Well Shin Technology Co., Ltd. and Subsidiaries

Consolidated Financial Statements for the
Year Ended December 31, 2024 and 2023 and
Independent Auditors' Report

(STOCK CODE: 3501)

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DECLARATION OF CONSOLIDATION OF FINANCIAL STATEMENTS OF AFFILIATES

The companies required to be included in the consolidated financial statements of affiliates in accordance with the "Criteria Governing Preparation of Affiliation Reports, Consolidated Business Reports and Consolidated Financial Statements of Affiliated Enterprises" for the year ended December 31, 2024 are all the same as the companies required to be included in the consolidated financial statements of parent and subsidiary companies as provided in International Financial Reporting Standard No. 10 "Consolidated Financial Statements." Relevant information that should be disclosed in the consolidated financial statements of affiliates has all been disclosed in the consolidated financial statements of parent and subsidiary companies. Hence, we did not prepare a separate set of consolidated financial statements of affiliates.

Very truly yours,

Well Shin Technology Co., Ltd.

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JS Wu

Chairman March 13, 2025

INDEPENDENT AUDITORS' REPORT

The Board of Directors and Shareholders
Well Shin Technology Co., Ltd.

Opinion

We have audited the accompanying consolidated financial statements of Well Shin Technology Co., Ltd. and its subsidiaries (the "Group"), which comprise the consolidated balance sheets as of December 31, 2024 and 2023, and the consolidated statements of comprehensive income, changes in equity and cash flows for the years then ended, and the notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statement present fairly, in all material respects, the consolidated financial position of the Group as of December 31,2024 and 2023, and its consolidated financial performance and its consolidated cash flows for the years then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

Basis For Opinion

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements for the year ended December 31, 2024. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

The key audit matter identified in the Group's consolidated financial statements for the year ended December 31, 2024 is stated as follows:

Valuation of allowance for inventory valuation losses

Description

Please refer to Note 4 for accounting policy on inventory, Note 5(2) for accounting estimates and assumption uncertainty in relation to inventory valuation, and Note 6(5) for the details of allowance for inventory valuation losses.

As of December 31, 2024, the Group's inventories and allowance for inventory valuation losses amounted to NT$2,456,498 thousand and NT$187,303 thousand, respectively. The Group is engaged in the manufacture of wire and Cable and electronic components and electronic materials wholesale and retail. Due to the short lifespan of electronic products and fluctuations in market prices, there is a higher risk of inventory losses due from market value decline or obsolescence. The Group recognizes inventories at the lower of cost and net realizable value. Obsolete or slow-moving inventories were assessed individually.

The Group's estimation and determination of the net realizable value of inventories are subjected to management's judgement, involves a high level of uncertainty and has a material effect on the financial statements. Therefore, it was identified as a key audit matter.

How our audit addressed the matter

We performed the following audit procedures in order to provision on allowance for inventory valuation losses:

1. Assessed the reasonableness of policies relating to the provision of allowance for inventory valuation loses and procedures based on our understanding of the Group's operation and industry, which including deciding the inventory classification based on the net realizable value and soundness for the judgment of outdated inventories.

2. Understood the Company's inventory management procedures, reviewed its annual inventory plan, and participated in its annual inventory check to evaluate the management's judgement and control efficiency of outdated inventories.

3. Verified the accuracy of the inventory cost and net realizable value report in order to confirm that the information in the reports were consistent with the Group's inventory policies.

4. Checked the appropriateness of the estimation basis adopted by the Group for the evaluation of the net realizable value, verified the accuracy of inventory selling and purchase prices, and recalculated and evaluated the reasonableness of allowance for inventory valuation losses.

Appropriateness of cut-off of the pick-up at outsourced warehouse revenue recognition

Description

Please refer to Note 4 for accounting policy on revenue recognition.

The Group's sales can be divided into two categories, products shipped to clients directly and products for pick-up at outsourced warehouse. For pick-ups, the revenue is recognized whenever risk and rewards are transferred. The Group recognizes sales revenue based on movements of inventories contained in the statements provided by the warehouse's custodians. As the warehouses are located around the world, include America, with numerous custodians, the frequency and contents of statements provided by custodians vary, and the process of revenue recognition involves numerous manual procedures, these factors may potentially result in inaccurate timing of sales revenue recognition and discrepancy between physical inventory quantities in the warehouse and quantities as reflected in accounting records. The Group's daily transaction quantity is voluminous and the transaction amount around the balance sheet date is significant to the financial statements, therefore, we determined that the appropriateness of cut-off of warehouse operating revenue as one of the key audit matters for this fiscal year.

<u>How our audit addressed the matter</u>

Our key audit procedures performed in respect to the above matter included:

1. Obtained an understanding and tested the timing of sales revenue recognition procedures between the Group and the customers to verify the effectiveness of the internal control for warehouse operating revenue recognition.

2. Performed cut-off test on the transactions of warehouse operating revenue around the period of balance sheet date, including verifying the supporting documents of warehouse custodian, the movement of accounted inventory, and related records of cost of goods sold generated to evaluate the timing appropriateness of warehouse operating revenue recognition.

3. Performed sampling checking to confirm the inventory quantities and agreed the results to accounting records. In addition, inspected the reason for the difference between the confirmation replies or physical inventory count observation and accounting records and tested the reconciling items made by management.

Other matter – parent company only financial reports

We have audited and expressed an unqualified opinion on the parent company only financial statements of Well Shin Technology Co., Ltd. as at and for the years ended December 31, 2024 and 2023.

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

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and IFRS, IAS, IFRIC, and SIC endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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

Those charged with governance, including the audit committee, are responsible for overseeing the Group's financial reporting process.

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

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

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

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

2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

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

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

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

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements for the year ended December 31, 2024 and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partners on the audits resulting in this independent auditors' report are Se-Kai, Lin and Yi-zhang, Liang.

PricewaterhouseCoopers, Taiwan
Republic of China
March 13, 2025

The accompanying parent company only financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles generally accepted in countries and jurisdictions other than the Republic of China. The standards, procedures and practices in the Republic of China governing the audit of such financial statements may differ from those generally accepted in countries and jurisdictions other than the Republic of China. Accordingly, the accompanying parent company only financial statements and independent auditors' report are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice. As the financial statements are the responsibility of the management, PricewaterhouseCoopers cannot accept any liability for the use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation

Well Shin Technology Co., Ltd. and Subsidiaries
CONSOLIDATED BALANCE SHEET
DECEMBER 31, 2024 AND 2023
(In Thousands of New Taiwan Dollars)

CODE	ASSETS	NOTES	December 31, 2024 AMOUNT	%	December 31, 2023 AMOUNT	%
	CURRENT ASSETS					
1100	Cash and cash equivalents	6(1)	$ 1,710,510	19	$ 2,236,422	27
1110	Financial assets at fair value through profit or loss – Current	6(2)	6,265	-	5,690	-
1136	Financial assets at amortized cost – Current	6(3) and 8	531,722	6	222,435	3
1150	Notes receivable, net	6(4) and 8	147,143	2	69,937	1
1170	Accounts receivable, net	6(4)	1,588,219	17	1,402,110	17
1180	Accounts receivable from related parties, net	6(4) and 7	54,504	-	62,372	1
1200	Other receivables		22,893	-	22,189	-
130X	Inventories	6(5)	2,269,195	25	1,674,305	20
1410	Prepayments		64,739	1	47,370	1
11XX	Total current assets		6,395,190	70	5,742,830	70
	NON-CURRENT ASSETS					
1535	Financial assets measured at amortized cost – Non-current	6(3) and 8	368,606	4	115,051	1
1600	Property, plant and equipment	6(6) and 8	1,898,693	21	1,868,742	22
1755	Right-of-use assets	6(7) and 7	71,248	1	72,165	1
1760	Investment properties	6(9) and 8	328,599	3	326,717	4
1780	Intangible assets		6,348	-	3,680	-
1840	Deferred income tax assets		22,183	-	68,822	1
1900	Other non-current assets	6(10)	91,764	1	54,359	1
15XX	Total non-current assets		2,787,441	30	2,509,536	30
1XXX	TOTAL		$ 9,182,631	100	$ 8,252,366	100

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Well Shin Technology Co., Ltd. and Subsidiaries

CONSOLIDATED BALANCE SHEET

DECEMBER 31, 2024 AND 2023

(In Thousands of New Taiwan Dollars)

	LIABILITIES AND EQUITY	NOTES	December 31, 2024 AMOUNT	%	December 31, 2023 AMOUNT	%
	CURRENT LIABILITIES					
2100	Short-term borrowings	6(11)	$ 79,861	1	$ -	-
2150	Accounts payable		4,427	-	14,719	-
2170	Accounts payable – related parties		467,534	5	373,889	5
2200	Other payables	6(13)	498,059	5	451,987	5
2230	Current tax liabilities		90,609	1	47,030	1
2280	Lease liabilities – Current	7	649	-	1,190	-
2320	Long-term borrowings - current portion	6(12)	21,601	-	35,837	-
2399	Other current liabilities		48,382	1	64,003	1
21XX	Total current liabilities		1,211,122	13	988,655	12
	NON-CURRENT LIABILITIE					
2540	Long-term borrowings	6(12)	103,613	1	39,133	1
2570	Deferred income tax liabilities		739,556	8	660,307	8
2580	Lease liabilities – Non-current	7	-	-	649	-
2600	Other non-current liabilities	6(14)	20,906	1	23,023	-
25XX	Total non-current liabilities		864,075	10	723,112	9
2XXX	Total liabilities		2,075,197	23	1,711,767	21
	EQUITY ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT					
	Shares Capital	6(15)				
3110	Capital Stock		1,182,579	13	1,182,579	14
	Capital surplus	6(16)				
3200	Capital surplus		1,745,802	19	1,745,792	21
	Retained earnings	6(17)				
3310	Legal reserve		1,038,823	11	988,066	12
3320	Special reserve		340,042	4	254,727	3
3350	Unappropriated earnings		2,944,993	32	2,709,477	33
	Other equity					
3400	Other equity		(144,805)	(2)	(340,042)	(4)
3XXX	Total equity		7,107,434	77	6,540,599	79
	SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS	9				
	SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD	11				
3X2X	TOTAL		$ 9,182,631	100	$ 8,252,366	100

The accompanying notes are an integral part of the consolidated financial statements.

Well Shin Technology Co., Ltd. and Subsidiaries
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
YEARS ENDED DECEMBER 31, 2024 AND 2023
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

			2024		2023	
	Item	Notes	Amount	%	Amount	%
4000	OPERATING REVENUE	6(18) and 7	$ 5,922,193	100	$ 5,328,786	100
5000	OPERATING COSTS	6(5)(22)(23)	(4,488,559)	(76)	(4,056,348)	(76)
5950	GROSS PROFIT		1,433,634	24	1,272,438	24
	OPERATING EXPENSES	6(22)(23)				
6100	Selling and marketing expenses		(393,832)	(7)	(342,293)	(6)
6200	General and administrative expenses		(312,335)	(5)	(264,416)	(5)
6300	Research and development expenses		(47,264)	(1)	(53,045)	(1)
6450	Expected credit gain (loss)	12(2)	23,433	1	(44)	-
6000	Total operating expenses		(729,998)	(12)	(659,798)	(12)
6900	PROFIT FROM OPERATIONS		703,636	12	612,640	12
	NON-OPERATING INCOME AND EXPENSES					
7100	Interest income	6(3)(19)	57,319	1	38,111	1
7010	Other income	6(9)(20)	31,662	1	34,755	-
7020	Other gains and losses	6(2)(21)	149,332	2	8,672	-
7050	Finance costs		(2,589)	-	(3,033)	-
7000	Total non-operating income and expenses		235,724	4	78,505	1
7900	**INCOME BEFORE INCOME TAX**		939,360	16	691,145	13
7950	INCOME TAX EXPENSE	6(24)	(215,916)	(4)	(183,634)	(3)
8200	**NET PROFIT FOR THE YEAR**		$ 723,444	12	$ 507,511	10
	OTHER COMPREHENSIVE INCOME (LOSS)					
	Items that will not be reclassified subsequently to profit or loss:					
8311	Remeasurement of defined benefit plans	6(14)	$ 3,648	-	$ 75	-
8349	Income tax related to items that will not be reclassified subsequently	6(24)	(730)	-	(15)	-
8310	Component not to be reclassified to profit or loss		2,918	-	60	-
	Items that may be reclassified subsequently to profit or loss:					
8361	Exchange differences on translation of the financial statements of foreign operations		239,049	4	(103,897)	(2)
8399	Income tax relating to the items that may be reclassified subsequently to profit or loss	6(24)	(43,812)	-	18,583	-
8360	Component not to be reclassified to profit or loss		195,237	4	(85,314)	(2)
8300	**OTHER COMPREHENSIVE INCOME**		$ 198,155	4	($ 85,254)	(2)
8500	**TOTAL COMPREHENSIVE INCOME -Net**		$ 921,599	16	$ 422,257	8
	Profit attributable to:					
8610	Owners of the parent		$ 723,444	12	$ 507,511	10
	Comprehensive income attributable to:					
8710	Owners of the parent		$ 921,599	16	$ 422,257	8
9750	Basic earnings per share	6(25)	$ 6.12		$ 4.29	
9850	Diluted earnings per share	6(25)	$ 6.08		$ 4.27	

The accompanying notes are an integral part of the consolidated financial statements.

