of the loan contracts, for DaiichiKasei's loans, the following conditions should be maintained in the annual financial statements during the contract period:

A. No operating loss for two consecutive years.

B. Net assets should be maintained at 75% or more of the net assets for the two years prior to the signing of the contract or for the most recent year.

The above financial ratios and contracts are reviewed annually.

Note 2: The interest rate rage for March 31, 2024, December 31, 2023 and March 31, 2023 are 1.23%,1.23%~6.44% and 0.87%, respectively.

(XI) Financial liabilities at fair value through profit or loss

Item	March 31, 2024	December 31, 2023	March 31, 2023
Non-current item:			
Financial liabilities derivatives held for trading	$ 600	$ -	$ -
Valuation adjustment	(125)	-	-
Total	$ 475	$ -	$ -

The Company recognized $125 and $0 for financial liabilities at fair value in profit or loss from January 1 to March 31, 2024 and 2023, respectively.

(XII) Notes payable

	March 31, 2024	December 31, 2023	March 31, 2023
Occurrence due to business	$ 117,765	$ 136,053	$ 117,487
Occurrence not due to	47,331	-	-

business			
	$ 165,096	$ 136,053	$ 117,487

(XIII) Bonds payable

	March 31, 2024	December 31, 2023	March 31, 2023
Bonds payable	$ 250,000	$ -	$ -
Less: Discount on bonds payable	(24,203)	-	-
	$ 225,797	$ -	$ -

1. Domestic convertible corporate bonds issued by the Company

(1)The terms of the first domestic unsecured convertible bonds issued by the Company are as follows:

A. The Company, as approved by the regulatory authority, raised and issued the first domestic unsecured convertible bonds with a total amount of $250,000, coupon rate of 0%, 5-year maturity, and a liquidity period from March 4, 2024 to March 4, 2029. When the convertible corporate bonds mature, they will be redeemed in cash at the face value of the bonds at once. The convertible corporate bonds were listed for trading on Taipei Exchange (TPEx) on March 4, 2024.

B. The bondholders have the right to request the Company to convert the bonds into common stocks of the Company at any time from the date after three months from the issue date of the bonds to the maturity date, except during the suspension period as specified in the terms of the bonds or by the laws and regulations. The rights and obligations of the converted shares are the same as those of the issued and original common stocks.

C. The conversion price of the convertible corporate bonds is determined in accordance with the pricing model stipulated in the conversion terms. In the event of an anti-dilution clause, the conversion price will be adjusted in accordance with the pricing model stipulated in the conversion terms; Then, on the base date of the regulation promulgation, the conversion price shall be reset according to the pricing model stipulated in the conversion terms. The conversion price of the convertible corporate bonds is NT $88.8 per share.

D. Bondholders may request the Company to repurchase the convertible bonds at face value plus interest compensation three years after the issuance date.

E. The Company may repurchase all the bonds in cash at the bonds' face value at any time after the following events occur: (1) the closing price of the Company's common shares is more than 30% (inclusive) of the conversion price for 30 consecutive business days during the period from the date after three months of the bonds issuance date to 40 days before the maturity date; or

(2) the outstanding balance of the bonds is less than 10% of the original issuance amount during the period from the date after three months of the bonds issuance date to 40 days before the maturity date.

F. According to the conversion terms, all the convertible corporate bonds recovered (including repurchase from the over-the-counter market), redeemed or converted will be cancelled, and cannot be sold or issued again. The conversion rights attached thereto will be eliminated.

2. Regarding the issuance of the first convertible corporate bonds, the Group separated the conversion rights of the nature of Equity from each Liability components in accordance with the provisions of IAS No. 32 "Financial Instruments: Presentation", and recognized in "Capital surplus, share options" amounting to $24,180. The call options and put options embedded in bonds payable were separated from the debt instruments of their host contracts, as their economic characteristics and risks of the embedded derivatives are not closely related to those of the host contracts, and were recognized in ' Financial liabilities at fair value through profit or loss' in net amount in accordance with IFRS No.9 "Financial Instruments". The effective interest rate of the bonds payable after such separation was 2.0677%.

(XIV) Other payables

	March 31, 2024	December 31, 2023	March 31, 2023
Salary and year-end bonuses payable	$ 73,578	$ 105,489	$ 65,459
Remuneration payable to employees and directors	25,249	18,434	17,645
Pensions Payable	23,467	17,553	20,586
Business tax payable	41,940	54,391	45,960
Freight payable	7,748	9,555	9,112
Utilities payable	9,689	8,673	12,151
Insurance payable	14,518	11,596	5,643
Business facilities payable	3,689	15,699	1,625
Interest payable	1,624	2,292	1,638
Service payment payable	18,362	20,467	13,202
Rent payable	231	203	207
Others	56,202	57,889	46,406
	$ 276,097	$ 322,241	$ 239,634

(XV) Long-term borrowings

March 31, 2024			
Category of borrowings	Borrowing period	Interest rate range	Amount
Secured borrowings			
Bank syndicated borrowings (note1)	2021/3/31~2030/3/29	0.61%~0.79%	$ 130,265
Unsecured borrowings			
Bank Syndicated borrowings (note 1)	2021/3/31~2030/3/29	0.61%~0.79%	62,432
Bank credit borrowings	2020/10/23~2030/9/25	0% before 2024/10, thereafter 2%	19,640
Bank credit borrowings	2021/3/25~2031/3/20	1.14%	8,143
Bank credit borrowings	2022/11/22~2025/10/31	0.97%~1.09%	24,712
			245,192
Less:Long-term borrowings - current portion			(50,794)
			$ 194,398

December 31, 2023

Category of borrowings	Borrowing period	Interest rate range	Amount
Secured borrowings			
Bank syndicated borrowings (note 1)	2021/3/31~2030/3/29	0.61%~0.62%	$ 139,351
Unsecured borrowings			
Bank Syndicated borrowings (note 1)	2021/3/31~2030/3/29	0.61%~0.62%	66,786
Bank credit borrowings	2020/10/23~2030/9/25	0% before 2024/10, thereafter 2%	21,022
Bank credit borrowings	2021/3/25~2031/3/20	1.14%	8,694
Bank credit borrowings	2022/11/22~2025/10/31	0.97%~1.09%	28,950
			264,803
Less: Long-term borrowings - current portion			(52,104)
			$ 212,699

March 31, 2023

Category of borrowings	Borrowing period	Interest rate range	Amount
Secured borrowings			
Bank syndicated borrowings (note1)	2021/3/31~2030/3/29	0.61%~0.62%	$ 164,410
Bank guaranteed borrowings	2021//9/17~2024/9/17	1.07%	24,665
Bank guaranteed borrowings	2022/11/8~2025/11/8	0.65%	28,547
Unsecured borrowings			
Bank Syndicated borrowings (note 1)	2021/3/31~2030/3/29	0.61%~0.62%	78,796
Bank credit borrowings	2020/10/23~2030/9/25	0% before 2024/10, thereafter 2%	22,838
Bank credit borrowings	2021/3/25~2031/3/20	1.14%	10,053
Bank credit borrowings	2022/11/22~2025/10/31	0.90%	34,329
			363,638
Less: Long-term borrowings - current portion			(61,863)
			$ 301,775

Note 1: For DaiichiKasei's borrowings, under the terms of the loan contracts, the following

conditions should be maintained in the annual financial statements during the contract period:

A. No operating loss for two consecutive years.

B. Net assets should be maintained at 75% or more of the net assets for the two years prior to the signing of the contract or for the most recent year.

The above financial ratios and agreements are reviewed annually.

Note 2. Please refer to Note 8 for details of the collateral for the above long-term borrowings.

(XVI) Pensions

1. The pension costs of defined benefit plan of DaiichiKasei, a subsidiary of the Company, recognized from January 1 to March 31 2023 and 2024 were calculated using the actuarial determined pension cost rate on March 31 2024 and March 31 2023, and the amounts were $2,074 and $2,169, respectively.
2. Except for the above-mentioned subsidiaries, the remaining overseas subsidiaries have made pension contributions in accordance with the regulations of the local government. The pension costs recognized for the years ended March 31, 2024 and 2023 were $7,309 and $6,658, respectively.

(XVII) Share-based payment

1. Share-based payment agreements for the three Months Ended March 31, 2024 and 2023 are as following:

Agreement Type	Issue date	Issuance amount (Unit: thousand shares)	Contract Period	Vesting conditions
Employee stock options plan	2020/7/17	3,000	5 years	2~4 years employment (note)
Cash capital increase reserved for employee stock options	2024/1/29	106	-	Immediately vest

Note: The stock option holder may exercise the right to subscribe to shares two years after being granted the employee stock option certificate, in accordance with this plan. The validity period of the stock option certificate shall be five years from the date of granting the employee stock option certificate. It shall not be transferred, pledged, gifted to others, or disposed of by any other means, except in cases of inheritance.

Time frame	Cumulative proportion of exercisable stock options
After 2 years (starting from the third	50%

year).	
After 3 years (starting from the fourth year).	75%
After 4 years (starting from the fifth year)	100%

The aforementioned share-based payment agreement is settled in equity.