Well Shin Technology Co., Ltd. and Subsidiaries
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
YEARS ENDED DECEMBER 31, 2024 AND 2023
(In Thousands of New Taiwan Dollars)

		Equity Attributable to Shareholders of the Parent						
				Retained Earnings				
	Notes	Share Capital	Capital surplus	Legal reserve	Special reserve	Unappropriated earnings	Exchange Differences on Translation of the Financial Statements of Foreign Operations	Total Equity
2023								
BALANCE AT JANUARY 1, 2023		$ 1,182,579	$ 1,745,790	$ 912,090	$ 375,056	$ 2,630,585	($ 254,728)	$ 6,591,372
Profit for the year		-	-	-	-	507,511	-	507,511
Other comprehensive loss for the year		-	-	-	-	60	(85,314)	(85,254)
Total comprehensive income (loss)		-	-	-	-	507,571	(85,314)	422,257
Appropriation and distribution of 2022 earnings:	6(17)							
Legal reserve		-	-	75,976	-	(75,976)	-	-
Special reserve		-	-	-	(120,329)	120,329	-	-
Cash dividends to shareholders		-	-	-	-	(473,032)	-	(473,032)
Dividends not collected by shareholders after the deadline	6(16)	-	2	-	-	-	-	2
BALANCE AT DECEMBER 31, 2023		$ 1,182,579	$ 1,745,792	$ 988,066	$ 254,727	$ 2,709,477	($ 340,042)	$ 6,540,599
2024								
BALANCE AT JANUARY 1, 2024		$ 1,182,579	$ 1,745,792	$ 988,066	$ 254,727	$ 2,709,477	($ 340,042)	$ 6,540,599
Profit for the year		-	-	-	-	723,444	-	723,444
Other comprehensive loss for the year		-	-	-	-	2,918	195,237	198,155
Total comprehensive income (loss)		-	-	-	-	726,362	195,237	921,599
Appropriation and distribution of 2023 earnings:	6(17)							
Legal reserve		-	-	50,757	-	(50,757)	-	-
Special reserve		-	-	-	85,315	(85,315)	-	-
Cash dividends to shareholders		-	-	-	-	(354,774)	-	(354,774)
Dividends not collected by shareholders after the deadline	6(16)	-	10	-	-	-	-	10
BALANCE AT DECEMBER 31, 2024		$ 1,182,579	$ 1,745,802	$ 1,038,823	$ 340,042	$ 2,944,993	($ 144,805)	$ 7,107,434

The accompanying notes are an integral part of the consolidated financial statements.

Well Shin Technology Co., Ltd. and Subsidiaries

CONSOLIDATED STATEMENTS OF CASH FLOWS

YEARS ENDED DECEMBER 31, 2024 AND 2023

(In Thousands of New Taiwan Dollars)

	Notes	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES			
Income before income tax		$ 939,360	$ 691,145
Adjustments for:			
Adjustments to reconcile profit (loss)			
Depreciation expense (including depreciation charges on right-of-use assets and investment property)	6(6)(7)(9)(21)(22)	149,916	147,025
Amortization expense	6(22)	2,502	2,837
Expected credit loss (gain)	12(2)	(23,433)	44
Loss on financial assets at fair value through profit or loss	6(2)(21)	(976)	1,244
Finance costs		2,589	3,033
Inventory valuation (gain)loss	6(5)	(66,645)	35,336
Interest income	6(3)(19)	(57,319)	(38,111)
Loss (gain) on disposal of property, plant and equipment, net	6(21)	(83,734)	325
Gain on disposal of investments	6(21)	(946)	(732)
Changes in operating assets and liabilities			
Changes in operating assets			
Notes receivable, net		(77,206)	12,366
Accounts receivable		(163,098)	120,736
Accounts receivable – related parties		7,889	65,077
Other receivables		(704)	(7,030)
Inventories		(536,121)	596,247
Prepayments		(17,369)	34,708
Changes in operating liabilities			
Notes payable		(10,292)	14,432
Accounts payable		93,645	(33,091)
Other payables		51,009	(13,673)
Other current liabilities - others		(15,621)	20,040
Other non-current liabilities		(3,222)	427
Cash generated from operations		190,224	1,652,385
Interest received		57,319	38,111
Income tax paid		(92,092)	(189,172)
Interest paid		(2,777)	(3,456)
Net cash generated from operating activities		152,674	1,497,868

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Well Shin Technology Co., Ltd. and Subsidiaries

CONSOLIDATED STATEMENTS OF CASH FLOWS

YEARS ENDED DECEMBER 31, 2024 AND 2023

(In Thousands of New Taiwan Dollars)

	Notes	2024	2023
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of financial assets at amortized cost		($ 858,235)	($ 331,881)
Proceeds from redemption of financial assets at amortized cost		310,267	115,682
Acquisition of financial assets at fair value through profit or loss - Current		(116,806)	(176,605)
Proceeds from sale of financial assets at fair value through profit or loss - Current		118,342	175,654
Acquisition of property, plant and equipment	6(26)	(196,764)	(55,984)
Proceeds from disposal of property, plant and equipment		186,001	1,319
Acquisition of intangible assets		(5,045)	(1,927)
(Increase) Decrease in refundable deposits		(1,358)	410
Acquisition of investment property		-	(106)
Increase in other non-current assets		(67,249)	(13,469)
Net cash used in investing activities		(630,847)	(286,907)
CASH FLOWS FROM FINANCING ACTIVITIES			
Increase in short-term borrowings	6(27)	729,456	410,000
Repayments of short-term borrowings	6(27)	(650,000)	(810,000)
Increase in long-term borrowings	6(27)	95,000	5,140
Repayments of long-term borrowings	6(27)	(44,756)	(7,088)
Repayments of lease liabilities	6(27)	(1,200)	(1,200)
Increase (decrease) in Guarantee deposits		1,105	527
Payment of cash dividends	6(17)	(354,774)	(473,032)
Dividends not collected by shareholders before the deadline	6(16)	10	2
Net cash used in financing activities		(225,159)	(875,651)
EFFECT OF EXCHANGE RATE CHANGES		177,420	(80,869)
NET INCREASE IN CASH AND CASH EQUIVALENTS		(525,912)	254,441
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR		2,236,422	1,981,981
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR		$ 1,710,510	$ 2,236,422

The accompanying notes are an integral part of the consolidated financial statements.

Well Shin Technology Co., Ltd. and Subsidiaries
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023
(In Thousands of New Taiwan Dollars, Unless Specified Otherwise)

1. GENERAL

Well Shin Technology Co., Ltd. ("The Company"; The Company and Subsidiaries called "The Group") was incorporated under the provisions of the Company Law of the Republic of China (R.O.C) on September 3, 2002 and commenced business on November 1, 2002. The Company is mainly engaged in the manufacture of wire and Cable and electronic components and electronic materials wholesale and retail. The Company was approved to be listed on the Taiwan Stock Exchange on September 20, 2007.

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved and authorized for issue by the Company's board of directors on March 13, 2025

3. APPLICATION OF NEW AND REVISED STANDARDS AND INTERPRETATIONS

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

New standards, interpretations and amendments endorsed by the FSC effective from 2024 are as follows:

New, Revised or Amended Standards and Interpretations	Effective Date Issued by IASB
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.

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

New standards, interpretations and amendments endorsed by the FSC effective from 2025 are as follows:

New, Revised or Amended Standards and Interpretations	Effective Date Issued by IASB
Amendments to IFRS 9 and IFRS 7 "Amendments to the Classification and Measurement of Financial Instruments"	January 1, 2026
Amendments to IAS 21, "Lack of exchangeability"	January 1, 2025

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

(3) IFRSs issued by IASB but not yet endorsed by the FSC

New standards, interpretations and amendments issued by IASB but not yet included in the IFRSs as endorsed by the FSC are as follows:

New, Revised or Amended Standards and Interpretations	Effective Date Issued by IASB
Amendments to IFRS 9 and IFRS 7 "Amendments to the Classification and Measurement of Financial Instruments"	January 1, 2026
Amendments to IFRS 9 and IFRS 7 "Contracts Referencing Naturedependent Electricity"	January 1, 2026
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 IASB
IFRS 17 "Insurance Contracts"	January 1, 2023
Amendments to IFRS 17, "Insurance contracts"	January 1, 2023
Amendments to IFRS 17 "First time application between IFRS 17 and IFRS 9 – Comparative Information"	January 1, 2023
IFRS 18 "Presentation and Disclosure in Financial Statements"	January 1, 2027
IFRS 19 "Subsidiaries without public accountability: disclosures"	January 1, 2027
Annual Improvements to IFRS Accounting Standards - Volume 11	January 1, 2026

Except for those pending evaluation as described below, 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 18, 'Presentation and disclosure in financial statements' replaces IAS 1. The standard introduces a defined structure of the statement of profit or loss, disclosure requirements related to management defined performance measures, and enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Except for the statement of compliance, basis of preparation, and the newly added disclosures as described below, the remaining significant accounting policies are consistent with Note 4 of the individual financial statements for the year 2023. These policies have been consistently applied to all the periods presented, unless otherwise stated.

(1) Statement of compliance

a. The accompanying consolidated financial statements have been prepared in conformity with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the IFRSs endorsed by the FSC with the effective dates (collectively, "Taiwan-IFRSs").
b. The accompanying consolidated financial statements should be read in conjunction with the

consolidated financial statements for the years ended December, 31 2023.

(2) Basis of preparation

a. Except for the following items, the consolidated financial statements have been prepared under the historical cost convention:
   a) Financial assets and financial liabilities (including derivative instruments) at fair value through profit or loss.
   b) Defined benefit liabilities recognized based on the net amount of pension fund assets plus less present value of defined benefit obligations.

b. The preparation of financial statements in conformity with International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations as endorsed by the FSC (collectively referred herein as the "IFRSs") requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in Note 5.

(3) Basis of Consolidation

a. Basis for preparation of consolidated financial statements:

   The basis for preparation of consolidated financial statements is as same as the consolidated financial statements which for the years ended December, 31 2023.

b. Subsidiaries included in the consolidated financial statements:

			Ownership (%)		
Name of investor	Name of subsidiary	Main business activities	December 31, 2024	December 31, 2023	Description
The Company	Power Cord Designing Technology Co., Ltd (PCDT)	Investment holdings	100	100	
The Company	Smart Think Technology Co., Ltd (STT)	Investment holdings	100	100	
The Company	Bright Designing Technology Co., Ltd. (BDT)	Investment holdings	100	100	
The Company	Well Shin Industries Corp. (WSIC)	Manufacture of wire and cable, electronic components and sales of electronic materials	100	100	Note

Name of investor	Name of subsidiary	Main business activities	Ownership (%) December 31, 2024	Ownership (%) December 31, 2023	Description
Power Cord Designing Technology Co., Ltd (PCDT)	Dongguan Well Shin Electronic Products Co., Ltd. (Dongguan Well Shin)	Manufacture of wire and cable, electronic components and sales of electronic materials	100	100	
Smart Think Technology Co., Ltd (STT)	Great Hero Technology Co. Ltd. (GHT)	Investment holdings and trading of electronic materials	100	100	
Great Hero Technology Co., Ltd (GHT)	Well Shin Electronic (Kunshan) Co., Ltd (Well Shin Kunshan)	Manufacture of wire and cable, electronic components and sales of electronic materials	100	100	
Bright Designing Technology Co., Ltd. (BDT)	Best Power Cord Designing Technology Co., Ltd. (BPC)	Investment holdings	100	100	
Bright Designing Technology Co., Ltd. (BDT)	Wise Giant Co., Ltd. (WG)	Investment holdings	100	100	
Best Power Cord Designing Technology Co., Ltd. (BPC)	Well Shin Electronic (Kunshan) Co., Ltd (Well Shin Electric)	Manufacture of wire and cable, electronic components and sales of electronic materials	100	100	
Best Power Cord Designing Technology Co., Ltd. (BPC)	Well Shin Japan Co., Ltd (WSJ)	Sales of wire and cable and electronic components materials	100	100	
Best Power Cord Designing Technology Co., Ltd. (BPC)	Dongguan Plugo Electric Co., Ltd (Dongguan Plugo)	Sales of wire and cable, electronic components materials and home appliances	100	100	
Wise Giant Co., Ltd. (WG)	Conntek Integrated Solutions Inc. (Conntek)	Sales of wire and cable and electronic components materials	100	100	
Wise Giant Co., Ltd. (WG)	Cisko LLC. (Cisko)	Warehouse leasing services	100	100	

Note: In order to strengthen customer relationships, expand business in the United States, and improve operating performance, the company invested in the establishment of Well Shin Industries Corp. on July 25, 2023.