2. The details of the aforementioned share-based payment agreement are as following:

	January 1, 2024 - March 31, 2024	
	Stock option amount (Unit: thousand shares)	Weighted average exercise price (NTD)
Outstanding stock options at the beginning of the period	716	$ 36.3
Stock options executed for the current period	(55)	36.1
Outstanding stock options at the end of the period	661	35.7
Exercisable stock options of the end of the period	393	35.7

	January 1, 2023 - March 31, 2023	
	Stock option amount (Unit: thousand shares)	Weighted average exercise price (NTD)
Outstanding stock options at the beginning of the period	939	$ 37.9
Stock options executed for the current period	(23)	37.9
Outstanding stock options at the end of the period	916	37.9
Exercisable stock options of the end of the period	379	37.9

The weighted-average stock price of stock options at exercise dates for the three Months Ended March 31, 2024 and 2023 were $36.1 and $37.9, respectively.

3. For the share-based payment transaction conducted on the granted date, the Group uses the Black-Scholes option pricing model to estimate the fair value of stock option. The relevant information is as follows:

Agreement Type	Granted date	Price of share	Exercise price	Expected volatility rate	Expected validity period	Expected dividends	Risk-free interest rate	Fair value per unit (NTD)
Employee stock options plan	2020/7/17	$58	$40	23.89%~ 25.91%	5 years	-	0.2371%~ 0.3222%	$19.57~$ 21.26
Cash capital increase reserved for employee stock options	2024/1/29	$90.50	$60	26.81%	0.10year	-	1.0302%	$30.56

4. Cost for share-based payment transaction is as following:

	January 1, 2024 - March 31, 2024	January 1, 2023 - March 31, 2023
Equity payment	$ 3,489	$ 559

(XVIII) Capital

1. As of March 31, 2024, the authorized capital of the Company is NTD 400,000 thousand, divided into 40,000 thousand shares, with a paid-in capital of $313,269, at NTD 10 per share.

   The adjustments for the outstanding common shares at the beginning and end of the period are as follows:

	2024	2023
January 1	29,452	29,241
Executed employees stock option	55	23
Retirement of treasury share	-	(12)
Cash capital increase	1,820	-
March 31	31,327	29,252

2. On November 7, 2023, Board of Directors approved the issuance of 1,820 thousand ordinary shares by cash capital increase from issuing shares, with a par value of NT $10 per share and a premium of NT $60 per share, for a total amount of NT $109,200, which has been fully paid on March 7, 2024, and March 7, 2024 is set as the base date for capital increase.

3. Treasury stocks

   (1) The reasons for repurchasing shares and repurchase amount:

		March 31, 2024	
The company holding the shares	Reason for repurchase	Amount (unit: 1,000shares)	Carrying Amount
The Company	Maintain corporate credit and shareholders' equity	-	$ -

		December 31, 2023	
The company holding the shares	Reason for repurchase	Amount (unit: 1,000shares)	Carrying Amount

The Company	Maintain corporate credit and shareholders' equity	-	$ -

		March 31, 2023	
The company holding the shares	Reason for repurchase	Amount (unit: 1,000shares)	Carrying Amount
The Company	Maintain corporate credit and shareholders' equity	-	$ -

(2) As per the Securities and Exchange Act, the percentage of the issued shares to be repurchased by the Company shall not exceed 10% of its total issued shares, and the total amount of the purchased shares shall not exceed the retained earnings plus the premium of issued shares and the realized capital surplus.

(3) As per the Securities and Exchange Act, the treasury shares held by the Company shall not be pledged, nor shall they be entitled to shareholders' rights until they are transferred.

(4) In accordance with Securities and Exchange Act, shares purchased for the purpose of transferring shares to employees should be transferred within five years from the purchase date and shares not transferred within the five-year period are to be changed registration for cancellation. Treasury shares repurchased to maintain the Company's credit and shareholders' equity shall be retireded by carrying out change registration within six months from the date of the repurchase. On February 16, 2023, the Board of Directors approved the change of the purpose of repurchasing the Company's ordinary shares from transferring to employees to maintain the Company's credit and shareholders' equity. On March 2, 2023, the Board of Directors resolved the cancellation of treasury shares. The base date was 3 March 2023, and the registration of the cancellation of paid-in capital for the 12 thousand treasury shares was completed on 23 March 2023.

(XIX) Capital surplus

According to the provisions of the Company Act, the premium of excess over par value derived from issued shares and the gifted capital surplus, in addition to being used to compensate deficit, where the Company has no accumulated losses, shall be used to issue new shares or cash in proportion to the shareholders' original shares. The Company shall not use the capital surplus to compensate the capital losses, unless the surplus reserve is insufficient to compensate such losses.

	2024		
	Share premium	Employee stock options	Stock options
January 1	$ 784,738	$ 18,034	$ -
Employee stock options exercised	1,412	293	-
Cash capital increase	91,000	-	-

Employee subscription compensation cost of retained cash capital increase	3,239	-	-
Issuance of convertible bonds	-	-	24,180
March 31	$ 880,389	$ 18,327	$ 24,180

	2023	
	Share premium	Employee stock options
January 1	$ 779,006	$ 16,048
Employee stock options exercised	642	657
Cancellation of treasury stock	(320)	-
March 31	$ 779,328	$ 16,705

(XX) Retained earnings

1. As per the Articles of Incorporation, where the Company makes a profit for a fiscal year, the profit shall be first used for offsetting a cumulative deficit. The Company shall set aside or reverse a special reserve in accordance with the laws and regulations or the competent authority's request, and then any remaining profit, together with any undistributed retained earnings from the beginning of the same period, are shareholders' accumulated distributable earnings. The Board of Directors would propose an earnings distribution proposal, which would be submitted to the shareholders' meeting for resolution.
2. The Company, being in a growth phase, for the needs of capital expenditure, business expansion, and sound financial planning to achieve sustainable development, the Company's dividend policy will be determined based on the future budget for capital expenditure and funding needs, while considering economic and industry dynamics. Dividends may be distributed to shareholders in the form of cash dividends and/or stock dividends. If the Board of Directors decide to distribute earnings, it will formulate a plan and seek approval from the shareholders' meeting through an ordinary resolution. The total amount of dividends to shareholders should be at least 40% of the distributable earnings for the current year, with the total cash dividend payout not falling below 10% of the total dividend.
3. Without violating any regulations, the Board of Directors may distribute dividends, legal reserves, and/or all or part of the premium arising from the issuance of shares or gifted

capital surplus to the original shareholders in the form of cash. Such distribution shall be approved by a resolution with the attendance of two-thirds or more of the directors and the consent of the majority of attending directors, and it shall be reported to the shareholders' meeting.

4. In accordance with the regulations, the Company shall set aside special reserves from other equity items of the debit balance at the balance sheet date before distributing earnings. When debit balance on other equity items is reversed subsequently, the reversed amount may be included in the distributable earnings.

5. The distribution plan of 2023 earnings had been proposed by Board of Directors on May 8, 2024, and is subject to the resolution of shareholders' meeting. The 2022 earnings distribution proposal approved by the resolution of shareholders' meeting on June 30, 2023 is as follows:

	2023		2022	
	Amount	Dividends per share (NTD)	Amount	Dividends per share (NTD)
Special reserves (reversal)	$ 30,906		($ 15,650)	
Cash dividends (note)	100,246	$ 3.20	87,757	$ 2.99
	$ 131,152		$ 72,107	

Note: The 2022 cash dividend of NT $3 per share was originally approved by the shareholders' meeting on June 30, 2023. Due to the exercise of employee stock options, the number of outstanding ordinary shares increased from 29,252 thousand shares to 29,346 thousand shares. Therefore, the Board of Directors approved the adjustment of the 2022 cash dividend per share to NT $2.99 on August 14, 2023.

(XXI) Operating revenue

1.Revenue from customer contracts

The Group's revenue is derived from the transfer of goods and services at a specific point in time. The revenue can be classified into the following main group of companies:

January 1, 2024 - March 31, 2024	Japan	Vietnam	China (including HK)	Thailand	Other Asia area	Total
Segment income	$ 379,745	$ 194,543	$ 219,136	$ 110,955	$ 49,602	$ 953,981
Income from internal segment transactions	(30,442)	(4,028)	(71,446)	(768)	-	(106,684)

Income from external customer transactions	$ 349,303	$ 190,515	$ 147,690	$ 110,187	$ 49,602	$ 847,297
Recognition timing of revenue						
Revenue recognized at a specific timing	$ 349,303	$ 190,515	$ 147,690	$ 110,187	$ 49,602	$ 847,297

January 1, 2023 - March 31, 2023	Japan	Vietnam	China (including HK)	Thailand	Other Asia area	Total
Segment income	$ 387,240	$ 133,358	$ 244,883	$ 98,060	$ 43,800	$ 907,341
Income from internal segment transactions	(29,105)	(4,931)	(111,935)	(2,412)	(25)	(148,408)
Income from external customer transactions	$ 358,135	$ 128,427	$ 132,948	$ 95,648	$ 43,775	$ 758,933
Recognition timing of revenue						
Revenue recognized at a specific timing	$ 358,135	$ 128,427	$ 132,948	$ 95,648	$ 43,775	$ 758,933