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

d. Adjustments for subsidiaries with different balance sheet dates: None.

e. Significant restrictions: None.
f. Subsidiaries that have non-controlling interests that are material to the Group: None.

5. CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The preparation of these consolidated financial statements requires management to make critical judgements in applying the Group's accounting policies and make critical assumptions and estimates concerning future events. Assumptions and estimates may differ from the actual results and are continually evaluated and adjusted based on historical experience and other factors. Such assumptions and estimates have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year; and the related information is addressed below:

a. Critical judgements in applying the Group's accounting policies
None.

b. Critical accounting estimates and assumptions
Evaluation of inventories
Evaluation of inventories are stated at the lower of cost and net realizable value, the Group must determine the net realizable value of inventories on balance sheet date using judgements and estimates. Due to the rapid technology innovation, the Group evaluates the amounts of normal inventory consumption, obsolete inventories or inventories without market selling value on balance sheet date, and writes down the cost of inventories to the net realizable value. Such an evaluation of inventories is principally based on the demand for the products within the specified period in the future. Therefore, there might be material changes to the evaluation.
As of December 31, 2024, the Group's carrying amount of inventories was $2,269,195.

6. EXPLANATION OF MAJOR ACCOUNTING ITEMS

(1) Cash and cash equivalents

	December 31, 2024	December 31, 2023
Cash on hand and revolving funds	$ 770	$ 737
Checking accounts and demand deposits	1,606,498	1,211,010
Time deposits	103,242	1,024,675
Total	$ 1,710,510	$ 2,236,422

a. The Group transacts with a variety of financial institutions all with high credit quality to disperse credit risk, so it expects that the probability of counterparty default is remote.
b. For details on cash and cash equivalents (table presents financial assets measured at amortized cost) provided as a pledge or collateral, please refer to Note 8.

(2) Financial assets at fair value through profit or loss

Items	December 31, 2024		December 31, 2023	
Current:				
Financial assets mandatorily measured at fair value through profit or loss				
Listed stocks	$	12,725	$	13,077
Financial asset held for trading Valuation adjustment - stocks	(	6,460)	(	7,387)
	$	6,265	$	5,690

a. The gain (loss) recognized in relation to financial assets at fair value through profit or loss were $1,922 and ($512) for the years ended December 31, 2024 and 2023, respectively.

b. The Group has no financial assets at fair value through profit or loss pledged to others.

c. Information relating to price risk of financial assets at fair value through profit or loss is provided in Note 12(2)(3).

(3) Financial assets measured at amortized cost

Items	December 31, 2024		December 31, 2023	
Current items:				
Time deposits expiring beyond three months	$	527,082	$	216,155
Banker's Acceptances		4,640		6,280
Total	$	531,722	$	222,435
Non-current items:				
Time deposits expiring beyond three months	$	358,606	$	105,051
Pledged deposit		10,000		10,000
Total	$	368,606	$	115,051

a. Amounts recognized in profit or loss in relation to financial assets at amortized cost are listed below:

	2024		2023	
Interest income	$	13,996	$	1,703

b. As at December 31, 2024 and 2023, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the financial assets at amortized cost held by the Group was $900,328 and $337,486, respectively.

c. The Group has not pledged financial assets at amortized cost to others as collateral provided in Note 8.

d. Information relating to credit risk and fair value of financial assets at amortized cost is provided in Note 12(2). The counterparties of the Group's investments in certificates of deposits are financial institutions with high credit quality so the Group expects that the probability of counterparty default is remote.

(4) Notes and accounts receivable (Include related parties)

	December 31, 2024	December 31, 2023
Notes receivable	$ 147,143	$ 69,937

	December 31, 2024	December 31, 2023
Accounts receivable	$ 1,600,999	$ 1,437,901
Less: Allowance for doubtful accounts	(12,780)	(35,791)
	$ 1,588,219	$ 1,402,110

	December 31, 2024	December 31, 2023
Accounts receivable - related parties	$ 54,520	$ 62,409
Less: Allowance for doubtful accounts – related parties	(16)	(37)
	$ 54,504	$ 62,372

a. The ageing analysis of accounts receivable (Include related parties) and notes receivable is as follows:

	December 31, 2024			December 31, 2023		
	Accounts receivable	Accounts receivable – related parties	Notes receivable	Accounts receivable	Accounts receivable – related parties	Notes receivable
Without past due	$1,550,349	$54,520	$147,143	$1,368,659	$62,044	$69,937
Up to 30 days	33,440	-	-	30,270	-	-
31-90 days	5,522	-	-	4,139	365	-
91-180 days	1,879	-	-	2,438	-	-
Over 181 days	9,809	-	-	32,395	-	-
	$1,600,999	$ 54,520	$147,143	$1,437,901	$62,409	$69,937

The above ageing analysis was based on past due date.

b. As at December 31, 2024 and 2023, accounts receivable and notes receivable (include related parties) were all from contracts with customers. And as of January 1, 2023, the balance of receivables from contracts with customers amounted to $1,732,485.

c. As at December 31, 2024 and 2023, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the Group's notes and accounts receivable (include related parties) was $147,143 and $69,937; $1,642,723 and $1,464,482, respectively.

d. The Group does not hold any collateral as security provided in Note 8.

e. Information relating to credit risk of accounts receivable and notes receivable is provided in Note 12(2).

(5) Inventories

	December 31, 2024		
	Cost	Allowance for valuation loss	Book value
Raw materials	$ 686,598	($ 75,259)	$ 611,339
Work in process	148,447	(484)	147,963
Finished goods (include Goods)	1,621,453	(111,560)	1,509,893
Total	$ 2,456,498	($ 187,303)	$ 2,269,195

	December 31, 2023		
	Cost	Allowance for valuation loss	Book value
Raw materials	$ 556,345	($ 90,289)	$ 466,056
Work in process	69,107	(16)	69,091
Finished goods (include Goods)	1,294,925	(155,767)	1,139,158
Total	$ 1,920,377	($ 246,072)	$ 1,674,305

The cost of inventories recognized as expense for the year:

	2024	2023
Cost of goods sold	$ 4,567,922	$ 4,019,005
Loss on decline in market value (Gain from price recovery of inventory)	(66,645)	35,336
Others	(12,718)	2,007
	$ 4,488,559	$ 4,056,348

As the Group sold some inventory with allowance for obsolescence and market value decline, the allowance for inventory obsolescence and market value decline was reversed for the years ended December 31, 2024.

(6) Property, plant and equipment

	2024							
	Land	Buildings	Machinery	Transportation Equipment	Office equipment	Others	Constructio n in progress	Total
At January 1								
Cost	$458,617	$1,365,085	$1,332,550	$ 29,404	$ 37,255	$211,912	$ 33,906	$3,468,729
Accumulated depreciation	-	(445,516)	(913,768)	(17,815)	(33,319)	(189,569)	-	(1,599,987)
	$458,617	$ 919,569	$ 418,782	$ 11,589	$ 3,936	$ 22,343	$ 33,906	$1,868,742
January 1	$458,617	$ 919,569	$ 418,782	$ 11,589	$ 3,936	$ 22,343	$ 33,906	$1,868,742
Additions	6,838	28,853	28,757	60	1,677	1,646	124,194	192,025
Disposals	(97,707)	-	(4,494)	-	-	(66)	-	(102,267)
Transfer	-	-	36,656	-	-	133	(5,712)	31,077
Depreciation charge	-	(27,686)	(98,017)	(3,983)	(3,128)	(8,942)	-	(141,756)
Net exchange differences	3,662	31,666	13,811	389	155	690	499	50,872
December 31	$371,410	$ 952,402	$ 395,495	$ 8,055	$ 2,640	$ 15,804	$152,887	$1,898,693
At December 31								
Cost	$371,410	$1,439,439	$1,435,351	$ 29,425	$ 39,548	$220,150	$152,887	$3,688,210
Accumulated depreciation	-	(487,037)	(1,039,855)	(21,371)	(36,908)	(204,346)	-	(1,789,517)
	$371,410	$ 952,402	$ 395,496	$ 8,054	$ 2,640	$ 15,804	$152,887	$1,898,693

	2023							
	Land	Buildings	Machinery	Transportation Equipment	Office equipment	Others	Construction in progress	Total
At January 1								
Cost	$468,295	$1,400,209	$1,355,448	$ 33,373	$ 37,949	$216,849	$ 27,601	$3,539,724
Accumulated depreciation	-	(432,199)	(901,126)	(17,570)	(31,334)	(190,437)	-	(1,572,666)
	$468,295	$ 968,010	$ 454,322	$ 15,803	$ 6,615	$ 26,412	$ 27,601	$1,967,058
January 1	$468,295	$ 968,010	$ 454,322	$ 15,803	$ 6,615	$ 26,412	$ 27,601	$1,967,058
Additions	-	7,804	29,352	298	829	4,590	24,695	67,568
Disposals	-	-	(1,408)	(106)	-	(130)	-	(1,644)
Transfer	(9,588)	(18,577)	36,431	-	-	2,119	(18,118)	(7,733)
Depreciation charge	-	(26,760)	(94,294)	(4,196)	(3,500)	(10,211)	-	(138,961)
Net exchange differences	(90)	(10,908)	(5,621)	(210)	(8)	(437)	(272)	(17,546)
December 31	$458,617	$ 919,569	$ 418,782	$ 11,589	$ 3,936	$ 22,343	$ 33,906	$1,868,742
At December 31								
Cost	$458,617	$1,365,085	$1,332,550	$ 29,404	$ 37,255	$211,912	$ 33,906	$3,468,729
Accumulated depreciation	-	(445,516)	(913,768)	(17,815)	(33,319)	(189,569)	-	(1,599,987)
	$458,617	$ 919,569	$ 418,782	$ 11,589	$ 3,936	$ 22,343	$33,906	$1,868,742

a. The significant components of buildings include buildings and construction which depreciated over 10 to 53 years.

b. Information about the property, plant and equipment that were pledged to others as collaterals is provided in Note 8.

c. The abovementioned equipment are all assets for its own use

(7) Leasing arrangements－lessee

a. The Group leases various assets including land use right and buildings. Rental contracts are typically made for periods of 3 to 50 years. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. The lease agreements do not impose covenants, but leased assets may not be used as security for borrowing purposes.

b. The carrying amount of right-of-use assets and the depreciation charge are as follows:

	December 31, 2024		December 31, 2023	
	Carrying amount		Carrying amount	
Land use right	$	70,606	$	70,338
Buildings		642		1,827
	$	71,248	$	72,165

	2024		2023	
	Depreciation charge		Depreciation charge	
Land use right	$	2,315	$	2,283
Buildings		1,185		1,186
	$	3,500	$	3,469

For the years ended December 31, 2024 and 2023, the additions to right-of-use assets were $0.

c. The information on profit and loss accounts relating to lease contracts is as follows:

	2024		2023	
Items affecting profit or loss				
Interest expense on lease liabilities	$	10	$	20
Expense on short-term lease contracts		1,663		2,264
Expense on leases of low-value assets		210		32

d. For the years ended December 31, 2024 and 2023, the Group's total cash outflow for leases were $3,073 and $3,496, respectively.

(8) Leasing arrangements－lessor

a. The Group leases various assets are land and buildings. Rental contracts are typically made for periods of 1 to 5 years. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. The lease agreements do not impose covenants, but leased assets may not be used as security for borrowing purposes.

b. For the year ended December 31, 2024 and 2023, the Group recognized rent income in the amounts of $23,606 and $19,902, respectively, based on the operating lease agreement, which does not include variable lease payments.

c. The maturity analysis of the lease payments under the operating lease is as follows:

	December 31, 2024	December 31, 2023
2024	$ -	$ 23,543
2025	21,457	14,144
2026	17,003	11,226
2027	14,474	11,979
2028	12,995	12,791
2029	13,885	-
Total	$ 79,814	$ 73,683

(9) Investment property

	2024		
	Land	Buildings	Total
At January 1			
Cost	$ 151,440	$ 224,747	$ 376,187
Accumulated depreciation	-	(49,470)	(49,470)
	$ 151,440	$ 175,277	$ 326,717
January 1	$ 151,440	$ 175,277	$ 326,717
Depreciation charge	-	(4,660)	(4,660)
Net exchange differences	704	5,838	6,542
December 31	$ 152,144	$ 176,455	$ 328,599
At December 31			
Cost	$ 152,144	$ 231,800	$ 383,944
Accumulated depreciation	-	(55,345)	(55,345)
	$ 152,144	$ 176,455	$ 328,599

	2023		
	Land	Buildings	Total
At January 1			
Cost	$ 140,738	$ 192,309	$ 333,047
Accumulated depreciation	-	(39,278)	(39,278)
	$ 140,738	$ 153,031	$ 293,769
January 1	$ 140,738	$ 153,031	$ 293,769
Additions	-	106	106
Transfer	10,611	28,777	39,388
Depreciation charge	-	(4,595)	(4,595)
Net exchange differences	91	(2,042)	(1,951)
December 31	$ 151,440	$ 175,277	$ 326,717

At December 31			
Cost	$ 151,440	$ 224,747	$ 376,187
Accumulated depreciation	-	(49,470)	(49,470)
	$ 151,440	$ 175,277	$ 326,717

a. Rent income and direct operating expenses of investment property:

	2024	2023
Rental revenue from the lease of the investment property	$ 23,606	$ 19,902
Direct operating expenses arising from the investment property that generated rental income during the year	$ 4,660	$ 4,595

b. The fair value of the investment property held by the Group was $814,966 and $918,286 as of December 31, 2024 and 2023, respectively, which was based on the transaction prices of similar properties in the same area. Valuations were categorized within Level 3 in the fair value hierarchy.

c. Information about the investment property that was pledged to others as collateral is provided in Note 8.

(10) Other non-current assets

	December 31, 2024	December 31, 2023
Prepayments for investments	$ 40,396	$ -
Prepayments for equipment	35,165	37,751
Guarantee deposits	6,388	5,030
Others	9,815	11,578
	$ 91,764	$ 54,359

(11) Short-term borrowings (December 31, 2023:None)

Type of borrowings	December 31, 2024	Collateral
Bank borrowings		
Secured bank borrowings	$ 79,861	Note 8
Interest rate range	0.60%～0.85%	

(12) Long-term borrowings

Type of borrowings	Borrowing period and repayment term	Interest rate range	Collateral	December 31, 2024	December 31, 2023
Long-term bank borrowings					
Bank borrowings	Borrowing period is from October 7, 2020 to September 15, 2025; interest is repayable monthly; principal is repayable in 24 installments from October 15, 2023.	0.75% -1.625%	None	$ 13,650	$ 49,613

Type of borrowings	Borrowing period and repayment term	Interest rate range	Collateral	December 31, 2024	December 31, 2023
Bank borrowings	Borrowing period is from February 24, 2021 to February 24, 2027; interest is repayable monthly; principal is repayable in 36 installments from February 15, 2024.	0.60% - 1.475%	None	16,564	24,502
Bank borrowings	Borrowing period is from April 14, 2023 to March 15, 2029; interest is repayable monthly; principal is repayable in 36 installments from April 15, 2026.	1.50% -1.625%	None	95,000	855
Less: Current portion				(21,601)	(35,837)
				$ 103,613	$ 39,133

(13) Other payables

	December 31, 2024	December 31, 2023
Salaries and bonus payable	$ 283,603	$ 258,653
Commission payable	61,448	57,987
Freight payable	13,744	12,920
Work in process fee payable	10,155	5,750
Payable for equipment	17,061	21,800
Others	112,048	94,877
	$ 498,059	$ 451,987

(14) Pensions

a. a) The Company has a defined benefit pension plan in accordance with the Labor Standards Law, covering all regular employees' service years prior to the enforcement of the Labor Pension Act on July 1, 2005 and service years thereafter of employees who chose to continue to be subject to the pension mechanism under the Law. Under the defined benefit pension plan, two units are accrued for each year of service for the first 15 years and one unit for each additional year thereafter, subject to a maximum of 45 units. Pension benefits are based on the number of units accrued and the average monthly salaries and wages of the last 6 months prior to retirement. The Company and its domestic subsidiaries contribute monthly an amount equal to 2% of the employees' monthly salaries and wages to the retirement fund deposited with Bank of Taiwan, the trustee, under the name of the independent retirement fund committee. Also, the Company and its domestic subsidiaries would assess the balance in the aforementioned labor pension reserve account by December 31, every year. If the account balance is insufficient to pay the pension calculated by the aforementioned method of the employees expected to qualify for retirement in the following year, the Company will make contributions to cover the deficit by next March.

b) The amounts recognized in the balance sheet are as follows:

	December 31, 2024	December 31, 2023
Present value of defined benefit obligations	$ 22,603	$ 25,226
Fair value of plan assets	(11,809)	(11,209)
Net defined benefit liability	$ 10,794	$ 14,017

c) Movements in net defined benefit liabilities are as follows:

	Present value of defined benefit obligations	Fair value of plan assets	Net defined benefit liability
2024			
Balance at January 1	$ 25,226	($ 11,209)	$ 14,017
Current service cost	319	-	319
Interest expense (income)	299	(134)	165
Payment for benefit	(610)	610	-
	25,234	(10,733)	14,501
Remeasurements:			
Return on plan assets (excluding amounts included in interest income or expense)	-	(1,017)	(1,017)
Change in demographic assumptions	(3)	-	(3)
Change in financial assumptions	(652)	-	(652)
)Experience adjustments	(1,976)	-	(1,976)
	(2,631)	(1,017)	(3,648)
Pension fund contribution	-	(59)	(59)
Balance at December 31	$ 22,603	($ 11,809)	$ 10,794

	Present value of defined benefit obligations	Fair value of plan assets	Net defined benefit liability
2023			
Balance at January 1	$ 25,198	($ 11,534)	$ 13,664
Current service cost	318	-	318
Interest expense (income)	311	(144)	167
Payment for benefit	(632)	632	-
	25,195	(11,046)	14,149
Remeasurements:			
Return on plan assets (excluding amounts of interest income or expense)	-	(106)	(106)
Change in demographic assumptions	(1)	-	(1)
Change in financial assumptions	98	-	98
Experience adjustments	(66)	-	(66)
	31	(106)	(75)
Pension fund contribution	-	(57)	(57)
Balance at December 31	$ 25,226	($ 11,209)	$ 14,017

d) The Bank of Taiwan was commissioned to manage the Fund of the Company's defined benefit pension plan in accordance with the Fund's annual investment and utilization plan and the "Regulations for Revenues, Expenditures, Safeguard and Utilization of the Labor Retirement Fund" (Article 6: The scope of utilization for the Fund includes deposit in domestic or foreign financial institutions, investment in domestic or foreign listed, over-the-counter, or private placement equity securities, investment in domestic or foreign real estate securitization products, etc.). With regard to the utilization of the Fund, its minimum earnings in the annual distributions on the final financial statements shall be no less than the earnings attainable from the amounts accrued from two-year time deposits with the interest rates offered by local banks. If the earnings is less than aforementioned rates, government shall make payment for the deficit after being authorized by the Regulator. The Company and its domestic subsidiaries have no right to participate in managing and operating that fund and hence the Company and its domestic subsidiaries are unable to disclose the classification of plan assets fair value in accordance with IAS 19 paragraph 142 The composition of fair value of plan assets as of December 31, 2024 and 2023 is given in the Annual Labor Retirement Fund Utilization Report announced by the government.

e) The principal actuarial assumptions used were as follows:

	2024	2023
Discount rate	1.60%	1.20%
Future salary increases	2%	2%

Assumptions regarding future mortality experience are set based on the sixth Taiwan Standard Ordinary Experience Mortality Table.

	Discount rate		Future salary increases		Turnover	
	Increase 0.25%	Decrease 0.25%	Increase 0.25%	Decrease 0.25%	Increase 10%	Decrease 10%
December 31, 2024						
Effect on present value of defined benefit	($ 392)	$ 404	$ 401	($ 392)	($ 2)	$ 2
December 31, 2023						
Effect on present value of defined benefit	($ 487)	$ 502	$ 497	($ 484)	($ 3)	$ 3

The sensitivity analysis above is based on other conditions that are unchanged but only one assumption is changed. In practice, more than one assumption may change all at once. The method of analyzing sensitivity and the method of calculating net pension liability in the balance sheet are the same.

The methods and types of assumptions used in preparing the sensitivity analysis did not change compared to the previous period.

f) Expected contributions to the defined benefit pension plans of the Group for the year ending December 31, 2025 amount to $671.

g) As of December 31, 2024, the weighted average duration of the retirement plan is 7 years. The analysis of timing of the future pension payment was as follows:

Within 1 year	$	672
1-2 year(s)		2,588
3-5 years		4,640
Over 5 years		17,483
	$	25,383

b. a) Effective July 1, 2005, the Company has established a defined contribution pension plan (the "New Plan") under the Labour Pension Act (the "Act"), covering all regular employees with R.O.C. nationality. Under the New Plan, the Company contributes monthly an amount based on 6% of the employees' monthly salaries and wages to the employees' individual pension accounts at the Bureau of Labour Insurance. The benefits accrued are paid monthly or in lump sum upon termination of employment.

b) The Group's subsidiaries in mainland China contribute a certain percentage of their local employees' total salaries each month as retirement insurance premiums, in accordance with the retirement insurance system mandated by the government of the People's Republic of China. Well Shin Japan Co., Ltd., Conntek Integrated Solutions Inc. and Well Shin Industries Corp. also allocate retirement benefits based on the applicable local regulations. The retirement benefits for each employee are managed and coordinated by the government, and the Group's obligations are limited to the monthly contributions. Other subsidiaries, except for Cisko LLC., which is not subject to mandatory retirement regulations, do not have retirement schemes or provisions for retirement benefit expenses as they do not have any employees.

c) The pension costs under the defined contribution pension plans of the Group for the years ended December 31, 2024 and 2023 were $40,447 and $37,468, respectively.

(15) Share capital

Subject to the Company's Articles of Incorporation amended by the stockholders' meeting on June 17, 2013, the Company increased authorized capital to $1,600,000, consisting of 160,000 thousand shares of ordinary stock (including 15,000 thousand shares of employee share options), and as of December 31, 2024, the paid-in capital was $1,182,579 with a par value of $10 (in dollars) per share.

The Company's ordinary shares at the beginning of the period are the same with the outstanding shares at the end of the period in 2024 and 2023.

(16) Capital surplus

Pursuant to the R.O.C. Company Act, capital surplus arising from paid-in capital in excess of par value on issuance of common stocks and donations can be used to cover accumulated deficit or to issue new stocks or cash to shareholders in proportion to their share ownership, provided that the Company has no accumulated deficit. Further, the R.O.C. Securities and Exchange Law requires that the amount of capital surplus to be capitalized mentioned above should not exceed 10% of the paid-in capital each year. However, capital surplus should not be used to cover accumulated deficit unless the legal reserve is insufficient.

	2024			
	Share premium	Expired employee stock options	Other	Total
At January 1	$ 1,744,156	$ 1,602	$ 34	$ 1,745,792
Dividends not received by shareholders	-	-	10	10
At December 31	$ 1,744,156	$ 1,602	$ 44	$ 1,745,802

	2023			
	Share premium	Expired employee stock options	Other	Total
At January 1	$ 1,744,156	$ 1,602	$ 32	$ 1,745,790
Dividends not received by shareholders	-	-	2	2
At December 31	$ 1,744,156	$ 1,602	$ 34	$ 1,745,792

(17) Retained earnings

a. Under the Company's Articles of Incorporation, the current year's earnings, if any, shall first be used to pay all taxes and offset prior years' operating losses and then 10% of the remaining amount shall be set aside as legal reserve unless the accumulated legal reserve has reached the total capital stock balance. Special reserve shall be appropriated in accordance with related regulations promulgated by competent authorities, and the special reserve along with the accumulated unappropriated retained earnings from previous years is considered as the distributable earnings. The remainder, if any, after considering the operating status, and through a proposition by the Board of Directors and a resolution by the shareholders, shall be retained.