2. Contract liabilities

The contract liabilities related to the Group's recognized contract income are as follows:

	March 31, 2024	December 31, 2023
Contract liabilities - unearned sales revenue (Recognized contract liabilities - current)	$ 6,243	$ 2,982
	March 31, 2023	January 1,2023
Contract liabilities - unearned sales revenue (Recognized contract liabilities - current)	$ 4,036	$ 2,164

(XXII) Interest income

	January 1, 2024 - March 31, 2024	January 1, 2023 - March 31, 2023
Interest income from bank deposit	$ 1,224	$ 534
Interest income from financial assets measured at amortized cost	609	365
	$ 1,833	$ 899

(XXIII) Other income

	January 1, 2024 - March 31, 2024	January 1, 2023 - March 31, 2023
Rental income	$ 700	$ 759

(XXIV) Other gains and losses

	January 1, 2024 - March 31, 2024	January 1, 2023 - March 31, 2023
(Loss) Gain from the disposal of property, plant and equipment	($ 18)	$ 84
Foreign currency exchange gain	5,397	6,222
Gains on financial liabilities at fair value through profit or loss	125	-
Other gains	690	3,377
	$ 6,194	$ 9,683

(XXV) Financial costs

	January 1, 2024 - March 31, 2024	January 1, 2023 - March 31, 2023
Financial costs		
Bank borrowings and others	$ 2,964	$ 1,350
Interest on lease liabilities	1,271	1,557
Amortization of discount on bonds payable	358	-
	$ 4,593	$ 2,907

(XXVI) Employee benefit expenses and additional information regarding such expenses' nature

	January 1, 2024 - March 31, 2024	January 1, 2023 - March 31, 2023
Employee benefit expenses		
Salary and wages	$ 176,009	$ 172,191
Labor and health insurance costs (Note)	14,561	14,780
Pension	9,383	8,827
Other employment expenses	5,741	6,069
Depreciation expense	43,894	53,299
Amortization expense	302	451

Note: Including expenses related to medical insurance and insurance of work-related injuries incurred by subsidiaries in China.

1. As per the Company's Articles of Incorporation, after cumulative losses are deducted from the Company's profit for the year, if there is a balance, no less than 8% and not higher than 15% of the balance shall be set aside for employee remuneration and no higher than 5% for directors' remuneration.

2. For the period from January 1 to March 31, 2024, employees' compensation was accrued at $4,221 and Director's remuneration was accrued at $2,638. The aforementioned amounts were recognized in salary expenses. The Company has pre-tax losses for the period from January 1 to March 31, 2023, so there is no need to estimate the remuneration of employees and Directors.

   Based on the earnings of the year ended December 31, 2023, the employees' and directors' compensation were accrued at 8% and 5%, respectively. The Board of Directors resolve to actually distribute $11,001 and $6,876, respectively, with employee compensation to be paid in cash.

3. The information on employee's and directors' remuneration approved by the Board of Directors is available on the Market Observation Post System (MOPS).

(XXVII) Income tax

1.Components of income tax expenses:

	January 1, 2024 - March 31, 2024	January 1, 2023 - March 31, 2023
Current income tax:		
Income tax from the current income	$ 8,801	$ 3,117
Income tax underestimates for prior years	180	35
Deferred tax:		
The initial generation and reversal of temporary differences	399	67
Income tax expense	$ 9,380	$ 3,219

2. The amount of income tax related to other comprehensive income:

	January 1, 2024 - March 31, 2024	January 1, 2023 - March 31, 2023
Changes in the fair values of financial assets at fair value through other comprehensive income.	($ 691)	($ 611)

(XXVIII) Earnings per share (loss)

	January 1, 2024 - March 31, 2024		
	Amount after tax	Weighted average number of outstanding shares (unit: thousand shares)	Earnings per share (NTD)
Basic earnings per share			
Current net profit attributable to shareholders of the Company	$ 45,907	$ 29,963	$ 1.53
Diluted earnings per share			
Current net profit attributable to shareholders of the Company	$ 45,907	$ 29,963	
Effect of dilutive potential ordinary shares	-	263	
Employee stock option	-	126	
Employee remuneration	358	866	
Convertible bonds	$ 46,265	$ 31,218	$ 1.48

	January 1, 2023 - March 31, 2023		
	Amount after tax	Weighted average number of issued shares (unit: thousand shares)	Earnings per share (NTD)
Basic loss per share			
Current net loss attributable to shareholders of the Company	($ 821)	$ 29,235	($ 0.06)
Diluted loss per share			
Current net loss attributable to shareholders of the Company	($ 1821)	29,235	
Effect of dilutive potentially ordinary shares:			
Employee stock option	-	569	
Employee remuneration	-	130	
	($ 1,821)	29,934	($ 0.06)

(XXIX) Cash flow supplemental information

1. Operating activities supported by partial cash payment:

	January 1, 2024 - March 31, 2024	January 1, 2023 - March 31, 2023
Expense for interest	$ 4,593	$ 2,907
Plus: Interest payable at the beginning of the period	2,292	2,352
Deduct: Interest payable at the end of the period	(1,624)	(1,638)
Current cash payments	$ 5,261	$ 3,621

2. Investment activities supported by partial cash payment:

	January 1, 2024 - March 31, 2024	January 1, 2023 - March 31, 2023
Expense for property, plant and equipment	$ 62,647	$ 12,616
Plus: Equipment payable at the beginning of the period	15,699	9,495
Deduct: Equipment payable at the end of the period	(3,489)	(1,625)
Deduct: Notes payable	(47,331)	-
Current cash payments	$ 27,526	$ 20,486

(XXX) Changes in liabilities from financing activities

	Short-term loan	Long-term loan (Including loans due within one year)	Bonds payable	Leases liabilities	Liabilities from financing activities
January 1, 2024	$ 337,450	$ 264,803	$ -	$ 186,562	$ 788,815
Changes in financing cash flows	(296,970)	(12,925)	251,250	(13,025)	(71,670)
Other Non-cash changes	-	-	(25,453)	712	(24,741)
Impact of exchange rate fluctuations	(2,410)	(6,686)	-	(2,539)	(11,635)
March 31, 2024	$ 38,070	$ 245,192	$ 225,797	$ 171,710	$ 680,769

	Short-term loan	Long-term loan (Including loans due within one year)	Leases liabilities	Liabilities from financing activities
January 1, 2023	$ 201,667	$ 382,998	$ 144,526	$ 729,191
Changes in financing cash flows	-	(13,205)	(11,893)	(25,098)
Other Non-cash changes	-	-	1,006	1,006
Impact of exchange rate fluctuations	(3,209)	(6,155)	846	(8,518)
March 31, 2023	$ 198,458	$ 363,638	$ 134,485	$ 696,581

VII. Related Party Transactions

(I) Parent company and ultimate controller

The Group is controlled by Jabon International Co., Ltd (hereinafter referred to as “Jabon”) (incorporated in the Republic of China), which owns 36.51% equity in the Company, and ABICO holds 100% equity in Jabon. The ultimate parent and ultimate controller of the Group is CHIA MEI INVESTMENT CO., LTD..

(II) Names of related party and relations with the Company:

Names of related party	Relations with the Group
Jabon International Co., Ltd. (parent company)	Parent company of the Group
ABICO AVY Co., Ltd. (ABICO)	Same ultimate parent company
Gold Market Investments Limited (Gold Market)	Same ultimate parent company
Best Achieve Industries Limited (Best Achieve)	Fellow subsidiary
AVY Precision Metal Components (SuZhou) Co., Ltd. (AVY)	Fellow subsidiary
Best Select Industries (Suzhou) Co. Limited	Fellow subsidiary
Jiecheng Software Inc. (Jiecheng Software)	Fellow subsidiary
Lixing Plastic (Shenzhen) Co., Ltd.	Fellow subsidiary
AVY Co., Ltd. (AVY)	Fellow subsidiary
Ekeen Precision Co., Ltd. (Ekeen Precision)	Fellow subsidiary
Toshiba International Co., Ltd. (Toshiba)	Substantive related party

(III) Major transactions with related parties

1. Operating revenue

	January 1, 2024 - March 31, 2024	January 1, 2023 - March 31, 2023
Sales of goods:		
Fellow subsidiary	$ 5,501	$ 2,885

The transaction prices and payment terms of sales of goods do not significantly differ from those offered to regular customers.

2. Purchase

	January 1, 2024 - March 31, 2024	January 1, 2023 - March 31, 2023
Purchases:		
Parent company	$ 182	$ -
Fellow subsidiary		
-Best Achieve	18,160	9,154
-Best Select	1,782	517
-Other	395	1,465
	$ 20,519	$ 11,136

The transaction price and payment terms for the purchase of goods do not significantly differs from those with other firms.

3. Receivables from related parties

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

	March 31, 2024	December 31, 2023	March 31, 2023
Receivables:			
Fellow subsidiary			
-AVY	$ 5,615	$ 7,237	$ 2,909

	March 31, 2024	December 31, 2023	March 31, 2023
Other receivables:			
Parent company	$ -	$ 37	$ -
Fellow subsidiary			
-AVY	-	-	309
	$ -	$ 37	$ 309

The receivables from related parties primarily arise from sales transactions with a payment term of 75 days at end of the month. These receivables from related parties are not secured by collateral and are not subject to any mortgages or interest charges.

4. Payables to related parties

	March 31, 2024	December 31, 2023	March 31, 2023
Payables:			
Fellow subsidiary			
-Best Achieve	$ 21,015	$ 15,037	$ 20,846
-Other	697	131	2,407
	$ 21,712	$ 15,168	$ 23,253

	March 31, 2024	December 31, 2023	March 31, 2023
Other payables:			
Gold Market	$ -	$ -	$ 228
Fellow subsidiary	1,437	1,835	1,944
Substantive related party	7	7	7
	$ 1,444	$ 1,842	$ 2,179

The payables to related parties mainly arise from purchase transactions with a payment term ranging from 60 days to 90 days at end of the month. These payables to related parties are not secured by collateral and do not incur any interest charges.

5. Prepayments

	March 31, 2024	December 31, 2023	March 31, 2023
Parent company	$ -	$ -	$ 115

Fellow subsidiary	1 ,109	1 ,103	1 ,306
	$ 1 ,109	$ 1 ,103	$ 1 ,421

The transaction price and payment terms for the purchase of goods are not significantly different from those with other firms.

6. Lease transactions - lessees

(1).The Company leases an office from the parent company. The lease contract is for the period from 2023 to 2027, and the rent is paid semi-annually in January and July each year. The lease contract is terminated in advance on December 31, 2023.

(2). Aquisition of right-to-use assets

	January 1, 2024 - March 31, 2024	January 1, 2023 - March 31, 2023
Parent company	$ -	$ 1,726

(3).Leases liabilities

A. Balance at the end of the fiscal year

	March 31, 2024	March 31, 2023
Parent company	$ -	$ 1,643

B. Interest expense

	January 1, 2024 - March 31, 2024	January 1, 2023 - March 31, 2023
Parent company	$ -	$ 7

7. Financing Facility

A. Balance at the end of the fiscal year

	March 31, 2024	December 31, 2023	March 31, 2023
Gold Market	$ -	$ -	$ 30,450

B. Interest expense

	January 1, 2024 - March 31, 2024	January 1, 2023 - March 31, 2023
Gold Market	$ -	$ 228

The loan terms from related parties are repayable in a lump sum upon maturity, and the interest is charged at 3% per annum from January 1 to March 31, 2023.

8. Operating expenses

	January 1, 2024 - March 31, 2024		January 1, 2023 - March 31, 2023	
Parent Company	$	-	$	15
Fellow subsidiary		420		930
Substantive related party		10		10
	$	430	$	955

The main components of operating expenses are lease expenses, labor costs and system support fees.

(IV) Information on remuneration to key management personnel

	January 1, 2024 - March 31, 2024		January 1, 2023 - March 31, 2023	
Short-term employee benefits	$	11,333	$	12,867
Share-based payment		13		29
	$	11,346	$	12,896

VIII. Pledged Assets

The details of the Group's assets provided as collateral are as follows:

	Book value						
Assets	March 31, 2024		December 31, 2023		March 31, 2023		Purpose of collateral
Land	$	180,243	$	185,127	$	194,972	Short-term and long-term loans
Buildings and structures		27,476		29,538		33,070	Short-term and long-term loans
Time deposits-financial assets at amortized cost – current		576		590		584	Electricity guarantee contract
Time deposits-financial assets at amortized cost – non-current		-		-		60,900	Long-term borrowings
	$	208,295	$	215,255	$	289,526	

IX. Material Contingent Liabilities and Unrecognized Contractual Commitments

(I) Contingencies

None.

(II) Commitments

The Group has provided the following details of endorsement and guarantee amounts to obtain bank credit line:

Creditor	Borrower	March 31, 2024	December 31, 2023	March 31, 2023	Note
DaiichiKasei	IKKA HK	$ 63,450	$ 65,160	$ 68,640	Note1
Sol-Plus HK	Sol-Plus JP	-	-	30,450	Note2

Note 1：As of March 31, 2024, December 31, 2023 and March 31, 2023, the original amount of endorsement and guarantee were all JPY 300,000 thousand.

Note 2：As of December 31, 2022, the original amount of endorsement and guarantee was USD $1,000 thousand.

X. Major Disaster Losses

None.

XI. Material Subsequent Events

Details of the distribution of 2023 earnings as proposed by Board of Directors on May 8, 2024 are provided in Note 6 (20).

XII. Others

(I) Capital management

The objectives of the Group's capital management are to ensure that the Group can continue as a going concern, maintain the best capital structure to reduce the capital cost, and provide remueration to shareholders. To maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares, or sell assets to reduce debts.

(II) Financial instruments

1. Types of financial instruments

	March 31, 2024	December 31, 2023	March 31, 2023
Financial assets			
Financial assets at fair value through other comprehensive income			
Selected designated equity instrument investment	$ 78,329	$ 86,460	$ 84,969
Financial assets at amortized cost			
Cash and cash equivalents	1,031,628	1,003,988	739,019
Financial assets at amortized cost - time deposits with an original maturity of more than 3 months	90,245	59,085	95,206
Notes receivables	19,407	25,407	26,745
Account receivables (including related parties)	862,074	994,074	772,451
Other receivables	3,725	4,762	16,269
Refundable deposits	16,317	16,306	14,082
	$ 2,101,725	$ 2,190,082	$ 1,748,741
Financial liabilities			
Financial liabilitiesassets at fair value through profit or loss			
Financial liabilities held for trading	$ 475	$ -	$ -
Financial liabilities at amortized cost			
Short-term loan	38,070	337,450	198,458
Notes payables	165,096	136,053	117,487
Account payables (including related parties)	375,156	439,984	348,145
Other payables (including related parties)	277,541	324,083	272,263
Bonds payable	225,797	-	-
Long-term loan (including loans due within one year)	245,192	264,803	363,638
Refundable deposits	502	483	478
	$ 1,327,829	$ 1,502,856	$ 1,300,469
Liabilities from lease	$ 171,710	$ 186,562	$ 134,485

2. Risk management policy

(1) The Group’s daily operations are affected by a number of financial risks, including

market risks (including exchange rate risks, interest rate risks, and price risks), credit risks, and liquidity risks.

(2) The risk management work is carried out by the Group's Finance Department under the policy approved by the Board of Directors. The Group's Finance Department is responsible for identifying, evaluating, and avoiding financial risks through close collaboration with the Group's operating units. The Board of Directors has formulated written principles for overall risk management and also provided written policies about specific areas and matters, such as exchange rate risk, interest rate risk, credit risk, the use of non-derivative financial instruments, and the investment using remaining liquidity.

3. The nature and level of material financial risks

(1) Market risks

<u>Exchange rate risks</u>

A. The Group's business involves a number of non-functional currencies (the Company's and some subsidiaries' functional currency is NTD while other subsidiaries' functional currencies are Japanese Yen, Malaysian Ringgit, US Dollar, Chinese Yuan, and Thai Baht, etc.). Therefore, it is affected by exchange rate fluctuations. Information on foreign currency assets and liabilities affected by significant exchange rate fluctuations is as follows:

	March 31, 2024				
(Foreign currency: functional currency)	Foreign currency (thousand)		Exchange rate	Carrying amount (NTD)	
Financial assets					
Monetary item					
JPY: NTD	$	807,500	0.21	$	170,786
USD: JPY		4,509	151.40		144,394
USD: RMB		1,134	7.09		35,471
USD: NTD		998	32.00		31,940
USD: MYR		831	4.72		25,482
VND: USD		16,005,927	0.00004		20,560
JPY: USD		54,497	0.01		11,610
Financial liabilities					
Monetary item					
USD: RMB	$	5,852	7.09	$	183,007
JPY: THB		335,381	0.24		72,053
JPY: USD		116,187	0.01		24,753
USD: JPY		701	151.40		22,447
USD: MYR		693	4.72		21,246
VND: USD		8,476,011	0.00005		12,617

	December 31, 2023				
(Foreign currency: functional currency)	Foreign currency (thousand)		Exchange rate	Carrying amount (NTD)	
Financial assets					
Monetary item					
USD: JPY	$	5,041	141.82	$	155,286
USD: RMB		1,743	7.08		53,410
USD: MYR		848	4.59		24,926
JPY: USD		56,933	0.01		12,392
VND: USD		9,084,851	0.000041		11,439
Financial liabilities					
Monetary item					
USD: RMB		6,044	7.08		185,218
USD: NTD		4,092	30.72		125,708
JPY: THB		357,577	0.24		79,142
USD: JPY		998	141.82		30,728
JPY: USD		133,216	0.01		28,995
USD: MYR		632	4.59		18,615
VND: USD		12,944,511	0.000042		16,650

	March 31, 2023		
(Foreign currency:	Foreign currency	Exchange rate	Carrying amount

functional currency)		(thousand)			(NTD)
Financial assets					
Monetary item					
USD: JPY	$	4,557	133.54	$	139,224
USD: RMB		1,270	6.89		38,797
USD: NTD		1,234	30.45		37,564
USD: MYR		785	4.41		22,937
JPY: USD		44,114	0.0075164		10,089
Financial liabilities					
Monetary item					
USD: RMB	$	6,735	6.87	$	205,073
JPY: THB		352,414	0.26		81,392
JPY: USD		275,356	0.01		62,958
USD: JPY		884	133.54		27,001
USD: MYR		797	4.42		23,301

B. The aggregate amounts of (realized and unrealized) total exchange gains (losses) of the Group's monetary items recognized for the three Months Ended March 31, 2024 and 2023 due to the material impact of exchange rate fluctuations were $5,397 and $6,222, respectively.