   Subject to the Company's Articles of Incorporation amended, the Company authorizes the Board of Directors to approve the distribution of dividends and bonuses or the legal reserve and capital surplus, in whole or in part, in the form of cash with the consent of majority of attending directors which represents more than two-third of all directors and report to the shareholders' meeting. The preceding requirement for a resolution of the shareholders' meeting shall not be applicable.

b. The Company's dividend policy is based on the Company's current operation status, future investment environment and capital requirements, long-term operation plan, shareholders' benefits, balanced dividends and the Company's long-term financial plan, etc. The appropriation is proposed by the Board of Directors and then approved by the shareholders during their meeting. Cash dividends shall not be more than 70% of the total dividends distributed to shareholders.

c. Except for covering accumulated deficit or issuing new stocks or cash to shareholders in proportion to their share ownership, the legal reserve shall not be used for any other purpose. The use of legal reserve for the issuance of stocks or cash to shareholders in proportion to their share ownership is permitted, provided that the distribution of the reserve is limited to the portion in excess of 25% of the Company's paid-in capital.

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

b)The amounts previously set aside by the Company as special reserve on initial application of IFRSs in accordance with Jin-Gua-Zheng-Fa-Zi Letter No. 1010012865, dated April 6 2012, shall be reversed proportionately when the relevant assets are used, disposed or reclassified subsequently. The Company reversed proportionately the special reserve previously set aside, due to use or disposal of relevant assets. The Company appropriated to the special reserve an amount of $36,848, the increase in retained earnings on January 1, 2013.

e. The appropriation of 2023 earnings as proposed by the shareholders on June 25, 2024 and the appropriation of 2022 earnings as resolved by the shareholders on June 15, 2023 are as follows:

	2023		2022	
	Amount	Dividend per share (in dollars)	Amount	Dividend per share (in dollars)
Legal reserve	$50,757		$75,976	
Special reserve	85,315		(120,329)	
Cash dividends	354,774	$ 3.0	473,032	$ 4.0

The appropriation of earnings for 2023 was same as proposed at the shareholders' meeting, dated March 15, 2024. Information about the appropriation of earnings by the Company as proposed by the Board of Directors and resolved by the shareholders will be posted in the "Market Observation Post System" at the website of the Taiwan Stock Exchange.

f. The appropriation of earnings for 2024 was proposed by the Board of Directors on March 13, 2025, please refer Note 11.

(18) Operating revenue

a. The Group derives revenue from the transfer of good at a point in time in the following major product lines and operating segments:

	2024	2023
Revenue from contracts with customers:		
Power cord sets for information and electrical appliances	$ 5,352,108	$ 4,793,711
Socket plug adapter combination category	405,028	428,627
Others	165,057	106,448
Total	$ 5,922,193	$ 5,328,786

b. For details on revenue in operating segments, please refer to Note 14(2).

(19) Interest income

	2024	2023
Interest income from bank deposits	$ 43,323	$ 36,408
Interest income from financial assets measured at amortized cost	13,996	1,703
	$ 57,319	$ 38,111

(20) Other income

	2024		2023	
Rental income	$	23,606	$	19,902
Others		8,056		14,853
Total	$	31,662	$	34,755

(21) Other gains and losses

	2024		2023	
Net loss on financial assets at fair value through profit or loss	$	69,328	$	14,647
Gain (loss) on disposal of investments		946		732
Gain (loss) on disposal of property, plant and equipment		976	(	1,244)
Depreciation expense of investment property		83,734	(	325)
Foreign exchange gain	(	4,660)	(	4,595)
Others loss	(	992)	(	543)
Total	$	149,332	$	8,672

(22) Expenses by nature

By function	2024			2023		
By nature	Operating costs	Operating Expenses	Total	Operating costs	Operating Expenses	Total
Employee benefit expense	$ 885,807	$ 316,234	$1,202,041	$754,316	$268,010	$1,022,326
Depreciation expense of property, plant and equipment	103,415	38,341	141,756	105,227	33,734	138,961
Depreciation expense of right of use assets	1,185	2,315	3,500	1,185	2,284	3,469
Amortization of intangible assets	553	1,949	2,502	196	2,641	2,837

Note: Non-operating expenses depreciation of investment property in 2024 and 2023 were $4,660 and $4,595.

(23) Employee benefit expense

	2024		2023	
Wages and salaries	$	1,071,018	$	907,406
Pension costs		40,931		37,953
Labor and health insurance fees		26,393		24,806
Directors' remuneration		1,077		790
Other personnel expenses		62,622		51,371
	$	1,202,041	$	1,022,326

a. In accordance with the Articles of Incorporation of the Company, a ratio of distributable profit of the current year, after covering accumulated losses, shall be distributed as directors' remuneration and employees' compensation. The ratio shall not be higher than 0.5% for directors' remuneration and shall be 3% to 12% for employee's compensation. Employee compensation may be distributed to the Company's employees and employees of affiliated companies.

b. For the years ended December 31, 2024 and 2023, employees' compensation was accrued at $37,600 and $27,000, respectively; while directors' remuneration was accrued at $1,080 and $1,080, respectively.
The aforementioned amounts were recognized in salary expenses. The employees' compensation and directors' remuneration were estimated and accrued based on 4.00% and 0.12% of distributable profit of current year for the year ended December 31, 2024. The employees' compensation and directors' remuneration as resolved by the Board of Directors were $37,474 and $1,124, respectively, and the employees' compensation will be distributed in cash.
The difference of $86 between employees' compensation and directors' remuneration as resolved by the Board of Directors and the amount recognized in the 2023 financial statements of $26,917, $1,077 had been adjusted in profit or loss for 2024.

Information about the appropriation of employees' compensation and directors' remuneration by the Company as proposed by the Board of Directors and resolved will be posted in the "Market Observation Post System" at the website of the Taiwan Stock Exchange.

(24) Income tax

a. Income tax expense

a) Components of income tax expense:

	2024	2023
Current tax:		
Current tax on profit for the period	$ 87,644	$ 28,344
Tax on undistributed earnings	836	16,554
Prepaid income tax	61,385	83,453
Prior year income tax underestimation (overestimation)	(14,870)	(5,646)
Total current tax	134,995	122,705
Deferred tax:		
Origination and reversal of temporary differences	81,346	60,006
Effects of foreign exchange	(425)	923
Income tax expense	$ 215,916	$ 183,634

b) The income tax (charge)/credit relating to components of other comprehensive income are as follows:

	2024	2023
Currency translation differences	$ 43,812	($ 18,583)
Remeasurement of defined benefit obligations	730	15
Sub total	$ 44,542	($ 18,568)

b. Reconciliation between income tax expense and accounting profit:

	2024	2023
Tax calculated based on profit before tax and statutory tax rate (Note)	237,211	184,530
Effect from tax credit that should be excluded according to tax laws	(7,261)	(11,804)
Tax on undistributed earnings	836	16,554
Prior year income tax underestimation (overestimation)	(14,870)	(5,646)
Income tax expense	$ 215,916	$ 183,634

Note: The applicable tax rate is based on the tax rate applicable to the income of the relevant country.

c. Amounts of deferred tax assets or liabilities as a result of temporary differences are as follows:

	2024			
	January 1	Recognized in profit or loss	Recognized in other comprehensive income	December 31
Temporary differences:				
–Deferred tax assets:				
Unrealized gross profit between affiliated companies	$ 11,679	$ 521	$ -	$ 12,200
Allowance for doubtful accounts	2,838	(2,838)	-	-
Pension expense	2,512	86	-	2,598
Accrued pension adjustment	2,072	-	-	2,072
Employees' unused compensated absences payable	148	54	-	202
Others	6,092	(981)	-	5,111
Sub total	25,341	(3,158)	-	22,183
– Deferred tax liabilities:				
Exchange differences on translation of foreign	$ 43,481	$ -	($ 43,812)	($ 331)
Gain on foreign long-term investments	(658,090)	(69,653)	-	(727,743)
Unrealized exchange loses (benefits)	(1,337)	(8,535)	-	(9,872)
Remeasurement of defined benefit obligations	(880)	-	(730)	(1,610)
Sub total	(616,826)	(78,188)	(44,542)	(739,556)
Total	($ 591,485)	($ 81,346)	($ 44,542)	($ 717,373)

	2023			
	January 1	Recognized in profit or loss	Recognized in other comprehensive income	December 31
Temporary differences:				
–Deferred tax assets:				
Exchange differences on translation of foreign	$ 24,898	$ -	$ 18,583	$ 43,481
Unrealized gross profit between affiliated companies	17,024	(5,345)	-	11,679
Allowance for doubtful accounts	3,100	(262)	-	2,838
Pension expense	2,426	86	-	2,512
Accrued pension adjustment	2,072	-	-	2,072
Employees' unused compensated absences payable	153	(5)	-	148
Others	4,347	1,745	-	6,092
Sub total	54,020	(3,781)	18,583	68,822
–Deferred tax liabilities:				
Gain on foreign long-term investments	(597,808)	(60,282)	-	(658,090)
Unrealized exchange loses (benefits)	(5,394)	4,057	-	(1,337)
Remeasurement of defined benefit obligations	(865)	-	(15)	(880)
Sub total	(604,067)	(56,225)	(15)	(660,307)
Total	($ 550,047)	($ 60,006)	$ 18,568	($ 591,485)

d. The Company's income tax returns through 2022 have been assessed and approved by the Tax Authority

(25) Earnings per share

	2024		
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
Basic earnings per share			
Profit attributable to ordinary shareholders of the parent company	$ 723,444	118,258	$ 6.12
Diluted earnings per share			
Profit attributable to ordinary shareholders of the parent company	$ 723,444	118,258	
Assumed conversion of all dilutive potential ordinary shares - Employees' compensation	-	732	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	$ 723,444	118,990	$ 6.08

	2023		
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
Basic earnings per share			
Profit attributable to ordinary shareholders of the parent company	$ 507,511	118,258	$ 4.29
Diluted earnings per share			
Profit attributable to ordinary shareholders of the parent company	$ 507,511	118,258	
Assumed conversion of all dilutive potential ordinary shares - Employees' compensation	-	713	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	$ 507,511	118,971	$ 4.27

(26) Supplemental cash flow information

Investing activities with partial cash payments:

	2024	2023
Acquisition of property, plant and equipment	$ 192,025	$ 67,568
Add: Opening balance of payable on equipment	21,800	10,216
Less: Ending balance of payable on equipment	(17,061)	(21,800)
Cash paid during the year	$ 196,764	$ 55,984

(27) Changes in liabilities from financing activities

	2024			
	Short-term borrowings	Long-term borrowings	Lease liabilities	Liabilities from financing activities-gross
January 1	$ -	$ 74,970	$ 1,839	$ 76,809
Changes in cash flow from financing activities	79,456	50,244	(1,200)	128,500
Changes in other non-cash items	405	-	10	415
December 31	$ 79,861	$ 125,214	$ 649	$ 205,724

	2023			
	Short-term borrowings	Long-term borrowings	Lease liabilities	Liabilities from financing activities-gross
January 1	$ 400,000	$ 76,918	$ 3,019	$ 479,937
Changes in cash flow from financing activities	(400,000)	(1,948)	(1,200)	(403,148)
Changes in other non-cash items	-	-	20	20
December 31	$ -	$ 74,970	$ 1,839	$ 76,809

7. RELATED PARTY TRANSACTION

(1) Names of related parties and relationship

Names of related parties	Relationship with the Group
Cheng Uei Precision Industry Co., Ltd. (Cheng Uei)	Entities with significant influence
Fugang Electronic (Dong Guan) Co., Ltd. (FGEDG)	Other related party
Dongguan Fuqiang Electronics Co., Ltd. (DGFQ)	Other related party
Directors, supervisors, general manager, assistant general managers, etc	The Group's key management
HUANG, YI-PING (formerly named HUANG, XIU-HAO)	Director's relative within the second degree

(2) Significant related party transactions and balances

a. Sales revenue

	2024	2023
Sales revenue		
Entities with significant influence to the Group		
Cheng Uei	$ 192,315	$ 240,386
Other related parties	983	1,506
	$ 193,298	$ 241,892

For related party transactions, the selling price were determined in accordance with mutual agreement since there is no sales transaction with third parties. And the payment terms to related parties were not significantly different from those of sales to third parties.

b. Accounts receivable

	2024	2023
Accounts receivable:		
Entities with significant influence to the Group		
Cheng Uei	$ 54,520	$ 62,409
Allowance for doubtful accounts	(16)	(37)
	$ 54,504	$ 62,372

c. Leasing arrangements – lessee

a) The Company leases building from HUANG, YI-PING (formerly named HUANG, XIU-HAO). These leases have terms expiring between 2022 and 2025. Monthly rent is $100 and paid before 10th of each month.

b) Lease liabilities

i. Balance at December 31

	2024	2023
HUANG, YI-PING (formerly named HUANG, XIU-HAO)	$ 649	$ 1,839

ii. Interest expense

	2024	2023
HUANG, YI-PING (formerly named HUANG, XIU-HAO)	$ 10	$ 20

d. Endorsements and guarantees

Please refer Note 13(1)(2) for the details of information on endorsement and guarantees for the year ended December 31, 2024.