C. The analysis of the Group's foreign currency market risk due to significant exchange rate fluctuations is as follows:

	January 1, 2024 - March 31, 2024		
	Sensitivity analysis		
(Foreign currency: functional currency)	Flunctuation amplitude (%)	Impact on profit or loss	Impact on other comprehensive income
Financial assets			
Monetary item			
JPY: NTD	1%	$ 1,708	$ -
USD : JYP	1%	1,444	-
USD : RMB	1%	355	-
USD : NTD	1%	319	
USD : MYR	1%	255	-
VND: USD	1%	206	
JYP : USD	1%	116	-
Financial liabilities			
Monetary item			
USD : RMB	1%	$ 1,830	$ -
JYP : THB	1%	721	
JYP : USD	1%	248	-
USD : JYP	1%	224	-
USD : MYR	1%	212	-
VND : USD	1%	126	-

	January 1, 2023 - March 31, 2023		
	Sensitivity analysis		
(Foreign currency: functional currency)	Flunctuation amplitude (%)	Impact on profit or loss	Impact on other comprehensive income
Financial assets			
Monetary item			
USD : JYP	1%	$ 1,392	$ -
USD : RMB	1%	388	-
USD : NTD	1%	376	-
USD : MYR	1%	229	-
JYP : USD	1%	101	-
Financial liabilities			
Monetary item			
USD : RMB	1%	$ 2,051	$ -
JYP : THB	1%	814	-
JYP : USD	1%	630	-
USD : JYP	1%	270	-
USD : MYR	1%	233	-

Price risk

A. The Group’s equity instruments exposed to the price risk are financial assets at fair value through other comprehensive income. In order to manage the price risk of equity instrument investment, the Group has diversified its investment portfolio, and the method of the diversification is based on the limits set by the Group.

B. The Group mainly invests in equity instruments launched by companies at home and abroad, and the prices of those equity instruments will be affected by the uncertainty of the future values of said instruments. If the price of said equity instruments rose or fell by 1%, with all other factors remaining unchanged, the other comprehensive income would have increased or decreased by $783 and $850 for the three Months Ended March 31, 2024 and 2023, respectively, because of the classification to equity investments at fair value through other comprehensive income.

<u>Interest rate risks of cash flow and of fair value</u>

A. The Group’s interest rate risk mainly comes from long-tern and short-term borrowings at floating rates, which exposes the Group to the cash flow interest rate risk. The Group’s borrowings at floating rates during the three Months Ended March 31, 2024 and 2023 were denominated in JYP, and USD.

B. The Group's borrowings are measured at amortized cost, and interest rates are contractually repriced annually, which exposes the Group to risk of future changes in market interest rates.

C. When the borrowing rate increased or decreased by 1%, with all other factors remaining unchanged, the net income before tax for the three Months Ended March 31, 2024 and 2023 would have decreased or increased by $708 and $1,405, respectively, mainly as interest expense changes with the floating-rate borrowings.

(2) Credit risk

A. The Group’s credit risk is the risk of financial loss suffered by the Group arising from the failure of clients or counterparties of financial instruments to fulfill contractual obligations. It mainly comes from counterparties’ inability to settle accounts receivable in accordance with the payment terms, and to the contractual cash flows from investments in debt instruments classified as debt instruments measured at amortized cost and those at fair value through other comprehensive income.

B. The Group has established credit risk management from the Group’s perspective. In accordance with the internal credit policy, each operating entity within the Group must conduct management and credit risk analysis of each new client before deciding payment and delivery terms and conditions. The internal risk control system evaluates the credit quality of customers by considering their financial conditions, past experience, and other factors. Individual risk limits are set by Board of Directors based on internal or external ratings, and the drawdown of credit limits is regularly monitored.

C. In accordance with the Group's credit risk management procedures, default is considered to have occurred when contractual payments are overdue for more than 180 days according to the agreed payment terms.

D. The Group adopts IFRS 9 to make an assumption as a basis for judging. When a contract payment is overdue for more than 30 days in accordance with the agreed payment terms, it is deemed that the credit risk of the financial asset has increased significantly since the initial recognition.

E. The Group groups clients' accounts receivable according to client type and adopts a simplified approach to estimate expected credit losses with a provision matrix and loss rate method.

F. After the recourse procedures, the Group writes off the amount of the financial asset that cannot be reasonably expected to be recovered. However, the Group will continue to carry out the legal recourse procedures to preserve the creditor's rights.

G. The Group incorporates the forward-looking considerations and adjusts the loss ratio established based on historical and current information for a specific period, to estimate an allowance for losses on notes and accounts receivable. However, based on the above considerations and information, the Group does not anticipate incurring any material allowance for losses on accounts and notes receivable due to the loss ratio. The provision matrix for March 31, 2024, December 31, 2023 and March 31, 2023 is as follows:

	Not past due	1-90 days due	91-180 days due	Over 181 days due	Total
March 31, 2024					
Expected loss rate	0.07%	0.99%	0.00%	0.00%	
Total book value	$ 867,518	$ 14,685	$ -	$ -	$ 882,203
Loss allowance	($ 576)	($ 146)	$ -	$ -	($ 722)

	Not past due	1-90 days due	91-180 days due	Over 181 days due	Total
December 31, 2023					
Expected loss rate	0.04%	1.03%	0.00%	0.00%	
Total book value	$ 1,009,083	$ 9,457	$ 1,471	$ -	$ 1,020,011
Loss allowance	($ 433)	($ 97)	$ -	$ -	($ 530)

	Not past due	1-90 days due	91-180 days due	Over 181 days due	Total
March 31, 2023					
Expected loss rate	0.04%	0.39%	0.00%	0.00%	
Total book value	$ 795,937	$ 3,558	$ -	$ -	$ 799,495
Loss allowance	($ 285)	($ 14)	$ -	$ -	($ 299)

H. The table of the changes in the Group's simplified allowance for losses on accounts receivable is as follows:

	2024	2023

	Accounts receivable	Accounts receivable
January 1	$ 530	$ 716
Impairment loss recognized	189	-
Impairment loss recognized (reversed)	-	(411)
Effect of exchange rates	3	(6)
March 31	$ 722	$ 299

I. The Group's investments in debt instruments measured at amortized cost, credit risk assessment, etc. are as follows. The hierarchical information on credit risk ratings is as follows:

	March 31, 2024			
		By duration		
	12 months	Significant increase in credit risk	Credit impaired	Total
Financial assets at amortised cost Time deposits with original maturities of more than 3 months	$ 90,245	$ -	$ -	$ 90,245

	December 31, 2023			
	12 months	Significant increase in credit risk	Credit impaired	Total
Financial assets at amortised cost Time deposits with original maturities of more than 3 months	$ 59,085	$ -	$ -	$ 59,085

	March 31, 2023			
		By duration		
	12 months	Significant increase in credit risk	Credit impaired	Total
Financial assets at amortised cost Time deposits with original maturities of more than 3 months	$ 95,206	$ -	$ -	$ 95,206

(3) Liquidity risk

A. Cash flow forecasts are performed by each of the Group's operating entity and aggregated by the Group’s Finance Department. The Group’s Finance Department monitors forecasts of the Group's liquidity requirements to ensure that it has sufficient funds to support its operations and maintains sufficient unutilized borrowing commitments at all times so that the Group is not in breach of the relevant borrowing limits or terms.

B. The remaining cash held by each operating entity is transferred back to the Group’s Finance Department when it exceeds the operating capital management requirements. The Group’s Finance Department invests the surplus funds in interest-bearing demand deposits, time deposits and securities in instruments with appropriate maturities or sufficient liquidity to meet the above forecasts and to provide adequate liquidity.

C. The Group’s non-derivative financial liabilities are grouped as per due dates below and analyzed based on the remaining period from the balance sheet date to the contract maturity date. The contractual cash flows disclosed in the following table are undiscounted amounts.

	March 31, 2024		December 31, 2023		March 31, 2023	
Non-derivative financial liabilities:	Less than 1 year	Over 1 year	Less than 1 year	Over 1 year	Less than 1 year	Over 1 year
Leases liabilities	$ 53,924	$ 126,571	$ 55,939	$ 141,035	$ 50,563	$ 92,490
Long-term borrowings	52,661	198,469	54,027	217,051	64,504	307,960
Bonds payable	-	250,000	-	-	-	-

Except as stated in the table above, the Group’s non-derivative financial liabilities are due within one year in the future.

(III) Fair value information

1. The fair value levels of the financial instruments and non-financial instruments measured using the valuation technique are defined as follows:

Level 1: Quoted (unadjusted) prices in active markets for identical assets or liabilities on the measurement date. An active market refers to a market in which transactions for assets or liabilities take place with sufficient frequency and volume to provide pricing information on an ongoing basis. The fair values of the TWSE/TPEx listed stocks held by the Group belong to this level.

Level 2: Inputs, other than quoted market prices within level 1 that are observable, either directly or indirectly for assets or liabilities. The fair values of the convertible bond investeds by the Group belong to this level.

Level 3: Unobservable inputs for assets or liabilities.

2. The financial instruments not measured at fair value

The carrying value of cash and cash equivalents, notes and accounts receivable (including related parties), other receivables, notes payable, accounts payable (including related parties), other payables, lease liabilities, bonds payable, short-term borrowings and long-term borrowings (including expiration within 1 year) are reasonable approximations of the fair values.

3. Financial instruments measured at fair value are classified by the Group based on the nature, characteristics, risk, and the level of fair value of assets and liabilities. The relevant information is as follows:

(1) The Group classified assets and liabilities by nature. The relevant information is as follows:

March 31, 2024	Level 1	Level 2	Level 3	Total
Assets				
Fair value on a recurring basis				
Financial assets at fair value through other comprehensive income				
- Investments in equity instruments	$ 78,329	$ -	$ -	$ 78,329
- Accounts receivable expected to be factored	-	100,594	-	100,594
	$ 78,329	$ 100,594	$ -	$ 178,923
Liabilities				
Fair value on a recurring basis				
Financial liabilities at fair value through profit or loss				
-Derivatives	$ -	$ 475	$ -	$ 475

December 31, 2023	Level 1	Level 2	Level 3	Total
Assets				
Fair value on a recurring basis				
Financial assets at fair value through other comprehensive income				
- Investments in equity instruments	$ 86,460	$ -	$ -	$ 86,460
- Accounts receivable expected to be factored	-	107,239	-	107,239
	$ 86,460	$ 107,239	$ -	$ 193,699

March 31, 2023	Level 1	Level 2	Level 3	Total
Assets				
Fair value on a recurring basis				
Financial assets at fair value through other comprehensive income				
- Investments in equity instruments	$ 84,969	$ -	$ -	$ 84,969
- Accounts receivable expected to be factored	-	75,774	-	75,774
	$ 84,969	$ 75,774	$ -	$ 160,743

(2) The methods and assumptions used by the Group to measure fair value are as follows:

A. Where the Group uses market quoted prices as the fair value input (i.e. Level 1), the tools are classified based on the characteristics as follows:

	TWSE/TPEx listed stocks	Stocks listed on the emerging stock market
Market quoted prices	Closing prices	Last transaction price

B. Except for the above-mentioned financial instruments with active markets, the fair values of other financial instruments is obtained through valuation techniques or with reference to the quoted prices of counterparties. For the fair values obtained through the valuation techniques, the Group refers to the present fair value of other financial instruments with similar conditions and characteristics or other valuation techniques, including calculations using models based on the market information available at the consolidated balance sheet date.

C. When evaluating non-standard and less complex financial instruments, such as debt instruments, interest rate swap contracts, foreign exchange swap contracts, and options, all without active markets, the Group adopts the valuation techniques widely used by market participants. The parameters used in the valuation models for such financial instruments are usually market observable information.

D. The output of the valuation models is an estimated value, and the valuation techniques may not reflect all the relevant factors of the financial instruments and non-financial instruments held by the Group. Therefore, the estimated value of the valuation models will be appropriately adjusted according to additional parameters, such as model risk or liquidity risk. According to the Group’s fair value valuation model management policies and relevant control procedures, the management believes that in order to properly express the fair value of financial instruments and non-financial instruments in the consolidated balance sheet, valuation adjustments are appropriate and necessary. The price information and parameters used in the evaluation process are carefully evaluated and appropriately adjusted according to current market conditions.

E. The Group incorporates credit risk assessment adjustments into the fair value measurement considerations for financial instruments and non-financial instruments to reflect counterparties’ credit risks and the Group's credit quality, respectively.

4. There were no transfers between Level 1 and Level 2 fair value in the three Months Ended March 31, 2024 and 2023.
5. There were no transfers in and out from Level 3 fair value in the three Months Ended March 31, 2024 and 2023.

XIII. Additional Disclosures

(I) Information on Material Transactions

1. Loans to Others: Table 1
2. Endorsements/Guarantees Provided to Others: Table 2.
3. Securities Held at the End of the Period (Excluding Investment in Subsidiaries, Affiliates, and Jointly Controlled Entities): Table 3.
4. Accumulated Securities Acquired or Sold Amounting to at least NTD 300 Million or 20% of the Paid-in Capital: None.
5. Acquisition of Individual Property Amounting to at least NTD 300 Million or 20% of the Paid-in Capital: None.
6. Disposal of Individual Property Amounting to at least NTD 300 Million or 20% of the Paid-in Capital: None.
7. Total Purchases from or Sales to Related Parties Amounting to at least NTD 100 Million or 20% of the Paid-in Capital: None.
8. Receivables from Related Parties Amounting to at least NTD 100 Million or 20% of the Paid-in Capital: None.
9. Derivatives Trading: Note 6(11)(13).
10. Circumstances and Amounts of Business Relations and Important Transactions Between Parent Company and Subsidiaries and Among Subsidiaries: Table 4.

(II) Information on Investees

Information such as Name and Location of Investees (Excluding Investees in Mainland China): Table 5.

(III) Information on Investment in Mainland China

1. Basic Information: Table 6.
2. Significant Transactions with Investees in Mainland China, Either Directly or Indirectly, Through a Business in a Third Region: None.

(IV) Information on Major Shareholders

Table7.

XIV. Segment Information

(I) General information

The Group's management is classified based on business strategies, and the Group's operations and organization are also classified based on business strategies. The current business strategies of the Company are mainly categorized into Japan, Vietnam, the People's Republic of China (including Hong Kong), Malaysia and Thailand. The Group's management has identified reportable segments based on the reporting information used by management in formulating its strategies.

(II) Segments' information on profit and loss, assets and liabilities

The information on reportable segments provided to the chief decision maker is as follows:

	January 1, 2024 - March 31, 2024						
	Japan	Vietnam	the People's Republic of China (including Hong Kong)	Thailand	Others in Asia	Adjustment and elimination	Total
Income:							
Income from outside clients	$ 349,303	$ 190,515	$ 147,690	$ 10,187	$ 49,602	$ -	$ 847,297
Inter-segment income	30,442	4,028	71,446	768	-	(106,684)	-
Total income	$ 379,745	$ 194,543	$ 219,136	$ 110,955	$ 9,602	($ 106,684)	$ 847,297
Segment income or loss	$ 72,347	$ 24,244	$ 16,216	$ 4,141	$ 50,277	($ 111,938)	$ 55,287
Segment income or loss includes:							
Depreciation and amortization	$ 12,026	$ 6,447	$ 16,061	$ 7,808	$ 1,854	$ -	$ 44,196
Interest income	$ 29	$ 4	$ 1,574	$ 15	$ 231	($ 20)	$ 1,833
Income tax expense	$ 3,486	$ 5,662	$ 341	$ -	(109)	$ -	$ 9,380
Interest expense	$ 1,495	$ -	$ 377	$ 587	$ 2,154	($ 20)	$ 4,593

	January 1, 2023 - March 31, 2023						
	Japan	Vietnam	the People's Republic of China (including Hong Kong)	Thailand	Others in Asia	Adjustment and elimination	Total
Income:							
Income from outside clients	$ 358,135	$ 128,427	$ 32,948	$ 95,648	$ 43,775	$ -	$ 758,933
Inter-segment income	29,105	4,931	111,935	2,412	25	(148,408)	-
Total income	$ 387,240	$ 133,358	$ 244,883	$ 98,060	$ 43,800	($ 148,408)	$ 758,933
Segment income or loss	$ 11,494	($ 1,255)	($,339)	($ 2,479)	$ 17,319	($ 18,296)	$ 1,398
Segment income or loss includes:							
Depreciation and amortization	$ 11,633	$ 14,063	$ 16,870	$ 8,879	$ 2,305	$ -	$ 53,750
Interest income	$ 23	$ 4	$ 21	$ 17	$ 155	($ 1)	$ 899
Income tax expense	$ 4,350	$ 560	($,698)	$ -	$ 7	$ -	$ 3,219
Interest expense	$ 1,229	$ -	$ 817	$ 68	$ 14	($ 21)	$ 2,907

(III) Information by region

Information by region for the three Months Ended March 31, 2024 and 2023 is shown below:

	January 1, 2024 - March 31, 2024		January 1, 2023 - March 31, 2023	
	Income	Non-current assets	Income	Non-current assets
Japan	$ 342,721	$ 512,945	$ 355,776	$ 424,471
China	153,154	235,375	135,798	276,201
Vietnam	147,946	116,952	87,680	120,714
Thailand	110,833	83,296	95,975	111,552
Malaysia	42,871	43,954	40,026	47,024
Singapore	45,245	-	41,979	-
Other	4,527	3,725	1,699	6,958
	$ 847,297	$ 996,247	$ 758,933	$ 986,920