(3) Key management compensation

	2024	2023
Short-term employee benefits	$ 25,286	$ 22,280
Post-employment benefits	593	507
Total	$ 25,879	$ 22,787

8. PLEDGED ASSETS

The Group's assets pledged as collateral are as follows:

Pledged assets	Book value December 31, 2024	Book value December 31, 2023	Purpose
Financial Assets Measured at Amortized Cost (Current) - Banker's Acceptance	$ 4,640	$ 6,280	Payment guarantee
Financial Assets Measured at Amortized Cost (Non-current) -time deposits	10,000	10,000	Payment guarantee
Notes receivable	80,267	11,672	Payment guarantee
Property, plant and equipment	142,868	143,830	Borrowings guarantee for future
Investment property	177,751	178,948	Borrowings guarantee for future

9. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

(1) Contingencies

None.

(2) Commitments

Capital expenditure contracted for at the balance sheet date but not yet incurred

	Year ended December 31, 2024	Year ended December 31, 2023
Property, plant and equipment	$ 216,067	$ 326,950

10. LOSSES ON CATASTROPHIC DISASTERS

None.

11. SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD

(1) The appropriations of 2024 earnings had been proposed by the Board of Directors on March 13, 2025. Details are summarized below:

	2024 Amount	2024 Dividends per share (Dollar)
Legal reserve	$ 72,636	
Special reserve	(195,238)	
Cash dividends	473,032	$ 4.0

As of March 13, 2025, the appropriations of 2024 earnings has not been resolved at the stockholders' meeting.

(2) In response to overall business planning and operational needs, the Company followed its procedures for the acquisition or disposal of assets and obtained approval from the Chairman on February 13, 2025. Subsequently, on March 6, 2025, the proposal to acquire a factory located in Xizhi District, New Taipei City, was submitted to the Board of Directors. The transaction amount is NT$199,990, and the acquisition is expected to be completed in the third quarter of 2025.

(3) On March 6, 2025, the Company submitted a proposal to the Board of Directors to strengthen cooperation with U.S. clients, reduce geopolitical risks, mitigate tariff impacts, and provide localized services to consolidate its presence in the U.S. market and enhance overall market competitiveness. The Company plans to increase its investment in its wholly owned subsidiary, WELL SHIN INDUSTRIES CORP., from USD 1 million to USD 30 million. The investment will be made in stages based on operational needs to improve overall operational performance.

(4) On March 6, 2025, the Group submitted a proposal to the Board of Directors to provide a financing of USD 10 million to WELL SHIN INDUSTRIES CORP. to support its operations and working capital needs. The funds may be drawn in installments or used on a revolving basis within the approved limit..

(5) To support the business expansion of WILLS ELECTRONICS (KUNSHAN) CO., LTD., a wholly-owned great-grandchild company through indirect investment, the Group submitted a proposal to the Board of Directors on March 13, 2025, to allocate a budget of approximately RMB 70 million for the construction of the second phase of the plant to meet overall operational needs..

12. OTHERS

(1) Capital management

The Group's objectives when managing capital are to safeguard the Group's ability to continue as a going concern in order to provide returns for shareholders and to maintain an optimal capital structure with reasonable cost of funds. In order 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 debt. The Group monitors capital on the basis of the gearing ratio. This ratio is calculated as total liabilities divided by total assets. Net debt is calculated as total borrowings in the consolidated balance sheet. Total capital is calculated as 'equity' as shown in the consolidated balance sheet plus net debt. In 2024, the Group's strategy, which was unchanged from 2023. The gearing ratios at December 31, 2024 and 2023 were 23% and 21%, respectively.

(2) Financial instruments

a. Financial instruments by category

	December 31, 2024	December 31, 2023
Financial assets		
Financial assets at fair value through profit or loss		
Financial assets mandatorily measured at fair value through profit or loss	$ 6,265	$ 5,690
Financial assets at amortized cost and receivables		
Cash and cash equivalents	$ 1,710,510	$ 2,236,422
Financial assets at amortized cost	900,328	337,486
Notes receivable	147,143	69,937
Accounts receivable (including related parties)	1,642,723	1,464,482
Other receivables	22,893	22,189
Guarantee deposits paid	6,388	5,030
	$ 4,429,985	$ 4,135,546
Financial liabilities		
Financial liabilities at amortized cost		
Short-term borrowings	$ 79,861	$ -
Notes payable	4,427	14,719
Accounts payable	467,534	373,889
Other accounts payable	498,059	451,987
Long-term borrowings	125,214	74,970
Guarantee deposits received	10,112	9,007
	$ 1,185,207	$ 924,572
Lease liability	$ 649	$ 1,839

b. Financial risk management policies

a) The Group's activities expose it to a variety of financial risks: market risk (including foreign exchange risk, interest rate risk and price risk), credit risk and liquidity risk.

b) Risk management is carried out by a central treasury department (Group treasury) under policies approved by the board of directors. Group treasury identifies, evaluates and hedges financial risks in close cooperation with the Group's operating units.

c. Significant financial risks and degrees of financial risks

a) Market risk

Foreign exchange risk

A. The Group operates internationally and is exposed to foreign exchange risk arising from various currency exposures, primarily with respect to the USD and RMB. Foreign exchange risk arises from future commercial transactions and recognized assets and liabilities.

B. Management has set up a policy to require group companies to manage their foreign exchange risk against their functional currency. The companies are required to hedge their entire foreign exchange risk exposure with the Group treasury.

C. The Group's businesses involve some non-functional currency operations (the Company's functional currency: NTD; other certain subsidiaries' functional currency: RMB and USD). The information on assets and liabilities denominated in foreign currencies whose values would be materially affected by the exchange rate fluctuations is as follows:

	December 31, 2024			2024		
				Sensitivity Analysis		
	Foreign currency amount (In thousands)	Exchange rate	Book value (NTD)	Degree of variation	Effect on profit or loss	Effect on other comprehensive income
(Foreign currency: Functional currency)						
Financial assets						
Monetary items						
USD:NTD	$ 46,372	32.73	$ 1,517,756	1%	$15,178	$ -
HKD:NTD	2,797	4.215	11,789	1%	118	-
RMB:NTD	14,474	4.478	64,815	1%	648	-
JPY:NTD	159,794	0.207	33,125	1%	331	-
USD:RMB	4,166	7.302	136,353	1%	1,364	-
EUR:NTD	2,101	34.130	71,707	1%	717	-
Financial liabilities						
Monetary items						
USD:NTD	$ 2,606	32.73	$ 85,294	1%	$ 853	$ -
USD:RMB	1,770	7.302	57,932	1%	579	-

	December 31, 2023			2023		
				Sensitivity Analysis		
	Foreign currency amount (In thousands)	Exchange rate	Book value (NTD)	Degree of variation	Effect on profit or loss	Effect on other comprehensive income
(Foreign currency: Functional currency)						
Financial assets						
Monetary items						
USD:NTD	$48,868	30.71	$1,500,736	1%	$15,007	$ -
HKD:NTD	7,641	3.929	30,021	1%	300	-
RMB:NTD	42,764	4.327	185,040	1%	1,850	-
JPY:NTD	168,677	0.217	36,637	1%	366	-
USD:RMB	4,957	7.104	152,229	1%	1,522	-
EUR:NTD	1,435	33.98	48,761	1%	488	-
Monetary items						
USD:NTD	$ 2,351	30.71	$ 72,199	1%	$722	$ -
HKD:NTD	7,139	3.929	28,049	1%	280	-
USD:RMB	1,403	7.104	43,086	1%	431	-

D. The total exchange gain arising from significant foreign exchange variation on the monetary items held by the Group for the years ended December 31, 2024 and 2023 amounted to $69,328 and $14,647, respectively.

Price risk

A. The Group's equity securities, which are exposed to price risk, are the held financial assets at fair value through profit or loss and financial assets at fair value through other comprehensive income. To manage its price risk arising from investments in equity securities, the Group diversifies its portfolio. Diversification of the portfolio is done in accordance with the limits set by the Group.

B. The Group's investments in equity securities comprise unlisted shares issued by the domestic companies. The prices of equity securities would change due to the change of the future value of investee companies. If the prices of these equity securities had increased/decreased by 1% with all other variables held constant, post-tax profit for the years ended December 31, 2024 and 2023 would have increased/decreased by $63 and $57, respectively, as a result of gains/losses on equity securities classified as at fair value through profit or loss.

Cash flow and fair value interest rate risk

i. The Group has short-term borrowings with floating interest rates. Due to the borrowings period is short, it is predicted that there will be no significant market risks.

ii. The Group's interest rate risk mainly arising from long-term borrowings issued at variable rates expose the Group to cash flow interest rate risk which is partially offset by cash and cash equivalents held at variable rates. During 2024 and 2023, the Group's borrowings at variable rate were mainly denominated in New Taiwan dollars.

iii. If the borrowing interest rate of New Taiwan dollars had increased/decreased by 0.1% with all other variables held constant, profit before tax for the years ended December 31, 2024 and 2023 would have increased/decreased by $125 and $75, respectively. The main factor is that changes in interest expense result in floating-rate borrowings.

b) Credit risk

A. Credit risk refers to the risk of financial loss to the Group arising from default by the clients on the contract obligations. The main factor is that counterparties could not repay in full the contract cash flows of accounts receivable, notes receivable and amortized cost financial assets based on the agreed terms.

B. The Group manages their credit risk taking into consideration the entire group's concern. For banks and financial institutions, only independently rated parties with a minimum rating of investment grade or above are accepted. According to the Group's credit policy, each local entity in the Group is responsible for managing and analyzing the credit risk for each of their new clients before standard payment and delivery terms and conditions are offered. Internal risk control assesses the credit quality of the customers, taking into account their financial position, past experience and other factors. Individual risk limits are set based on internal or external ratings in accordance with limits set by the management. The utilizations of credit limits is regularly monitored. The main credit risk arises from wholesale and retail customers, including outstanding receivables.

C. There has been a significant increase in credit risk on that instrument since initial recognition, when the contract payments were past due over 30 days.

D. The Group adopts the assumptions under IFRS 9, the default occurs when the contract payments are past due over 90 days.

E. The following indicators are used to determine whether the credit impairment has occurred:

  i. It becomes probable that the issuer will enter bankruptcy or other financial reorganization due to their financial difficulties;

  ii. The disappearance of an active market for that financial asset because of financial difficulties;

  iii. Default or delinquency in interest or principal repayments;

  iv. Adverse changes in national or regional economic conditions that are expected to cause a default

F. The Group classifies customers' accounts receivable in accordance with sales area. The Group applies the modified approach using provision matrix to estimate expected credit loss under the provision matrix basis.

G. The Group wrote-off the financial assets, which cannot be reasonably expected to be recovered, after initiating recourse procedures.

H. The Group did not recognize the immaterial impairment losses of accounts receivable and guarantee deposits when applying the modified approach for the years ended December 31, 2024 and 2023.

I. The Group used the forecast ability of Taiwan Institute of Economic Research boom observation report to adjust historical and timely information to assess the default possibility of accounts receivable.

On December 31, 2024 and 2023, the loss rate method for accounts receivable (including related parties) is as follows:

	No loss ever occurred (Note 1)				
December 31, 2024	Not overdue	Overdue within 30 days	Overdue within 90 days	Overdue within 180 days	Overdue for more than 181 days
Expected loss rate	0.03%	1.00%	5.00%	100.00%	100.00%
Total book value	$ 1,604,869	$ 33,440	$ 5,522	$ 1,879	$ 1,717
Loss allowance	$ 488	$ 339	$ 281	$ 1,879	$ 1,717

December 31, 2024	Incurred losses	Individually	Total
Expected loss rate	Note 2	Note 3	
Total book value	$ -	$ 8,092	$ 1,655,519
Loss allowance	$ -	$ 8,092	$ 12,796

December 31, 2023	No loss ever occurred (Note 1) Not overdue	Overdue within 30 days	Overdue within 90 days	Overdue within 180 days	Overdue for more than 181 days
Expected loss rate	0.03%	1.00%	5.00%	100.00%	100.00%
Total book value	$ 1,430,703	$ 30,270	$ 4,504	$ 2,438	$ 6,037
Loss allowance	$ 446	$ 315	$ 234	$ 2,438	$ 6,037

December 31, 2023	Incurred losses	Individually	Total
Expected loss rate	Note 2	Note 3	
Total book value	$ -	$ 26,358	$ 1,500,310
Loss allowance	$ -	$ 26,358	$ 35,828

Note 1: Based on past experience, it has been shown that the defaults of these customers have been extremely low. Expected credit loss is measured by the number of days overdue at a single loss rate.