IKKA Holdings (Cayman) Ltd. and Its Subsidiaries

Loans to Others

January 1, 2024 - March 31, 2024

Table 1

Unit: NTD 1000
(Unless Otherwise Specified)

No. (Note 1)	Creditor	Borrower	Current Accounts (Note 2)	Related Party	Maximum Amount for the Period (Note 3)	Ending Balance (Note 8)	Amount Actually Drawn	Interest Rate Range	Nature of Loan (Note 4)	Current Operating Amount (Note 5)	Reason for Short-term Loans (Note 6)	Allowance for Impairment Loss	Collateral		Loan Limits to a Single Party (Note 7)	Aggregate Loans Limit (Note 7)	Remark
													Item	Value			
0	IKKA Cayman	DaiichiKaseiCo.,Ltd .	Other receivables	Y	$ 170,786	$ 170,786	$ 170,786	1.25	Short-term financing	-	Operating turnover	-	-	-	$ 556,500	$ 742,000	Note 1
1	DaiichiKasei	Dongguan Yihua	Other receivables	Y	89,595	89,595	89,595	-	Short-term financing	-	Operating turnover	-	-	-	1,588,092	1,588,092	Note 1
1	DaiichiKasei	IKKA Vietnam	Other receivables	Y	106,000	105,750	-	1.30	Short-term financing	-	Operating turnover	-	-	-	1,588,092	1,588,092	Note 1
2	IKKA HK	Dongguan Yihua	Other receivables	Y	48,400	48,400	48,400	-	Short-term financing	-	Operating turnover	-	-	-	494,174	494,174	Note 1
3	Sol-Plus JP	Hiraiseimitsu	Other receivables	Y	65,527	61,988	61,988	-	Short-term financing	-	Operating turnover	-	-	-	145,717	145,717	Note 1
3	Sol-Plus JP	Hiraiseimitsu	Other receivables	Y	5,300	5,288	5,288	1.50	Short-term financing	-	Operating turnover	-	-	-	145,717	145,717	Note 1

Note 1: The Companies are coded as follows:
(1). The issuer is coded as “0”
(2). The investees are coded consecutively beginning from “1” in the order presented in the table above.

Note 2: The following items related to accounts receivable from related parties, accounts receivable from related persons, shareholder transactions, prepaid payments, temporary payments, and any other items of a similar nature, if they belong to the category of loan, must be entered in this field.

Note 3: The maximum amount loan to others during this year.

Note 4: The nature of the loan should be indicated as a business transaction or a short-term financing necessity.

Note 5: If the nature of the loan is a business transaction, the amount of business transaction should be indicated. The amount of business transaction refers to the amount of business transaction between the lending company and the loan recipient in the most recent year.

Note 6: If a loan is necessary for short-term financing, the reason for the necessary loan and the use of loans by the loan recipient should be specifically stated, such as: repayment of loans, purchase of equipment, operating support, etc.

Note 7 The calculation of the limit of financing:
For companies or merchants that are in need of short-term financing, when the Company lends funds, the total amount shall not exceed 40 percent of the net value of the Company, and the individual loan amount shall not exceed 30 percent of the net value of the Company's most recent audited, certified, or reviewed financial statements. However, the foreign companies that the Company directly and indirectly holds 100 percent of the voting shares are not subject to the restrictions in the preceding paragraph. The total amount of loans and the total amount of loans to a single enterprise shall not exceed one hundred percent of the net value of the lending company.

Note 8: If a public company submits a board of directors' resolution for a loan of funds on an individual basis pursuant to Article 14, Paragraph 1 of the Regulations Governing Loaning of Funds and Making of Endorsements/Guarantees by Public Companies, the amount of the board of directors' resolution should be included in the balance of the announcement even though the loans have not yet been appropriated in order to disclose the risk it has assumed. However, the balance of the loan after repayment of the funds should be disclosed to reflect the adjustment of the risk. If a public company has a board of directors' resolution authorizing the chairman of the board of directors to make loans or revloving loans within a certain amount and a period of one year pursuant to Paragraph 2 of Article 14 of the aforementioned Regulation, the amount of loans approved by the board of directors' meeting should still be included in the balance of the announcement, and even though the loans are repaid subsequently, the amount of the funds approved by the board of directors' meeting should be included in the balance of the announcement in oconsideration of the possibility of loaning the funds again.

IKKA Holdings (Cayman) Ltd. and Its Subsidiaries

Endorsements/Guarantees Provided

January 1, 2024 - March 31, 2024

Table 2

Unit: NTD 1000

(Unless Otherwise Specified)

No. (Note 1)	Endorsement Guarantee Provider	Endorsed/Guaranteed Party		Limits on Endorsement / Guarantee Amount Provided to a Party (Note 3)	Maximum Endorsement / Guarantee Limit Balance for the Year (Note 4)	Ending Balance (Note 5)	Amount Actually Drawn (Note 6)	Amount of Endorsement/ Guarantee Collateralized by Properties	Ratio of Accumulated Endorsement/Guarantee to Net Equity per Latest Financial Statements	Maximum/ Endorsement Guarantee Amount Allowable	Endorsement/ Guarantee Provided by Parent Company (Note 8)	Endorsement / Guarantee Provided by Subsidiary (Note 8)	Endorsement/ Guarantee to Subsidiary in the Mainland Area (Note 8)	Remark
		Name	Relationship (Note 2)											
1	DaiichiKasei	IKKA HK	2	$ 635,237	$ 63,600	$ 63,450	$ 24,534	$ -	4.00	$1,111,664	N	N	N	Note 2

Note 1: The Companies are coded as follows:
- (1). The issuer is coded as “0”.
- (2). The investees are coded consecutively beginning from “1”in the order presented in the table above.

Note 2: Seven types of relationship between a guarantor and the beneficiary of the guarantee, and the codes for each relationship are explained as follows:
- (1). Companies with which there is a business relationship.
- (2). Subsidiaries in which there is a direct holding of more than 50% of the ordinary shares.
- (3). An investee company in which the parent company and subsidiaries jointly hold more than 50% of common shares.
- (4). A parent company that directly or indirectly through its subsidiaries holds more than 50% of the common shares of the Company.
- (5). A company to which mutual guarantees are provided in accordance with a contract with a company in the same industry arising from a project.
- (6). A company to which a guarantee is provided by each of the joint shareholders in accordance with their shareholding ratio in a joint venture.
- (7). Joint and several guarantees for pre-sale housing sales contracts jointly with companies in the same industry in accordance with the Consumer Protection Act.

Note 3: DaiichiKasei’s maximum endorsements/guarantees amount shall not exceed 70% of their net value based on the latest financial statement of the Company as audited and certified or reviewed by an accountant. The maximum amount of endorsements/guarantees to a single enterprise for a subsidiary in which the Company directly or indirectly holds more than 90% of the ordinary shares, the maximum is 40% of the current net value based on the latest financial statement as reviewed or audited by an accountant, and those for others the endorsements/guarantees cannot exceed 30% of the net value of the Company.

Note 4: The maximum balance of endorsement/guarantee for others for the current year.

Note 5: The amount approved by the board of directors should be shown. However, if the board of directors authorizes the chairman of the board of directors to make a resolution in accordance with Article 12, Paragraph 8 of the Regulations Governing Loaning of Funds and Making of Endorsements/Guarantees by Public Companies, the amount shown shall be the amount resolved by the board of directors.

Note 6: Show the actual amount of the endorsed company's expenditures within the range of the endorsement/guarantee balance.

Note 7: Y is required for endorsement/guarantee by TWSE/TPEx listed parent company to subsidiary company, endorsement/guarantee by subsidiary company to TWSE/TPEx listed parent company, and endorsement/guarantee by Mainland China.

IKKA Holdings (Cayman) Ltd. and Its Subsidiaries
Securities Held at the End of the Period (Excluding Investment in Subsidiaries and, Affiliates, and Jointly Controlled Entities)
As at March 31, 2024

Table 3

Unit: NTD 1000
(Unless Otherwise Specified)

Holding Company Name	Type and Name of Marketable Securities (Note 1)		Relationship with the Issuer (Note 2)	Account for Recognition	As at December 31, 2023				Remark (Note 4)
					Shares (1000)	Carrying Amount (Note 3)	Percentage of Ownership	Fair Value	
DaiichiKasei	Stock	Sony Corporation	-	Financial assets measured at fair value through other comprehensive income - Non-current	3	$ 9,509	-	$ 9,509	Unpledged
DaiichiKasei	Stock	Sumitomo Electric Industries	-	Financial assets measured at fair value through other comprehensive income - Non-current	15	7,646	-	7,646	Unpledged
DaiichiKasei	Stock	Brother Industries, Ltd.	-	Financial assets measured at fair value through other comprehensive income - Non-current	10	5,676	-	5,676	Unpledged
DaiichiKasei	Stock	Panasonic Corporation	-	Financial assets measured at fair value through other comprehensive income - Non-current	2	492	-	492	Unpledged
IKKA Holdings	Stock	JET Optoelectronics Co., Ltd.	-	Financial assets measured at fair value through other comprehensive income - Non-current	1,177	48,257	1.96%	48,257	Unpledged
IKKA Holdings	Partnerships	Changneng Capital Limited Partnership	-	Financial assets measured at fair value through other comprehensive income - Non-current	-	6,749	1.62%	6,749	Unpledged

Note 1: The term “securities” mentioned in this table refers to stocks, bonds, beneficiary certificates and securities derived from the above mentioned items within the scope of IFRS 9, “Financial Instruments”.
Note 2: If the issuer of securities is not a related party, the column is exempted.
Note 3: If the securities are measured at fair value, the carrying amount in the column should be the carrying amount balance after fair value adjustment, net of accumulated impairment; if the securities are not measured at fair value, the carrying amount balance in the column should be the carrying amount at acquisition cost or amortized cost, net of accumulated impairment.
Note 4: If any of the listed securities are subject to restrictions on use due to guarantees, pledged loans, or other agreements, the number of shares guaranteed or pledged, the amount of guarantee or pledge, and the circumstances under which the use is restricted should be stated in the Remark column.