Note 2: Based on past experience, debtors from these customers are prepared with expected credit losses of 100%. No such cases were identified in the current period.

Note 3: Impairment losses are made individually for customers that have defaults for specific reasons.

Movements in relation to the Group applying the modified approach to provide loss allowance for accounts receivable (including related parties) are as follows:

2024	Accounts receivable	Accounts receivable related parties	Total
January 1	$ 35,791	$ 37	$ 35,828
Provision for impairment loss			
Write-offs	(23,412)	(21)	(23,433)
Effects of foreign exchange	401	-	401
December 31	$ 12,780	$ 16	$ 12,796

2023	Accounts receivable	Accounts receivable related parties	Total
January 1	$ 35,903	$ 38	$ 35,941
Provision for impairment loss	46	-	46
Write-offs	-	(2)	(2)
Effects of foreign exchange	(158)	1	(157)
December 31	$ 35,791	$ 37	$ 35,828

c) Liquidity risk

A. Cash flow forecasting is performed in the operating entities of the Group and aggregated by Group treasury. Group treasury monitors rolling forecasts of the Group's liquidity requirements to ensure it has sufficient cash to meet operational needs while maintaining sufficient headroom on its undrawn committed borrowing facilities at all times so that the Group does not breach borrowing limits or covenants (where applicable) on any of its borrowing facilities.

B. Surplus cash held by the operating entities over and above balance required for working capital management are transferred to the Group treasury. Group treasury invests surplus cash in interest bearing current accounts, time deposits and securities, choosing instruments with appropriate maturities or sufficient liquidity to provide sufficient head-room as determined by the above-mentioned forecasts.

C. The details of the Group's unused borrowing limit are as follows:

	December 31, 2024	December 31, 2023
Floating rate		
Due within one year	$ 2,227,300	$ 2,507,100

D. The table below analyses the Group's non-derivative financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date. The amounts disclosed in the table are the contractual undiscounted cash flows.

Non-derivative financial liabilities:

December 31, 2024	Less than 1 year	Between 1 and 5 year	Over 5 years	
Short-term borrowings	$ 79,861			
Notes payable	4,427	$ -	$ -	-
Accounts payable	467,534	-	-	
Other payables	498,059	-	-	
Lease liability	649	-	-	
Long-term borrowings	23,310	106,208	-	

December 31, 2023	Less than 1 year	Between 1 and 5 year	Over 5 years	
Notes payable	$ 14,719	$ -	$ -	-
Accounts payable	373,889	-	-	
Other payables	451,987	-	-	
Lease liability	1,200	650	-	
Long-term borrowings	36,857	39,648	-	

E. The Group does not expect the timing of occurrence of the cash flows estimated through the maturity date analysis will be significantly earlier, nor expect the actual cash flow amount will be significantly different.

(3) Fair value information

a. The different levels that the inputs to valuation techniques are used to measure fair value of financial and non-financial instruments have been defined as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date. A market is regarded as active where a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. The fair value of the Group's investment in listed stocks is included in Level 1.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Unobservable inputs for the asset or liability.

b. Financial instruments not measured at fair value

The Group's carrying amounts of cash and cash equivalents, notes receivable, accounts receivable, other receivables, accounts payable and other payables are approximate to their fair values. The carrying amounts are provided in Note 12(2) A.

c. The related information of financial and non-financial instruments measured at fair value by level on the basis of the nature, characteristics and risks of the assets and liabilities is as follows:

a) The related information of natures of the assets and liabilities is as follows:

December 31, 2024	Level 1	Level 2	Level 3	Total
Assets				
Recurring fair value measurements				
Financial assets at fair value through profit or loss				
Equity securities	$ 6,265	$ -	$ -	$ 6,265

December 31, 2023	Level 1	Level 2	Level 3	Total
Assets				
Recurring fair value measurements				
Financial assets at fair value through profit or loss				
Equity securities	$ 5,690	$ -	$ -	$ 5,690

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

The instruments the Group used market quoted prices as their fair values (that is, Level 1), the quoted prices are measured by closing price of listed shares.

d. For the years ended December 31, 2024 and 2023, there was no transfer between Level 1 and Level 2.

13. ADDITIONAL DISCLOSURES

(1) Significant transaction information

a. Financing provided to others: Please refer to table 1.

b. Provision of endorsements and guarantees to others: Please refer to table 2.

c. Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures): Please refer to table 3.

d. Acquisition or sale of the same security with the accumulated cost exceeding $300 million or 20% of the Company's paid-in capital: None.

e. Acquisition of real estate reaching $300 million or 20% of paid-in capital or more: None.

f. Disposal of real estate reaching $300 million or 20% of paid-in capital or more: None.

g. Purchases or sales of goods from or to related parties reaching $100 million or 20% of paid-in capital or more: Please refer to table 4.

h. Receivables from related parties reaching $100 million or 20% of paid-in capital or more: Please refer to table 5.

i. Derivative financial instruments undertaken for the year ended 2024: None.

j. Significant inter-company transactions for the year ended December 31, 2024: Please refer to table 6.

(2) Information on investees

Names, locations and other information of investee companies (not including investees in Mainland China): Please refer to table 7.

(3) Information on investments in Mainland China

a. Basic information: Please refer to table 8.

b. Significant transactions, either directly or indirectly through a third area, with investee companies in the Mainland Area:

a) Purchasing amount and percentage and related receivables' percentage and balance at December 31, 2024: Please refer to tables 6.

b) Selling amount and percentage and related receivables' percentage and balance at December 31, 2024: Please refer to tables 6.

c) Property transaction amounts and gains and loss arising from them: None.

d) Balance and purpose of provision of endorsements/guarantees or collaterals at December 31, 2024: Please refer to tables 2.

e) Maximum balance, ending balance, interest rate range and interest for financing during the year ended and at December 31, 2024: None.

f) Other significant transactions that affected the gains and loss or financial status for the period, i.e., rendering/receiving of service: None.

(4) Major shareholders information

Major shareholders information: Please refer to table 9.

14. DEPARTMENT INFORMATION

(1) General information

Management has determined the reportable operating segments based on the reports reviewed by the Chief Operating Decision-Maker that are used to make strategic decisions. The Board of Directors considers the business from a geographic perspective, the mainly income come from sales of wire and Cable, electronic components and electronic materials. Taiwan and other regions are mainly engaged in sales. Eastern China and Southern China are mainly engaged in manufacturing. Other operating segments do not meet reporting requirements, and their operating results are reported in aggregate.

(2) Measurement of segment information

The accounting policies for the Group's operating segments are in agreement with the summary of significant accounting policies mentioned in Note 2 of the consolidated financial statements. The Group's Chief Operating Decision-Maker uses income before tax as the basis to evaluate each segment's performance.

(3) Segment information

The segment information provided to the Chief Operating Decision-Maker for the reportable segments is as follows:

For the year ended December 31, 2024

	Southern China	Eastern China	Taiwan	Other regions	Reconciliation and elimination	Total
Revenue from external	$ 36,155	$ 1,107,827	$ 4,386,622	$ 391,589	$ -	$ 5,922,193
Inter-segment revenue	2,792,059	1,819,776	217,164	14,832	(4,843,831)	-
Total segment revenue	$ 2,828,214	$ 2,927,603	$ 4,603,786	$ 406,421	($ 4,843,831)	$ 5,922,193
Segment income	$ 352,451	$ 127,779	$ 723,444	($ 61,461)	($ 418,769)	$ 723,444

For the year ended December 31, 2023

	Southern China	Eastern China	Taiwan	Other regions	Reconciliation and elimination	Total
Revenue from external	$ 27,039	$ 1,034,213	$ 3,850,598	$ 416,936	$ -	$ 5,328,786
Inter-segment revenue	2,441,131	1,532,804	128,616	17,315	(4,119,866)	-
Total segment revenue	$ 2,468,170	$ 2,567,017	$ 3,979,214	$ 434,251	($ 4,119,866)	$ 5,328,786
Segment income	$ 251,466	$ 139,585	$ 507,511	($ 39,331)	($ 351,720)	$ 507,511

(4) Reconciliation for segment income (loss)

The revenue from external and inter-segment income reported to the chief operating decision-maker is measured in a manner consistent with that in the financial statements. Therefore, a reconciliation is not needed.
Information on products and services.
The information on products and services was as following:

Items	2024	2023
Power cord sets for information and electrical appliances	$ 5,352,108	$ 4,793,711
Socket, plug, adapter, combination category	405,028	428,627
Others	165,057	106,448
Total	$ 5,922,193	$ 5,328,786

(5) Geographical information

The Group's geographical information for the years ended December 31, 2023 and 2022 are as follows:

	2024		2023	
	Revenue	Non-current assets	Revenue	Non-current assets
Asia	$ 3,210,652	$ 2,058,883	$ 2,884,173	$ 2,036,435
Americ:	2,623,785	331,381	2,360,702	284,198
Europe	71,965	-	67,546	-
Others	15,791	-	16,365	-
Total	$ 5,922,193	$ 2,390,264	$ 5,328,786	$ 2,320,633

(6) Major customer information

The income from each customer of the Group reach 10% of the amount of income on the consolidated income statement as follow:

	2024		2023	
Name of customers	Revenue	Segment	Revenue	Segment
SH0011	$ 1,303,863	Taiwan	$ 1,119,972	Taiwan

Well Shin Technology Co., Ltd. and Subsidiaries

Financing provided to others

Year ended December 31, 2024

Table 1

Expressed in thousands of NTD

(Except as otherwise indicated)

No.	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the year ended December 31, 2024	Balance at December 31, 2024 (Note 1)	Actual amount drawn Down	Interest rate	Nature of loan (Note 2)	Amount of transactions with the borrower	Reason for shortterm No. Creditor Borrower financing	Allowance for doubtful accounts	Collateral Item	Collateral Value	Limit on loans granted to a single party (Note 3)	Ceiling on total loans granted (Note 3)	Footnote
0	The Company	Conntek	Other receivables - related parties	Y	$228,417 (USD7,300 thousand)	$157,104 (USD4,800 thousand)	103,146	5.50%	2	-	Turnover of operation	-	None	-	2,842,974	2,842,974	
1	The Company	CISKO LLC.	Other receivables - related parties	Y	$523,680 (USD16,000 thousand)	$523,680 (USD16,000 thousand)	-	5.50%	2	-	Turnover of Operation	-	None	-	2,842,974	2,842,974	

Note 1: The maximum amount was approved by the Board of Directors' meeting.

Note 2: The code represents the nature for financing as follows:

(1) If there are business transactions, please fill in 1.

(2) If there is a need for short-term funding, please fill in 2.

Note 3: Limit on loans to a single party with business transactions is 20% of the Company's net asset and the amount of business transactions occurred between the creditor and borrower in the current year per borrower. : Limit on loans to a single party for short-term financing is 40% of the Company's net asset and 40% of the Company's net asset per borrower. Furthermore, for the foreign companies which the Group holds 100% of the voting rights directly or indirectly, limit on loans is 70% of the Group's net asset.

Well Shin Technology Co., Ltd. and Subsidiaries

Provision of endorsements and guarantees to others
Year ended December 31, 2024

Table 2

Expressed in thousands of NTD
(Except as otherwise indicated)

No.	Endorser/ guarantor	Party being endorsed/guaranteed: Company name	Party being endorsed/guaranteed: Relationship with the endorser/ guarantor	Limit on endorsements/ guarantees provided for a single party (Note 1)	Maximum outstanding endorsement/ guarantee amount as of December 31, 2024 (Note 2)	Outstanding endorsement/ guarantee amount at December 31, 2024	Actual amount drawn Down	Amount of endorsements/ guarantees secured with collateral	Ratio of accumulated endorsement/ guarantee amount to net asset value of the endorser/ guarantor company	Ceiling on total amount of endorsements/ guarantees provided (Note 1)	Provision of endorsements/ guarantees by parent company to subsidiary (Note 3)	Provision of endorsements/ guarantees by subsidiary to parent company (Note 3)	Provision of endorsements/ guarantees to the party in Mainland China (Note 3)	Footnote
0	The Company	Conntek	Third-tier subsidiary	3,553,717	163,650	163,650	-	-	2	3,553,717	Y	-	N	Note 4
0	The Company	Dongguan Well Shin	Second-tier subsidiary	3,553,717	126,804	74,095	25,000	-	1	3,553,717	Y	-	Y	Note 5

Note 1: Limit on the Company endorsements/guarantees to others is 50% of the Company’s net assets. Limit on the Company's endorsements/guarantees to a single party is 20% of the Company’s net assets. The sum of endorsements and guarantees granted by the Company and subsidiaries to external parties are capped at 50% of the Company's net worth per endorsed/guaranteed party.

Note 2: Fill in the year-to-date maximum outstanding balance of endorsements/guarantees provided as of the reporting period.

Note 3: Fill in ‘Y’ for those cases of provision of endorsements/guarantees by listed parent company to subsidiary and provision by subsidiary to listed parent company, and provision to the party in Mainland China.

Note 4: The maximum outstanding endorsement/guarantee amount as of December 31, 2024 is USD5,000 thousand and the outstanding endorsement/guarantee amount as of December 31, 2024 is USD5,000 thousand.

Note 5: The maximum outstanding endorsement/guarantee amount as of December 31, 2024 is USD3,100 thousand and TWD25,000 thousand. The outstanding endorsement/guarantee amount as of December 31, 2024 is USD1,500 thousand and TWD25,000 thousand.

Well Shin Technology Co., Ltd. and Subsidiaries

Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures)

Year ended December 31, 2024

Table 3

Expressed in thousands of NTD

(Except as otherwise indicated)

				As of December 31, 2024				
Securities held by	Marketable securities	Relationship with the securities issuer	General ledger account	Number of shares	Book value	Ownership	Fair value	Footnote
The Company	HTC Corporation	N/A	Financial assets at fair value through profit or loss - current	12,000	$ 590	-	$ 590	None
Dongguan Well Shin	Anhui Kouzi Distillery Co., Ltd.	N/A	Financial assets at fair value through profit or loss - current	20,000	3,518	-	3,518	None
Dongguan Well Shin	Mingtai Al. Industrial	N/A	Financial assets at fair value through profit or loss - current	40,000	2,157	-	2,157	None

Well Shin Technology Co., Ltd. and Subsidiaries

Purchases or sales of goods from or to related parties reaching NT$100 million or 20% of paid-in capital or more

Year ended December 31, 2024

Table 4

Expressed in thousands of NTD

(Except as otherwise indicated)

				Transaction			Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		
Purchaser/seller	Counterparty	Relationship with the Counterparty	Purchases (sales)	Amount	Percentage of total purchases (sales)	Percentage of total purchases (sales)	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	Footnote
The Company	Cheng Uei	A company that evaluates the Company by the equity method	Sales	($ 192,315)	(4%)	Note 1	Note 1	Note 1	$ 54,520	4%	
The Company	Dongguan Well Shin	Second-tier subsidiary	Purchases	2,753,568	69%	Note 2	Note 2	Note 2	(1,054,772)	(76%)	
The Company	Well Shin Kunshan	Third-tier subsidiary	Purchases	953,664	24%	Note 2	Note 2	Note 2	(320,993)	(23%)	
The Company	Conntek	Third-tier subsidiary	Sales	(213,070)	(5%)	Note 2	Note 2	Note 2	160,030	11%	
Dongguan Well Shin	The Company	Parent Company	Sales	(2,753,568)	(97%)	Note 2	Note 2	Note 2	1,054,772	99%	
Well Shin Kunshan	The Company	Parent Company	Sales	(953,664)	(47%)	Note 2	Note 2	Note 2	320,993	65%	
Conntek	The Company	Parent Company	Purchases	213,070	65%	Note 2	Note 2	Note 2	(160,030)	(68%)	
Well Shin Kunshan	Well Shin Electric	Affiliate	Sales	(864,477)	(43%)	Note 2	Note 2	Note 2	76,507	16%	
Well Shin Electric	Well Shin Kunshan	Affiliate	Purchases	864,477	99%	Note 2	Note 2	Note 2	(76,507)	(100%)	

Note 1: Please refer to Note 7.
Note 2: Based on agreed costs, with payment terms subject to the availability of funds after advances and prepayments have been eliminated.

Well Shin Technology Co., Ltd. and Subsidiaries

Receivables from related parties reaching NT$100 million or 20% of paid-in capital or more
Year ended December 31, 2024

Table 5

Expressed in thousands of NTD
(Except as otherwise indicated)

Creditor	Counterparty	Relationship with the counterparty	Balance as at December 31, 2024	Turnover rate	Overdue receivables Amount	Overdue receivables Action taken	Amount collected subsequent to the balance sheet date	Allowance for doubtful accounts
The Company	Conntek	Third-tier subsidiary	$ 160,030	1.82	$ 60,823	Post-Period Receipts	$ 32,751	-
Dongguan Well Shin	The Company	Parent Company	1,054,772	2.49	452,703	Post-Period Receipts	183,241	-
Well Shin Kunshan	The Company	Parent Company	320,993	3.19	87,181	Post-Period Receipts	161,134	-

Well Shin Technology Co., Ltd. and Subsidiaries
Significant inter-company transactions during the reporting periods
Year ended December 31, 2024

Table 6

Expressed in thousands of NTD
(Except as otherwise indicated)

				Transaction			
No. (Note 1)	Company name	Counterparty	Relationship (Note 2)	General ledger account	Amount	Transaction terms	Percentage of consolidated total operating revenues or total Assets (Note 3)
0	The Company	CONNTEK	1	Accounts Receivable	$ 160,030	Same as that applicable to the general customer Receivables collection as per for the average customer, 120 days	2%
		CONNTEK	1	Other receivables	103,146	It is a financing provided and the interest is calculated at an agreed annual interest rate of 5.5%.	1%
		CONNTEK	1	Sales	213,070	Same as that applicable to the general customer Receivables collection as per for the average customer, 120 days	4%
		Dongguan Well Shin	1	Accounts Payable	1,054,772	Transaction prices are determined according to the agreements between the parties and the payment terms subject to the availability of funds	11%
		Dongguan Well Shin	1	Purchases	2,753,568	Transaction prices are determined according to the agreements between the parties and the payment terms subject to the availability of funds	46%
		Well Shin Kunshan	1	Accounts Payable	320,993	Transaction prices are determined according to the agreements between the parties and the payment terms subject to the availability of funds	3%
		Well Shin Kunshan	1	Purchases	953,664	Transaction prices are determined according to the agreements between the parties and the payment terms subject to the availability of funds	16%
1	Well Shin Kunshan	Well Shin Electric	3	Sales	864,477	Transaction prices are determined according to the agreements between the parties and the payment terms subject to the availability of funds	15%
		Well Shin Electric	3	Accounts Receivable	76,507	Transaction prices are determined according to the agreements between the parties and the payment terms subject to the availability of funds	1%
1	Dongguan Well Shin	Well Shin Kunshan	3	Sales	38,206	Transaction prices are determined according to the agreements between the parties and the payment terms subject to the availability of funds	1%

Note 1: The numbers filled in for the transaction company in respect of inter-company transactions are as follows:

(1) Parent company is ‘0’.

(2) The subsidiaries are numbered in order starting from ‘1’.

Note 2: Relationship between transaction company and counterparty is classified into the following three categories; fill in the number of category each case belongs to (If transactions between parent company and subsidiaries or between subsidiaries refer to the same transaction, it is not required to disclose twice. For example, if the parent company has already disclosed its transaction with a subsidiary, then between two subsidiaries, if one of the subsidiaries has disclosed the transaction, then the other is not required to disclose the transaction.):

(1) Parent company to subsidiary (second-tier subsidiary).
(2) Subsidiary (Second-tier subsidiary)to parent company.

(3) Subsidiary (Second-tier subsidiary) to subsidiary (second-tier subsidiary).

Note 3: Regarding percentage of transaction amount to consolidated total operating revenues or total assets, it is computed based on period-end balance of transaction to consolidated total assets for balance sheet accounts and based on accumulated transaction amount for the period to consolidated total operating revenues for income statement accounts.

Note 4: Individual transactions not exceeding $10,000 are not disclosed. Those transactions are shown in assets and revenue. Relative related are not disclosed.

Well Shin Technology Co., Ltd. and Subsidiaries

Information on investees

Year ended December 31, 2024

Table 7

Expressed in thousands of NTD

(Except as otherwise indicated)

				Initial investment amount		Shares held as at December 31, 2024					
Investor	Investee	Location	Main business activities	End of current period	End of last year	Number of shares	Ratio	Carrying amount	Net profit (loss) of the investee for the year ended December 31, 2024	Investment income(loss) recognised by the Company for the year ended December 31, 2024	Footnote
The Company	PCDT	Samoa	Holding company	$ 475,412	$ 475,412	14,250,000	100	$ 3,098,851	$ 352,550	$ 352,550	
The Company	BDT	Belize	Holding company	1,097,168	1,097,168	35,817,060	100	1,585,814	(20,155)	(20,155)	
The Company	STT	Samoa	Holding company	734,428	734,428	22,500,000	100	1,750,339	102,612	102,612	
The Company	WSIC	U.S.	Manufacture of wire and cable, electronic components and sales of electronic materials	32,415	3,310	1,000,000	100	13,266	(18,842)	(18,842)	
BDT	BPC	Mauritius	Holding company	533,403	533,403	16,297,060	100	858,040	24,618	not applicable	
BDT	WG	Mauritius	Holding company	589,140	589,140	18,000,000	100	775,700	(43,397)	not applicable	
STT	GHT	Mauritius	Holding company and trading of electronic materials	736,425	736,425	22,500,000	100	1,750,332	102,612	not applicable	
BPC	WSJ	Japan	Sales of cable and electronic components materials	3,177	3,177	198	100	(409)	(450)	not applicable	
WG	CONNTEK	U.S.	Sales of cable and electronic components materials	191,471	191,471	5,850,000	100	243,062	(34,708)	not applicable	
WG	CISKO	U.S.	Warehouse leasing services	397,670	397,670	-	100	532,638	(8,689)	not applicable	

Well Shin Technology Co., Ltd. and Subsidiaries
Information on investments in Mainland China
Year ended December 31, 2024

Table 8

Expressed in thousands of NTD
(Except as otherwise indicated)

Investee in Mainland China	Main business Activities	Paid-in capital	Investment Method	Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2024	Amount remitted from Taiwan to Mainland China/ Amount remitted back to Taiwan for the year ended December 31, 2024		Accumulated amount of remittance from Taiwan to Mainland China as of December 31, 2024	Net income of investee as of December 31, 2024	Ownership held by the Company (direct or indirect)	nvestment income (loss) recognised by the Company for the year ended December 31, 2024 (Note 3)	Book value of investments in Mainland China as of December 31, 2024	Accumulated amount of investment income remitted back to Taiwan as of December 31, 2024	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
Dongguan Well Shin	Manufacture of wire and cable, electronic components and sales of electronic materials	$ 456,354	(Note 2)	$ 466,403	$ -	$ -	$ 466,403	$ 352,451	100	$ 352,550	$3,098,762	$ -	Note 1,3
Well Shin Kunshan	Manufacture of wire and cable, electronic components and sales of electronic materials	720,060	(Note 2)	720,060	-	-	720,060	102,612	100	102,612	1,750,283	-	Note 3
Well Shin Electric	Manufacture of wire and cable, electronic components and sales of electronic materials	432,036	(Note 2)	432,036	-	-	432,036	25,168	100	25,168	802,011	-	
Dongguan Well Lian Machinery	Manufacture and sales of injection mol machine and its parts and peripheral equipment	-	(Note 2)	23,566	-	-	23,566	-	-	-	-	-	
Dongguan Plugo	Sales of wire and cable, electronic components and home appliances	98,190	(Note 2)	98,190	-	-	98,190	(102)	100	(102)	56,320	-	Note 4

Company name	Accumulated amount of remittance from Taiwan to Mainland China as of December 31, 2024	Investment amount approved by the Investment Commission of the Ministry of Economic Affairs (MOEA)	Ceiling on investments in Mainland China imposed by the Investment Commission o
The Company	$ 1,740,255	$ 1,740,255	$ 4,264,460

Note 1: Purchase of full shareholding from the original shareholder of Dongguan Well Shin through PCDT.
Note 2: Indirect investment in PRC through the existing company located in the third area. (PCDT, GHT and BPCD)
Note 3: Investment gains or losses were recognized bcased on audited financial statements.
Note 4: The cancelation was completed in May 2020 and submitted to the Investment Commission of the Ministry of Economic Affairs in June 2020 but was not allowed to deduct the accumulated amount of its investment because Dongguan Well Lian Machinery was loss-making and could not remit its capital to Taiwan.

Well Shin Technology Co., Ltd. and Subsidiaries

Major shareholders information

Year ended December 31, 2024

Table 9

	Shares	
Name of major shareholders	Number of shares held	Ownership (%)
Cheng Uei Precision Industry Co., Ltd.	22,282,424	18.84%