IKKA Holdings (Cayman) Ltd. and Its Subsidiaries
Business Relations and Important Transactions Between Parent Company and Subsidiaries and Among Subsidiaries and Amounts
January 1, 2024 - March 31, 2024

Table 4

Unit: NTD 1000
(Unless Otherwise Specified)

No. (Note 1)	Company Name	Counterparty	Relationship	Transaction			Percentage of consolidated total operating revenues or total assets (Note 3)
				Account	Amount	Transaction Terms	
2	IKKA HK	DaiichiKasei	3	Sales revenue	26,099	Net 60 days	3%
4	Dongguan Yihua	IKKA HK	3	Sales revenue	45,112	Net 60 days	5%

Note 1: The information on business transactions between the parent company and subsidiaries should be indicated in the number column separately, and the number should be filled in as follows:
(1).The parent company is coded as "0".
(2).The subsidiaries are coded consecutively beginning from "1" in the order presented in the table above.
Note 2: Three types of relationship with the trader are explained as follows in accordance with the code (if it is the same transaction between the parent company and subsidiaries or between subsidiaries, it is not necessary to repeat the disclosure. For example, if the parent company has already disclosed the parent company's transactions with its subsidiaries, the subsidiaries' portion of the transaction does not need to be repeatedly disclosed; if one of the subsidiaries has already disclosed its transactions with its subsidiaries, the other subsidiary does not need to be repeatedly disclosed):
(1). Parent company to subsidiary company
(2). Subsidiary to parent company
(3). Subsidiary to subsidiary
Note 3: The ratio of transaction amount to consolidated total revenues or total assets calculation: for balance sheet items, it is calculated as the ending balance to consolidated total assets for balance sheet items; and for profit or loss items, it is calculated as the interim cumulative amount to consolidated total operating revenues .
Note 4: The materiality principle of this statement is based on the ratio of the transaction amount to 3% of the consolidated total revenue or total assets. In addition, assets and revenues are disclosed on an asset and revenue basis, and the related transactions are not disclosed.

IKKA Holdings (Cayman) Ltd. and Its Subsidiaries
Information on Investees (Name, Location, etc.) (Investees in the Mainland Area Excluded)
January 1, 2024 - March 31, 2024

Table 5

Unit: NTD 1000
(Unless Otherwise Specified)

Investor	Investee (Note 1, 2)	Location	Main Business	Initial Investment Amount: Balance as at March 31, 2024	Initial Investment Amount: Balance as at December 31, 2023	Shares Held as at March 31, 2024: Number of Shares	Shares Held as at March 31, 2024: Ownership (%)	Shares Held as at March 31, 2024: Book Value	Net Profit (Loss) of the Investee as of March 31, 2024 (Note 2(2))	Investment Income (Loss) Recognized by the Company as of March 31, 2024 (Note 2(3))	Remark
IKKA Holdings	DaiichiKasei	Japan	Manufacturing precision plastic injection molding parts and molding sets, molds and machinery, and precision ceramics molding parts.	$ 627,091	$ 627,091	64,081	100.00	$ 1,588,092	$ 59,370	$ 59,370	Subsidiary
IKKA Holdings	Sol-Plus HK	Hong Kong	Investment	282,535	282,535	7,000,000	100.00	215,262	9,947	9,947	Subsidiary
DaiichiKasei	M.A.C. Technology	Malaysia	Assembly, manufacturing of CD and CD ROM, computer printers, precision ceramics and molds for electronic and industrial use, and plastic injection components for electronic and camera industries.	380,603	380,603	41,665,000	100.00	130,146	4,457	4,457	Sub-subsidiary
DaiichiKasei	IKKA Vietnam	Vietnam	Production, operation, and processing of automobiles and common plastic and metal parts for office equipment	58,346	58,346	2,500,000	100.00	457,326	18,598	18,598	Sub-subsidiary
DaiichiKasei	IKKA HK	Hong Kong	Investment and trade	292,545	292,545	80,067,000	100.00	494,174	3,395	3,395	Sub-subsidiary
Sol-Plus HK	Sol-Plus JP	Japan	Manufacturing and sale of plastic products and molds	191,587	191,587	3,404,019,254	100.00	151,133	9,468	9,468	Sub-subsidiary
Sol-Plus JP	Hiraiseimitsu	Vietnam	Manufacturing and sale of plastic products and molds	250,708	250,708	2,500,000	100.00	50,142	4,145	4,145	Sub-subsidiary

Note 1: If a public company has a foreign holding company and, in accordance with local laws and regulations, uses consolidated financial statements as its primary financial report, the disclosure of information about the foreign investee company may be limited to the relevant information about the holding company.

Note 2: For cases other than those described in Note 1, the following rules apply:

(1).The columns for “Investee,” “Location,” “Main Business,” “Initial Investment Amount,” and “Shares Held as at December 31, 2022,”should be completed in accordance with the status of the (public) company's investment and the status of reinvestment in each investee company that is directly or indirectly controlled by the Company, and the relationship between the investee company and the (public) company (such as subsidiaries or sub-subsidiaries) should also be stated in the Remark column.

(2).The column, “Net Profit (Loss) of the Investee as of March 31, 2024,” should be filled in with the amount of each investee's profit or loss for the current period.

(3).The column, “Investment Income (Loss) Recognized by the Company as of March 31, 2024”, should be filled in with the amount of incomeprofit or loss only for the subsidiaries in which the (public) company has recognized direct investment and the equity-method investees, and the rest should be exempted. When filling in the column “Amount of profit or loss for the period of each subsidiary recognized as direct investment,” it should be confirmed that the amount of profit or loss for the period of each subsidiary has included the profit or loss of the investment that should be recognized in accordance with the regulations on the reinvestment of the subsidiary.

IKKA Holdings (Cayman) Ltd. and Its Subsidiaries
Investment in Mainland China－Basic Information
January 1, 2024 - March 31, 2024

Table 6

Unit: NTD 1000
(Unless Otherwise Specified)

Investor Company in Mainland China	Main Business	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2024	Amount of Investments Remitted or Recovered during the Period		Accumulated Outward Remittance for Investment from Taiwan as of March 31, 2024	Net Profit (Loss) of Investee	Direct or Indirect Percentage of Ownership	Recognition of Investment Gains and Losses in the Current Period (Note 2)	Carrying Amount as of March 31, 2024	Accumulated Repatriation of Investment Income as of March 31, 2024	Remark
					Outward	Inward							
Dongguan Yihua	Production and sale of precise plastic accessories, hardware accessories, bearings, and molds	$ 232,837	2	$	$	$	$	$2,625	100.00	$2,625	$ 360,428	$	Note 2(2)B and Note 5

Company Name	Accumulated Outward Remittance for Investment from Taiwan as of December 31, 2022	Investment Amount Authorized by Investment Commission, MOEA	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA
-	Note 4	Note 4	Note 4

Note 1: There are three types of investment:
(1). Direct investment in the Mainland area.
(2). Invest in the mainland via a third jurisdiction.
(3). Other methods.

Note 2: The investment income (loss) recognized in current period were determined based on the following basis:
(1). If there is no investment gain or loss in the preparatory stage, it should be noted.
(2). The basis for recognized investment income or loss is categorized into the following three types, which should be noted.
A. The financial statements were audited by an international certified public accounting firm in cooperation with an Republic of China accounting firm.
B. The financial statements were audited by the auditors of the parent company.
C. Others.

Note 3: Relevant figures in this table should be presented in New Taiwan dollars.

Note 4: The Company is not a corporation incorporated in the Republic of China, so it is not applicable.

Note 5: Invested in China through a third-party investment company (IKKA HK Investment).

IKKA Holdings (Cayman) Ltd. and Its Subsidiaries

Information on Major Shareholders

As at March 31, 2024

Table 7

Name of Main Shareholders	Shares Held	Shares Shareholding Ratio
Jabon International Co., Ltd.	11,438,848	36.51%
ABICO Avy Co., Ltd	4,197,742	13.39%
ChinaTrust Commercial Bank Co., Ltd. acting in its capacity as depositary and representative to Jinmai Investment Co. (金邁投資有限公司)	1,690,718	5.39%